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India Bullion and Jewellers Associations Ltd. Since 1919

India Bullion And Jewellers Association Ltd. Celebrating 104 Years 1919 - 2023

Daily Bullion Physical Market Report

Date: 13th March 2023

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	55607	55669
Gold	995	55385	55446
Gold	916	50936	50993
Gold	750	41705	41752
Gold	585	32530	32566
Silver	999	61557	61791

*Rate as exclusive of GST as of 10th March 2023 Gold is Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	GOLD*	SILVER*
10th March 2023	55669	61791
09th March 2023	55286	61793
08th March 2023	55245	61883
06th March 2023	56089	64266

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

COMEX Futures Watch

Description	Contract	Close	Change	%Chg
Gold($/oz)	APR 23	1867.20	16.00	0.88
Silver($/oz)	MAY 23	20.51	0.01	0.07

ETF Holdings as on Previous Close

ETFs	Long	Short
SPDR Gold	903.15	-3.47
iShares Silver	14,894.81	0.00

Gold and Silver Fix

Description	LTP
Gold London AM Fix($/oz)	1834.95
Gold London PM Fix($/oz)	1861.25
Silver London Fix($/oz)	20.09

Bullion Futures DGCX

Description	Contract	LTP
Gold($/oz)	APR. 23	1865.9
Gold Quanto	APR. 23	56170
Silver($/oz)	MAY. 23	20.50

Gold Ratio

Description	LTP
Gold Silver Ratio	91.06
Gold Crude Ratio	24.35

Weekly CFTC Positions

	Long	Short	Net
Gold($/oz)	119178	66721	52457
Silver	33111	27547	5564

MCX Indices

Index	Close	Net Change	% Chg
MCX iCOMDEX Bullion	14844.36	225.27	1.52 %

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
13th March 07:00 Pm	United States	NO DATA	-	-	Low

Nirmal Bang Securities - Daily Bullion News and Summary

❖ Gold rose to the highest in nearly a month as traders flocked to the haven asset amid a mixed US jobs report and a widening bank rout in the financial industry. US payrolls rose in February by more than expected while a broad measure of monthly wage growth slowed, offering a mixed picture as the Federal Reserve considers whether to step up the pace of interest-rate hikes. Meanwhile, stock losses deepened and bonds rallied as investors were concerned about the risk of further turmoil in the financial market. Gold slumped earlier this week after Fed Chair Jerome Powell said the central bank was prepared to increase the pace of its tightening if inflation and jobs data stayed hot. He later clarified no decision had been made on the size of the March hike. Higher US interest rates tend to push up US bond yields, diminishing the allure of gold. Focus will turn to the release of the consumer price index on Tuesday, which could be critical in determining the size of the Fed's next move.

❖ Bolivia's government expects congress to approve the bill to monetize gold from international reserves as soon as possible to guarantee the country's stability, said Deputy Minister of Tax Policy Jhonny Morales in a press conference broadcasted online. Finance Minister Marcelo Montenegro signed an agreement with the National Federation of Mining Cooperatives for the bill to be debated in congress shortly, said central bank President Edwin Rojas in the same press conference. NOTE: Three federations of gold mining cooperatives, which produce above 90% of the country's gold, rejected the deal and said they will protest if it's approved by congress without their consent. NOTE: Foreign reserves in cash at $372m by Feb. 8. Rojas said the central bank sold $9m to 900 people in four days. NOTE: Bolivian Finance Cmte Okays Bill to Monetize Gold Reserves.

❖ Derivative traders lost no time re-instating bets that the Federal Reserve will cut interest rates before the year is out. As recently as Wednesday, a half-point rate hike this month was viewed as likelier than another quarter-point move and a rate cut later this year was counted out. But with rising borrowing costs subsequently taking the blame for the year's first bank failure, pricing of swaps linked to Fed meetings shifted Friday to levels suggesting the central bank's policy rate will peak at around 5.3% in June and end the year below 5%. It's in a range of 4.5% to 4.75% now. The expected peak is now down sharply from the 5.7% that was priced in earlier this week after Fed Chair Jerome Powell in Congressional testimony seemed to open the door to a re-acceleration in the pace of rate hikes. That revision downward came as the Labor Department's employment report showed some cooling in the job market and the collapse of Silicon Valley Bank in California raised concerns about the financial health of lenders. Fed officials "do have to pay attention to this because something is apparently starting to break, and they have raised rates a lot," said Tony Farren, managing director at Mischler Financial Group Inc. "The reaction to Powell was way too aggressive." Meanwhile, the two-year Treasury yield on Friday was on track for its second-straight drop of more than 20 basis points. It fell as much as 29 basis points to 4.58%. Its 48-basis-point drop over two days is bigger than any since 2008. The Friday move capped a volatile week for the bond market. In the fallout from Powell's comments, the two-year yield climbed to 5.08% on Wednesday, the highest level since 2007, setting the stage for a snap-back. The spark for that occurred Thursday, when the Silicon Valley lender blamed higher interest rates as its failed to raise capital, turning it Friday into the first federally insured institution to fail this year. To varying degrees, shareholders punished the entire banking sector; driving financial companies in the S&P 500 are down over 8% as a group on the week, leading the benchmark to a 4.5% drop.

❖ The European Central Bank will step up its fight against stubborn inflation by raising interest rates four more times and unwinding its €5 trillion ($5.3 trillion) bond portfolio at a quicker pace, according to a Bloomberg survey of economists. Three hikes of 25 basis points each will follow next week's all-but-certain half-point move — bringing the deposit rate to 3.75% in July, respondents said. Goldman Sachs and Deutsche Bank both predict that level, though they expect it to be reached in June. On the upper side, Morgan Stanley and Barclays see a so-called terminal rate of 4% — matching money-market expectations. JPMorgan and Citi, meanwhile, say the ECB will probably stop at 3.5%. The more aggressive path for borrowing costs compared with Bloomberg's last survey will be accompanied by faster reductions in the stock of assets bought under previous stimulus drives. The initial trimming of €15 billion a month through June is seen gradually rising to double that by 2024. Expectations for a tougher ECB response stem from record underlying inflation that's emboldened some hawkish officials. The gauge, which excludes costs like energy and food, is accelerating even as headline price gains fade. That divergence is fueling tensions on the Governing Council over how much must still be done. "The biggest challenge will be calibrating and communicating the appropriate amount of policy tightening in the coming months, given sharply lower energy prices and weakening loan growth on one side, and still-rising core inflation on the other side," said Veronika Roharova, head of euro-area economics at Credit Suisse. While ECB Chief Economist Philip Lane has said borrowing costs could stay at their peak for "a fair number of quarters," analysts expect them to remain there for a shorter period compared with the previous survey. The first rate cut, to 3.5%, is anticipated in February 2024, followed by another in July. Respondents are evenly split on whether the ECB is still playing catchup in tackling inflation — the first time a majority doesn't consider it to be lagging behind in its response. More than half is also convinced that officials won't push rates too high. "So far the ECB had it relatively easy as rates were low and it was behind the curve," HSBC economist Fabio Balboni said. "But as rates get into restrictive territory and core inflation stays resilient, the divergence of views between the Governing Council members that want to keep pushing rates higher and those that fear the risk of over-tightening will increase, making it harder to agree on the way forward."

❖ **Fundamental Outlook:** Gold and silver prices are trading higher today on international bourses. We expect precious metals prices on Indian bourses to trade range-bound to higher for the day. We recommend buy on dips in gold and silver in intra-day trading sessions, as investors flocked to havens following the collapse of a US bank. The failure of Silicon Valley Bank — the second-largest collapse of an American lender in history — has spurred nervousness about potential spillover effects across the financial system and prompted regulators to move to protect depositors' funds on Sunday.

Key Market Levels for the Day

Time	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	April	1820	1835	1850	1875	1888	1900
Silver – COMEX	May	20.85	21.05	21.25	21.55	21.70	21.95
Gold – MCX	April	55900	56100	56350	56500	56750	57000
Silver – MCX	May	62200	62800	63600	64100	64600	65000

Nirmal Bang Securities - Daily Currency Market Update

Dollar Index

LTP/Close	Change	% Change
104.58	-0.35	-0.33

Bond Yield

10 YR Bonds	LTP	Change
United States	3.6987	-0.2045
Europe	2.5040	-0.1340
Japan	0.4110	-0.0950
India	7.4170	-0.0100

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.2145	0.0494
South Korea Won	1324.5	2.3000
Russia Rubble	76.1261	0.2364
Chinese Yuan	6.9172	-0.0479
Vietnam Dong	23693	-9
Mexican Peso	18.5049	0.1431

NSE Currency Market Watch

Currency	LTP	Change
NDF	82.2	-0.04
USDINR	82.1425	0.045
JPYINR	60.2625	-0.2525
GBPINR	98.4325	0.6975
EURINR	87.145	0.225
USDJPY	136.44	0.71
GBPUSD	1.1982	0.0077
EURUSD	1.0609	0.0018

Market Summary and News

❖ The dollar appears to have lost some of its luster as a haven currency of choice with the US itself becoming the latest focus of global investor anxiety. The collapse of SVB Financial Group's Silicon Valley Bank stirred concern about the American banking system more broadly, helping to drag the greenback lower against pretty much all its major peers on Friday. Leading the way instead, the Swiss franc and the Japanese yen, both of which climbed more than 1% versus their US peer on the day. Those two currencies have traditionally been considered relative havens by investors, but recently it has been the dollar that's reigned supreme on this front — leading the charge higher whenever riskier assets have taken a pounding. That wasn't the case Friday, with the greenback being dragged lower as a collapse in short-end Treasury yields rendered it less attractive. The gain in the yen was perhaps all the more remarkable in coming after a Bank of Japan decision that saw outgoing central bank boss Haruhiko Kuroda stick to his guns on easy monetary policy during his last meeting in charge. The move in the franc, meanwhile, had it on course for its biggest jump since November. Friday's spot-market moves are a particularly stark example of the diminution of the dollar's haven qualities, and the rise of the franc as a favored refuge — but there have been other signs to support that thesis too. For example, the correlation between volatility on the franc that's implied by the options market and movements in the spot market for the currency has turned positive. That can be interpreted as a sign that, like early November, the Swiss currency is garnering haven flows. On the greenback side, meanwhile, the linkage between the Bloomberg dollar index and the Cboe Volatility Index, a gauge of stock market turbulence known more commonly as the VIX, has broken down. Whereas the dollar used to rally along with increases in the VIX — suggesting a benefit to the greenback in periods of choppiness — that no longer appears to be the case as much.

❖ Turkey's central bank has urged all lenders operating in the country to widen spreads on retail dollar purchases in an effort to ease pressure on the lira, according to people with direct knowledge of the matter. The banks were asked on Friday not to sell dollars to retail investors at a rate of below 19.15 liras per dollar, compared with 18.96 on the spot market, the people said, asking not to be named because the request wasn't public. Previously, the central bank had asked lenders to set the price at a minimum of 19.05 per dollar. The central bank declined to comment. Authorities believe the measure will curb demand for dollars by making the greenback more expensive for clients. The step came as the lira headed for a weekly loss as signs of distress at a Silicon Valley-based lender spurred demand for haven assets. Keeping the lira stable has become a cornerstone of Turkish authorities' efforts to contain inflation, which hovered around 80% for much of last year. The Turkish currency has lost 1.3% this year. Meanwhile, traders are bracing for a jump in volatility in the lira before the presidential election slated for May. The spread between three-month implied volatility on the lira — which captures the May 14 vote — and the one-month contract, widened to more than 17 percentage points, the highest level on record, data compiled by Bloomberg show.

❖ The Swiss franc and Japanese yen led gains among G-10 peers amid a flight to safety following the collapse of Silicon Valley Bank — the biggest US bank failure since 2008. The Australian was the sole decliners against a broadly weaker dollar amid a plunge in Treasury yields. Bloomberg dollar spot index was down 0.4% after falling as much as 0.9%; two-year US Treasury yields tumbled 29bps, taking two-day slide to almost 50bps, the biggest since June. Barclays now expects a 50bps Fed hike this month while former Treasury Secretary Larry Summer saw nearly 50-50 odds that terminal rates will be at or above 6%; Still, swaps have moved price in a quarter-point rate cut by year end. Swiss franc has outperformed peers throughout Friday amid safe-haven demand. USD/CHF fell 1.2% to 0.9215, on course for the biggest drop in four months; EUR/CHF dropped 0.65% to 0.98043, falling through 200-DMA at 0.9864. USD/JPY fell 0.93% to 134.90, down more than 1.5% in two days. Governor Haruhiko Kuroda kept policy settings for its negative interest rate and yield-curve control program unchanged at his final meeting at the central bank. USD/CAD was little changed at 1.3829, erasing gains as the stock selloff deepened. Canadian job gains last month doubled expectations, unemployment rate was also lower than estimate. AUD/USD -0.15% to 0.6580, also weighed by elevated volatility. EUR/USD +0.55% to 1.0640 after rallying as much as 1.1% to 1.0701. Next week's ECB decision is likely to strike a hawkish tone after recent strong core CPI prints, according to Nomura FX strategist Jordan Rochester, who recommends going long EUR/USD, targeting 1.11 by end of June. GBP/USD +0.86% to 1.2027. Some information comes from an FX trader familiar with the transactions who asked not to be identified because the person isn't authorized to speak publicly.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	81.6075	81.7075	81.8050	82.1025	82.2025	82.3050

Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update

Market View	
Open	55325
High	56190
Low	55270
Close	56150
Value Change	849
% Change	1.54
Spread Near-Next	452
Volume (Lots)	7084
Open Interest	9440
Change in OI (%)	0.58%

Gold - Outlook for the Day

Gold prices are trading positive likely to trade between $ 1860-1900 try to buy on lower levels for the target of $ 1900.

BUY GOLD APRIL (MCX) AT 56350 SL 56100 TARGET 56750/57000

Silver Market Update

Market View	
Open	61750
High	63629
Low	61353
Close	62890
Value Change	906
% Change	1.46
Spread Near-Next	960
Volume (Lots)	23883
Open Interest	15345
Change in OI (%)	-15.51%

Silver - Outlook for the Day

Silver supportive around $ 20.50-20.60; Buy around 20.50 for the target of $ 20.90-21.20.

BUY SILVER MAY (MCX) AT 63600 SL 62800 TARGET 64600/65000 beyond powered by NIRMAL BANG a relationship beyond broking

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India Bullion And Jewellers Association Ltd. Celebrating 104 Years 1919 - 2023

Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update

Market View	
Open	82.1875
High	82.2325
Low	82.0675
Close	82.1425
Value Change	0.045
% Change	0.05
Spread Near-Next	0.2464
Volume (Lots)	2094451
Open Interest	2521966
Change in OI (%)	-2.06%

USDINR - Outlook for the Day

USDINR witnessed a gap up open at 82.18 followed by a session in red marking the high at 82.23 with closure near the high. The pair has formed a small red candle, where price consolidation in same range. The short-term moving averages for the pair on the daily chart have crossover negatively. The MACD has crossed the MACD average and is moving in the direction of zero, indicating a downward trend. The momentum indicator RSI is breaks the 50 on the daily chart shows negative for the pair. We are anticipating USDINR March futures to trade in the range of 81.85–82.25 for today.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR March	81.7050	81.8025	81.9550	82.2575	82.3825	82.4550

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