



India Bullion and Jewellers Association Ltd.

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Daily Bullion Physical Market Report

Date: 28th July 2021

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	47697	47724
Gold	995	47506	47533
Gold	916	43690	43715
Gold	750	35773	35793
Gold	585	27903	27919
Silver	999	67211	66988

* Rates are exclusive of GST as of 27th July 2021
Gold in Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	Gold*	Silver*
27 th July 2021	47724	66988
26 th July 2021	47949	67555
23 rd July 2021	47703	67039
22 nd July 2021	47670	66766

The above rates are IBJA PM Rates
*Rates are exclusive of GST

COMEX Futures Watch

Description	Contract	Close	Change	% Chg
Gold(\$/oz)	Aug	1804.00	0.60	0.03
Silver(\$/oz)	July	24.65	-0.67	-2.64

Bullion Futures DGCX

Description	Contract	LTP
Gold (\$/oz)	28 th July 2021	1799.9
Gold Quanto	27 th July 2021	47547
Silver (\$/oz)	27 th August 2021	24.78

ETF Holdings as on Previous Close

ETF	In Tons	Net Change
SPDR Gold	1,025.64	0.00
iShares Silver	17,275.76	0.00

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	1797.15
Gold London PM Fix(\$/oz)	1800.35
Silver London Fix(\$/oz)	25.12

Weekly CFTC Positions

	Long	Short	Net
Gold	1,52,783	43,968	1,08,815
Silver	53,451	27,204	26,247

Gold Ratio

Gold Silver Ratio	73.19
Gold Crude Ratio	25.18

MCX Indices

Index	Close	Net Change	% Change
MCX iCOMDEX Bullion	14506.85	-40.16	-0.28%

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
28 th July 6:00PM	United States	Goods Trade Balance	-88.0B	-88.1B	Low
28 th July 6:00PM	United States	Prelim Wholesale Inventories m/m	1.2%	1.3%	Low
28 th July 11:30PM	United States	FOMC Statement	-	-	High
28 th July 11:30PM	United States	Federal Funds Rate	<0.25%	<0.25%	Medium



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Nirmal Bang Securities - Daily Bullion News and Summary

- Gold was little changed as investors awaits Federal Reserve meeting at which officials are expected to discuss an eventual tapering of monetary stimulus. The Fed will start paring purchases next year, with an emphasis on mortgage-backed assets, according to economists surveyed by Bloomberg, who see the bank raising rates at a quicker pace through 2024 than previously thought. Bullion is holding near \$1,800 an ounce as investors stay on the side lines before the two-day Federal Open Market Committee gathering that starts Tuesday. Gold initially pushed higher on Monday amid volatility in stocks following a crackdown in China's tech sector, which weighed on risk sentiment.
- Declining bond yields may be sniffing out a less-optimistic global recovery due to the delta virus variant, which adds underpinnings to gold if previous patterns play out. The fact that the metal and Treasury bond prices have been advancing for decades and recently dipped enhances their relative value, yet the metal appears increasingly naked if not paired with Bitcoin. The crypto represents rapidly advancing technology pressuring inflation and supporting quantitative easing, which buoys the stock market. Gold, Bitcoin and U.S. Treasury long bonds share substantial corrections within enduring bull markets, dynamics that we see tilting the trio toward the top of 2H performers. The lack of at least a 10% retreat in the S&P 500 since the 2020 swoon elevates chances that most assets face a stress test to some normalization.
- U.S. consumer confidence beat expectations in July, inching up to 129.1 from 128.9 prior. That bodes well for economic activity. The initial euphoria from reopening and progress on vaccinations has cooled amid uncertainty due to the delta variant and eye-watering price gains. An entrenched recovery will keep confidence on an upward trajectory -- data wiggles aside. Job openings are at record highs, layoffs are sliding, and price pressures are dominated by reopening-sensitive categories.
- Federal Reserve Chairman Jerome Powell has won over a number of influential Senate Democrats who are prepared to back him for another term, though a key pair remain holdouts and are unhappy with his leadership on regulation. A number of Democrats praise his handling of the coronavirus crisis in particular and say they trust President Joe Biden's judgment should he choose him for another term Powell's present term expires in February. "I think he's done a very good job of navigating some very difficult times," said Senator Richard Blumenthal of Connecticut, who voted against confirming Powell for the post in 2018 and is known for backing strong regulators. "I would support the renomination of Chairman Powell."
- The European Central Bank should consider keeping some of the flexibility of its emergency bond-buying program when it transitions to other asset purchases after the Covid crisis, Governing Council member Pablo Hernandez de Cos said. "The main lesson to be drawn" from the program is that the power to skew purchases toward parts of the economy that need it most "has notably increased not only the effectiveness but also the efficiency" of it, the Bank of Spain Governor said Tuesday in a written response to questions from Bloomberg. "It would therefore be desirable to discuss the possibility of our future purchase programs retaining some of the flexible elements," he said.

Fundamental Outlook: Gold and silver prices are trading flat on international bourses today. We expect precious metals prices on Indian bourses to trade slightly higher for the day. We recommend buy on dips for intra-day trading session, as investors waited for more clues on tapering and inflation from a two-day Federal Reserve meeting that ends Wednesday, and also digested the International Monetary Fund's latest growth outlook.

Key Market Levels for the Day

	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	August	1755	1770	1800	1825	1845	1878
Silver – COMEX	July	24.20	24.65	25.00	25.50	25.80	26.10
Gold – MCX	August	47100	47300	47550	47650	47850	48100
Silver - MCX	July	64800	65250	65700	66000	66600	67250



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Nirmal Bang Securities - Daily Currency Market Update

Dollar index

LTP/Close	Change	% Change
92.43	-0.22	-0.23

Bond Yield

10 YR Bonds	LTP	Change
United States	1.2411	-0.0485
Europe	-0.4420	-0.0240
Japan	0.0180	0.0060
India	6.1780	0.0090

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.1709	-0.0056
South Korea Won	1150.2	-4.9000
Russia Ruble	73.7495	0.0879
Chinese Yuan	6.5112	0.0283
Vietnam Dong	23010	-2
Mexican Peso	19.9788	-0.0578

NSE Currency Market Watch

Currency	LTP	Change
NDF	74.79	-0.04
USDINR	74.48	0.0275
JPYINR	67.635	0.095
GBPINR	102.715	0.095
EURINR	87.8325	0.0125
USDJPY	110.13	-0.09
GBPUSD	1.3788	0.0005
EURUSD	1.179	-0.0004

Market Summary and News

- The European Central Bank struck a more upbeat note at its last meeting. The Governing Council described risks as balanced, with GDP growth forecasts that were raised significantly for 3Q21. However, there could be a downside risks to the outlook from the potential spread of the Delta variant. The ECB now expects euro-area GDP to expand by 2.8% in 3Q with the consensus estimate of 2.3%. With full vaccination of the population still some way off, the region remains vulnerable to new waves of infection. The potential for the Delta variant to spread appears to be the most immediate threat. New outbreaks could derail the rebound in tourism and the recovery of consumer services, and push the end of buying bonds at a significantly higher pace of the ECB's Pandemic Emergency Purchase Programme toward December rather than September.
- The most likely risk is that a faster spread of the Delta variant in parts of the euro area disrupts the recovery in tourism within the region for 3Q. It could force governments to keep tighter restrictions for returning travelers, while consumers may opt for safer and simpler staycations. This would weigh on activity in consumers services -- retail, hospitality, transport and leisure activities. Under the central scenario, services could be recovering to 6% of their pre-recession level across the euro area, slightly outperforming the 9% shortfall observed in the summer of 2020. But if activity were to remain around levels seen in July last year, when uncertainty remained high and tourism had only started its summer recovery, we estimate these services would operate around 11% below their pre-pandemic level. This could lower 3Q growth by 1 percentage point to 1.4%. Even assuming a swift recovery through 4Q, this would reduce annual growth to 4.2% from our current forecast of 4.6%.
- Prime Minister Boris Johnson have warned against drawing premature conclusions after new coronavirus cases in the U.K. dropped for a sixth day, saying people must remain very cautious. Scientists have been puzzled by the recent decline in infections, citing the recent mini heatwave, start of the school holidays and the end of the soccer European Championship as potential factors -- alongside the vaccine rollout. But government officials and scientists also point out that even the latest data doesn't yet reflect the impact of lifting virtually all pandemic restrictions in England on July 19. Given the lag between infections and hospitalizations, it will also take some weeks before lower case numbers translate into easing pressure on the National Health Service. "We are six days into some better figures but it's very, very important that we don't allow ourselves to run away with premature conclusions about this. Step four of the opening-up only took place a few days ago, people have got to remain very cautious and that remains the approach of the government," Johnson told broadcasters on Tuesday. The U.K. recorded 24,950 new cases on Monday, a sixth consecutive decline and well below the 39,950 recorded a week earlier.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	74.1000	74.2500	74.4000	74.6500	74.8000	74.9800



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Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View

Open	47446
High	47642
Low	47367
Close	47573
Value Change	112
% Change	0.24
Spread Near-Next	206
Volume (Lots)	7103
Open Interest	4064
Change in OI (%)	-19.61%

Gold - Outlook for the Day

Gold prices trading negative, and We are recommending going long for a target of 1840-60. We believe that the commodity can see support at lower levels and bounce back. Try to buy on dips between 1780-90.

SELL GOLD AUG (MCX) AT 47800 SL 48100 TARGET 47500/47350

Silver Market Update



Market View

Open	67357
High	67357
Low	65656
Close	66056
Value Change	-1065
% Change	-1.59
Spread Near-Next	942
Volume (Lots)	17666
Open Interest	13105
Change in OI (%)	9.58%

Silver - Outlook for the Day

Silver prices too trading ranged bound for the last two weeks. We recommend going long between 25.00-25.70 for the target of 26.50-70.

SELL SILVER SEPT (MCX) AT 66600 SL 67200 TARGET 65700/67250



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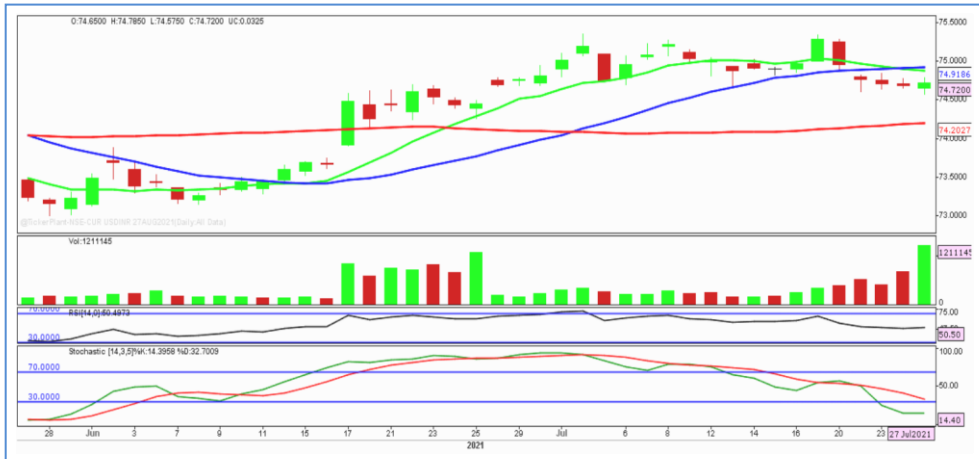


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Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View

Open	74.38
High	74.5575
Low	74.35
Close	74.48
Value Change	0.0275
% Change	0.04
Spread Near-Next	0.235
Volume	1793138
Open Interest	1004711
Change in OI (%)	-37.23%

USDINR - Outlook for the Day

USDINR witnessed a weak open at 74.65 and though testing the lows of 74.57, the pair did return to trade in green managing to give a flat closure in green at 74.72. On the daily chart, the pair has formed a flat green candle with sideways closure indicating weakness. USDINR has given closure below blue and medium-term moving average with support at long-term moving average supporting the negative bias in the pair. USDINR if opens below 74.69, it will continue with the bearish momentum towards 74.60 – 74.45 and one can go short. However, an open above 74.75 will lead the pair to test the highs of 74.82 – 75.05. The daily strength indicator RSI and momentum oscillator both are still below the reference line indicating weakness in the pair.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR July	74.2000	74.3500	74.5000	74.8200	74.9500	75.1000



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