

Daily Bullion Physical Market Report

Date: 03rd February 2025

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	82165	82086
Gold	995	81836	81757
Gold	916	75263	75191
Gold	750	61624	61565
Gold	585	48067	48020
Silver	999	93177	93533

Rate as exclusive of GST as of 31st January 2025 Gold is Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	GOLD*	SILVER*
31 st January 2025	82086	93533
30 th January 2025	81303	92184
29 th January 2025	80975	90680
28 th January 2025	80313	89750

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

COMEX Futures Watch

Description	Contract	Close	Change	%Chg
Gold(\$/oz)	APR 25	2835.00	51.70	1.85
Silver(\$/oz)	MAR 25	32.27	1.10	3.50

ETF Holdings as on Previous Close

ETFs	In Tonnes	Net Change
SPDR Gold	864.19	-1.15
iShares Silver	13,961.77	-73.64

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	2791.50
Gold London PM Fix(\$/oz)	2812.05
Silver London Fix(\$/oz)	31.61

Bullion Futures DGCX

Description	Contract	LTP
Gold(\$/oz)	FEB 25	2830.3
Gold Quanto	FEB 25	82253
Silver(\$/oz)	MAR 25	32.15

Gold Ratio

Description	LTP
Gold Silver Ratio	87.87
Gold Crude Ratio	39.09

Weekly CFTC Positions

	Long	Short	Net
Gold(\$/oz)	242828	12236	230592
Silver	46862	20544	26318

MCX Indices

Index	Close	Net Change	% Chg
MCX iCOMDEX Bullion	19748.17	16.65	0.08 %

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
03 rd February 08:15 PM	United States	Final Manufacturing PMI	50.1	50.1	Medium
03 rd February 08:30 PM	United States	ISM Manufacturing PMI	49.3	49.3	High
03 rd February 08:30 PM	United States	ISM Manufacturing Prices	52.6	52.5	Medium
03 rd February 08:30 PM	United States	Construction Spending m/m	0.3%	0.0%	Low
03 rd February 11:00 PM	United States	FOMC Member Bostic Speaks	-	-	Low

Nirmal Bang Securities - Daily Bullion News and Summary

□ Gold hit another record on Friday, with investors flocking to safe havens after US President Donald Trump reiterated threats to impose tariffs on Mexico and Canada. Bullion topped \$2,800 for the first time on Friday. The surge came after Trump said he would follow through on imposing 25% levies on imports from Canada and Mexico on Feb. 1. He also threatened China with measures, without specifying a level. The precious metal, on track for its fifth consecutive weekly gain, has benefited from haven demand as Trump's tariff threats spur fears of trade wars that could sap economic growth. There are also worries that his pledges to cut taxes and overhaul immigration may erode US finances and reignite inflation. Federal Reserve Chair Jerome Powell said Wednesday that the US central bank was in "wait-and-see" mode with regard to the potential impact of the new administration's policies. The Federal Open Market Committee left interest rates unchanged this week as expected — after cuts at each of the three previous meetings since September — and indicated that stalled progress toward lower inflation warranted a patient approach. The latest data on Friday showed the Fed's preferred measure of underlying inflation remained muted in December and real incomes were soft, which should support further reductions in interest rates this year.

□ India will introduce a new classification for import of high-purity silver and gold from May 1, putting those under a tax rate of as much as 10%, Sanjay Agarwal, Chairman of Central Board of Indirect Taxes and Customs, told Bloomberg News. India lowered tariff rate for articles of jewelry and parts to 20% from 25%, Finance Minister Nirmala Sitharaman said in her budget speech on Saturday.

□ JPMorgan Chase & Co. will deliver gold bullion valued at more than \$4 billion against futures contracts in New York in February, at a time when surging prices and the threat of import tariffs are fueling a worldwide dash to ship metal to the US. The bank, which is by far the world's biggest bullion dealer, was one of several institutions to declare plans on Thursday to deliver bullion against contracts traded on CME Group's Comex that will expire in February. The delivery notices — which totals 3 million troy ounces of gold — were the second largest ever in bourse data going back to 1994. Traders on Friday declared their intent to deliver another 1.1 million troy ounces on Tuesday, according to the latest notice from CME Group. Fears of imminent tariffs on imports following the election of US President Donald Trump have caused prices for gold futures on Comex to surge over spot prices in London. Spot prices shot to record highs last week, but the additional premium on Comex has created a lucrative arbitrage opportunity for the handful of banks that can quickly fly bullion between key trading hubs. Similar pricing dynamics have emerged in other Comex contracts too, and the disparity has become so large that traders have started flying silver into the country. The precious metal is usually too cheap and bulky to justify the cost of airfreight, and one industry veteran says it's the first time they've seen it happen. While millions of ounces of gold trade on Comex every day, typically only a small fraction of that goes to physical delivery, with most long positions being rolled over or closed out before they expire. The exchange is often used to hedge positions in London, the largest trading hub, with banks offsetting longs with paper short positions in New York. Since the day of the US election though, physical inventories in the exchange's depositories have swelled by 14 million ounces, around \$39 billion of gold.

□ Canada and Mexico vowed to hit back at the US after President Donald Trump followed through on threats to impose 25% tariffs on imports of their goods, instigating a trade war that's set to reshape global supply chains. Canadian Prime Minister Justin Trudeau said the country will impose 25% tariffs against C\$155 billion (\$106 billion) of US goods, while Mexican President Claudia Sheinbaum also pledged retaliation. China vowed "corresponding countermeasures" to Trump's 10% levy on Chinese products, without immediately announcing any new tariffs. A tit-for-tat tariff fight among the world's major economies — Trump has warned Europe that it's in his crosshairs, too — adds fresh headwinds to the outlook for global growth, for profits of companies suddenly facing higher import taxes and for financial markets adjusting to new trade flows. Tractor trailers wait in line at the Ysleta-Zaragoza International Bridge port of entry in Juarez, Mexico, on Dec. 20, 2024. "It marks a new phase of the trade war, which targets multiple countries, including allies and China, to meet US economic and geopolitical policy goals," said Gary Ng, senior economist at Natixis SA. Bloomberg Economics estimated that Trump's move will raise the average US tariff rate to 10.7% from near 3% currently and "deal a significant supply shock" to the domestic economy. US gross domestic product would suffer a 1.2% hit and a widely watched gauge of core inflation would increase by 0.7%. In an executive order posted on the White House website, Trump invoked the International Emergency Economic Powers Act, a 1970s-era law that grants the president broad tariff authority in national emergencies. He had threatened Mexico with this measure in 2019 but talks ultimately ended that dispute without Trump using it. The responses from three of America's biggest trading partners came shortly after he signed orders for the US tariffs on Saturday. The measures take effect at 12:01 a.m. on Tuesday, leaving only a small window for last-minute negotiations.

Fundamental Outlook: Gold and silver prices are trading lower today on the international bourses. We expect precious metals prices on Indian bourses to trade range-bound to slightly lower for the day, as gold prices fell after President Donald Trump imposed tariffs on imports from Canada, Mexico and China, with a surging dollar outweighing haven demand as the world braces for trade wars.

Key Market Levels for the Day

Bullion	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	April	2750	2770	2800	2815	2835	2855
Silver – COMEX	March	31.20	31.45	31.70	31.85	32.20	32.50
Gold – MCX	April	81400	81700	82000	82150	82450	82650
Silver – MCX	March	91200	92000	92800	93000	93800	94500

Nirmal Bang Securities - Daily Currency Market Update

Dollar Index

LTP/Close	Change	% Change
108.37	-0.20	-0.19

Bond Yield

10 YR Bonds	LTP	Change
United States	4.5387	0.0224
Europe	2.4580	-0.0590
Japan	1.2450	0.0280
India	6.7000	0.0200

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.844	-0.0312
South Korea Won	1454.3	23.8000
Russia Rubble	98.6867	0.3460
Chinese Yuan	7.2446	0.0035
Vietnam Dong	25082	0.0000
Mexican Peso	20.678	-0.0560

NSE Currency Market Watch

Currency	LTP	Change
NDF	86.88	0.0800
USDINR	86.7875	-0.0025
JPYINR	56.6	-0.0350
GBPINR	107.83	0.0300
EURINR	90.2075	-0.0725
USDJPY	154.4	0.3500
GBPUSD	1.2422	-0.0009
EURUSD	1.04	-0.0009

Market Summary and News

- The rupee is expected to test new lows due to a sharp rise in the dollar and oil prices amid global trade concerns. Indian bond yields may rise as the government announced higher-than-expected borrowing numbers for the next fiscal year starting Apr. 1. USD/INR little changed at 86.6162 on Friday. Implied opening from forwards suggest spot may start trading around 86.94. NOTE: Rupee touched an all-time low of 86.7025 per dollar on Jan. 14. It has weakened 1.2% so far in 2025, ranking among the worst performing Asian currencies. 10-year yields rose 2bps to 6.7% on Friday. Higher-than-expected gross borrowing could lead to a "knee-jerk" reaction in the bond market, with 10-year yield moving towards 6.75%, says Murthy Nagarajan, head of fixed income at Tata Asset Management. Meanwhile, some traders say market expectation of RBI rate cut and liquidity support at its Feb. 7 policy meeting may rein in the rise in local bond yields. "Conservative fiscal math supports the space for monetary easing and confirms our bias for the rate easing to start in the Feb Monetary Policy Committee meeting," say Citi economists including Samiran Chakraborty. Continue to believe that the 10-year bond yield will rally towards 6.40%. Global Funds Sell Net 11.9B Rupees of Indian Stocks Jan. 31: NSE. They bought 3.95 billion rupees of sovereign bonds under limits available to foreign investors, and added 8.27 billion rupees of corporate debt. State-run banks bought 5.42 billion rupees of sovereign bonds on Jan. 31: CCIL data. Foreign banks bought 56 billion rupees of bonds.
- Emerging-market currencies and stocks held on to monthly gains in January, breaking a three-month losing streak, as investors grappled with the possibility of fresh US tariffs on key trade partners. President Donald Trump intends to move ahead with plans on Saturday to impose 25% tariffs on Mexico and Canada and a 10% levy on China, the White House said. Officials denied a report that said Trump planned to delay the implementation of new tariffs by a month, which had sent the Mexican peso higher earlier in the session. MSCI's indexes tracking emerging-market stocks and currencies edged lower Friday, but still notched their first monthly gains since September. Latin American equities are seeing their strongest month in more than a year. The Colombia's benchmark Colcap index is trading near its highest levels since 2022, while Chilean equities are having the best start to a year since 1997. Brazil's Ibovespa monthly rise is set to be the largest since August. The Mexican peso fell as much as 1.3% following confirmation on levies by the White House but erased losses and traded higher by the end of the day. Big Asian markets including China, Hong Kong remain closed. The Colombian peso led losses in emerging markets. After the close of local trading on the currency, the central bank unexpectedly decided to keep the benchmark interest rate unchanged at 9.5%, due to concerns over the country's fiscal outlook and tariff threats by Trump.
- A gauge of the dollar advanced to a day's high after the White House confirmed that President Donald Trump intends to move ahead with plans to impose 25% tariffs on Mexico and Canada Saturday, and denied a report that he was going to delay the levies by a month. Bloomberg Dollar Spot Index rose 0.4% in its fifth day of gains, bringing the week's advance to nearly 1%, its best week in eleven weeks. Late afternoon Friday, Trump said he would impose tariffs on a wide range of imports in the coming months, including steel, aluminum, oil and gas, pharmaceuticals, as well as semiconductors. The remark boosted the dollar further. The dollar advance was a reversal from an earlier loss in reaction to a Reuters report that tariffs would be delayed by a month. The White House denied that report. Earlier on Friday, the Federal Reserve's preferred measure of underlying inflation remained muted in December and real incomes were soft. Citigroup exited its long AUD/USD position over high tariff risks, strategists including Daniel Tobon wrote in a note Friday. The bank had entered the trade on Jan. 21 "on expectations the USD had priced in sufficient tariff risk." "There is uncertainty on where markets will open, especially if Canada introduces retaliatory tariffs over the weekend as well," they wrote. "We may re-enter this trade on Monday should events prove benign." Latest Commodity Futures Trading Commission data for the week ended Jan. 28 showed that non-commercial traders held their net long position on the US dollar steady. USD/CAD rose 0.4% to 1.4541, following a 0.5% advance Thursday. Canada's currency is on its longest monthly losing streak against the US dollar in over eight years. EUR/USD fell 0.3% to 1.0362; it's down 1.3% on a weekly basis. French inflation unexpectedly held steady at the start of the year, remaining below the European Central Bank's 2% target. January regional CPI data from Germany came in softer than expected, validating policymakers' plans to gradually cut interest rates. USD/JPY rose 0.6% to 155.19; the yen weakened as dovish comments from Bank of Japan Governor Kazuo Ueda damped expectations of a near-term interest-rate hike. Ueda's "comments suggest the BOJ policy rate will likely peak around 1% over the next two years," said Elias Haddad, senior markets strategist at Brown Brothers Harriman & Co. "The BOJ's shallow policy normalization cycle is an ongoing headwind for the yen." AUD/USD fell 1.5% on the week, while NZD/USD declined 1.3% in the period. Hedge funds increased their bets against the Australian dollar, becoming most bearish since 2015, CFTC data showed. These leveraged funds turned most negative on the New Zealand dollar since late 2019.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR SPOT	85.4675	86.5125	86.5525	86.6375	86.6725	86.7175

Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View	
Open	82199
High	82600
Low	82000
Close	82233
Value Change	189
% Change	0.23
Spread Near-Next	826
Volume (Lots)	6317
Open Interest	15864
Change in OI (%)	0.14%

Gold - Outlook for the Day

SELL GOLD APRIL (MCX) AT 82150 SL 82500 TARGET 81700/81400

Silver Market Update



Market View	
Open	93800
High	94125
Low	93126
Close	93328
Value Change	-118
% Change	-0.13
Spread Near-Next	1863
Volume (Lots)	12017
Open Interest	22395
Change in OI (%)	-0.90%

Silver - Outlook for the Day

SELL SILVER MARCH (MCX) AT 93000 SL 93800 TARGET 92000/91500

Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View	
Open	86.8350
High	86.8350
Low	86.7400
Close	86.7875
Value Change	-0.0025
% Change	-0.0029
Spread Near-Next	-1.1961
Volume (Lots)	561506
Open Interest	2550146
Change in OI (%)	2.23%

USDINR - Outlook for the Day

The USDINR future witnessed a flat opening at 86.63, which was followed by a session where price showed consolidation with negative buyer with candle enclosure near low. A small red candle has been formed by the USDINR price while, price closed above 10-days moving average placed at 86.69. The price was trading in a range from last 2 weeks. On the daily chart, the MACD showed a negative crossover above zero-line, while the momentum indicator RSI trailing between 59-63 level shows positive indications. We are anticipating that the price of USDINR futures will fluctuate today between 86.70 and 86.86.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR FEB	86.6475	86.6850	86.7225	86.8450	86.8875	86.9250

Nirmal Bang Securities – Commodity Research Team

Name	Designation	Email
Kunal Shah	Head of Research	kunal.shah@nirmalbang.com
Devidas Rajadhikary	AVP Commodity Research	devidas.rajadhikary@nirmalbang.com
Harshal Mehta	AVP Commodity Research	harshal.mehta@nirmalbang.com
Ravi D'souza	Sr. Research Analyst	ravi.dsouza@nirmalbang.com
Jayati Mukherjee	Sr. Research Analyst	jayati.mukherjee@nirmalbang.com
Smit Bhayani	Research Analyst	smit.bhayani@nirmalbang.com
Utkarsh Dubey	Research Associate	Utkarsh.dubey@nirmalbang.com

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