

Daily Bullion Physical Market Report

Date: 01st October 2024

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	75584	75197
Gold	995	75281	74896
Gold	916	69235	68881
Gold	750	56688	56398
Gold	585	44217	43990
Silver	999	90355	89400

Rate as exclusive of GST as of 30th September 2024 Gold is Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	GOLD*	SILVER*
30 th September 2024	75640	89400
27 th September 2024	75640	91448
26 th September 2024	75750	92522
25 th September 2024	75248	90730

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

COMEX Futures Watch

Description	Contract	Close	Change	%Chg
Gold(\$/oz)	DEC 24	2659.40	-8.70	-0.33
Silver(\$/oz)	DEC 24	31.46	-0.36	-1.13

ETF Holdings as on Previous Close

ETFs	In Tonnes	Net Change
SPDR Gold	871.94	-5.18
iShares Silver	14,636.26	34.05

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	2650.15
Gold London PM Fix(\$/oz)	2629.95
Silver London Fix(\$/oz)	31.08

Bullion Futures DGCX

Description	Contract	LTP
Gold(\$/oz)	OCT24	2652.1
Gold Quanto	OCT 24	75738
Silver(\$/oz)	DEC 24	31.24

Gold Ratio

Description	LTP
Gold Silver Ratio	84.54
Gold Crude Ratio	39.01

Weekly CFTC Positions

	Long	Short	Net
Gold(\$/oz)	282912	28071	254841
Silver	58519	12431	46088

MCX Indices

Index	Close	Net Change	% Chg
MCX iCOMDEX Bullion	18848.74	-61.23	-0.32 %

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
01 st October 07:30 PM	United States	ISM Manufacturing PMI	47.6	47.2	High
01 st October 07:30 PM	United States	JOLTS Job Openings	7.64M	7.67M	High
01 st October 07:30 PM	United States	ISM Manufacturing Prices	53.5	54.0	Medium
01 st October 07:30 PM	United States	Construction Spending m/m	0.2%	-0.3%	Low
01 st October 08:40 PM	United States	FOMC Member Bostic Speaks	-	-	Low
01 st October 08:45 PM	United States	FOMC Member Cook Speaks	-	-	Low

Nirmal Bang Securities - Daily Bullion News and Summary

Gold declined on Monday after Federal Reserve Chair Jerome Powell signaled he was in no hurry to make further interest-rate cuts. Powell said the central bank will lower interest rates “over time,” while again emphasizing that the overall US economy remains on solid footing. He also reiterated his confidence that inflation will continue moving toward the Fed’s 2% target, adding that economic conditions “set the table” for a further easing of price pressures. “Looking forward, if the economy evolves broadly as expected, policy will move over time toward a more neutral stance,” Powell told the annual meeting of the National Association for Business Economics in Nashville. “But we are not on any preset course,” he said, noting that policymakers will continue to make decisions meeting by meeting based on incoming data. Bullion traded near \$2,634 an ounce, after hitting a fresh record last week as the Fed’s preferred measure of underlying US inflation barely rose for August, underscoring a cooling economy. Traders have now priced about 75 basis points of easing by year-end. Elevated rates tend to be bearish for gold, which doesn’t pay interest. Gold finished the third quarter up 13%, its biggest advance since early 2016. Along with rate-cut optimism; it’s been boosted by robust central-bank purchases and increased haven demand; amid heightened geopolitical tensions in the Middle East and Ukraine. A US presidential election that’s too close to call — and could be massively consequential for markets — is about five weeks away.

Hungary Raises Gold Reserves to 110 Tons From 94.5 Tons - Hungary’s central bank has raised its gold reserves, citing the precious metal’s role as a safe haven amid rising market uncertainty, according to National Bank of Hungary statement. Central bank raised its gold reserve by more than 10 times in 2018 to 31.5 tons and then tripled it in 2021. NOTE: Gold has gained almost 30% this year, supported by strong central bank purchases and heightened geopolitical tensions driving haven demand.

Gold is primed to extend its record-breaking rally with ETF holdings on the rise, more Fed cuts likely on the way and the US election around the corner. About a quarter of respondents to the latest MLIV Pulse survey noted that buying gold is the best trade to *avoid* for the rest of the year. They may be sorely disappointed as the metal has plenty of tailwinds. One is ETF holdings backed by physical bullion and tracked by Bloomberg. Those have risen nearly 4% since hitting a nadir in May. Another potential catalyst in the coming weeks is the US election. In an earlier survey, most participants picked the gold metal as the preferred haven in case former President Donald Trump wins again. With odds potentially shifting closer to the date, any jitters around the election could see gold benefitting. Election Day will then be followed by another highly-anticipated Fed meeting, where traders see another 50-bp cut a coin toss. Moderating spending and a continued slide in the Fed have preferred measure of inflation could give the Fed reasons to follow through on such a move, which would again benefit gold. Technical are also indicating that momentum is still firmly favorable for the precious metal. Gold hit a fresh record \$2,685.58/oz. in the spot market last week and prices are above key moving averages. The metal edged lower on Monday ahead of a speech by Fed Chair Powell as traders await clues on the scale of the central bank’s next move.

Indian banks and non-bank financial companies must address shortcomings in their loans against pledge of gold ornaments and jewellery and inform the Reserve Bank of India about the steps they have taken within three months, the central bank said in a statement Monday. Gaps in the provision of loans by lenders included valuation of gold in the absence of the customer, over-reliance on external entities like fintechs of business correspondents for credit appraisal or KYC compliance, and improper application of risk weights and monitoring of loan-to-value ceilings. Weak monitoring and due diligence on transactions was seen among some lenders, who granted the same individual an unusually high number of gold loans in the same financial year. Failing to categorize gold loans as non-performing assets in the system and instead issuing fresh loans to evergreen them was another issue observed by the central bank in its review.

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Fundamental Outlook: Gold and silver prices are trading marginally higher today on the international bourses. We expect gold and silver prices to trade slightly higher for the day, as gold prices are steady after tumbling the most since August as traders pared bets on the pace of rate cuts by the Federal Reserve.

Key Market Levels for the Day

Bullion	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	December	2600	2630	2650	2670	2690	2710
Silver – COMEX	December	31.00	31.20	31.50	31.70	32.00	32.30
Gold – MCX	October	74950	75250	75500	75800	76000	76200
Silver – MCX	December	89000	89800	90500	91300	92000	92800

Nirmal Bang Securities - Daily Currency Market Update

Dollar Index

LTP/Close	Change	% Change
100.78	0.40	0.40

Bond Yield

10 YR Bonds	LTP	Change
United States	3.7809	0.0304
Europe	2.1220	-0.0100
Japan	0.8610	0.0070
India	6.7500	-0.0110

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.4496	0.0154
South Korea Won	1314.7	4.1500
Russia Rubble	93.0001	-0.3250
Chinese Yuan	7.0187	0.0076
Vietnam Dong	24568	-38.0000
Mexican Peso	19.6915	-0.0011

NSE Currency Market Watch

Currency	LTP	Change
NDF	83.93	-0.0100
USDINR	83.9	0.0875
JPYINR	59.115	0.5250
GBPINR	112.385	0.2750
EURINR	93.96	0.4425
USDJPY	141.93	-0.6400
GBPUSD	1.3392	0.0018
EURUSD	1.1209	0.0045

Market Summary and News

□ Indian rupee traders will parse data on current account deficit which widened less than estimated in the second quarter. USD/INR rises 0.1% to 83.8013 on Monday; Implied opening from forwards suggest spot may start trading around 83.81. India's current account deficit widened marginally last quarter as the nation's trade gap increased due to higher imports and weak exports. The shortfall in the broadest measure of trade in goods and services was \$9.7 billion, or 1.1% of gross domestic product in the quarter, the Reserve Bank of India said in a statement on Monday. This compares with a revised surplus reading of \$4.6 billion seen in the January-March quarter. Portfolio inflows continue to maintain a strong streak on FYTD basis, according to a DBS note. Strong inflows have, however, not translated into a strong currency, as the rupee's rally to above 83.50 was brief, before trading back around 83.70 (YTD regional underperformer). Our FX strategist expects the broader dollar index to test crucial support levels in the quarter ahead, which might see the INR gain ground but still lag the recovery in Asian peers. 10-year yields fell 1bps to 6.75% on Monday. Global Funds Sell Net 97.9B Rupees of India Stocks Sept. 30: NSE. They bought 1.3 billion rupees of sovereign bonds under limits available to foreign investors, and withdrew 690 million rupees of corporate debt. State-run banks bought 10.1 billion rupees of sovereign bonds on Sept. 30: CCIL data. Foreign banks bought 22.3 billion rupees of bonds.

□ The dollar rose to a daily high after Federal Reserve Chair Jerome Powell downplayed the urgency in lowering interest rates as revisions to incomes has helped reduce downside risks to the economy. The greenback is still on track for the longest monthly losing streak since early 2023. The Bloomberg Dollar Spot Index rose 0.4%, but still on track for a full-quarter loss of 3.6%. "A touch more hawkish, but he's really sticking to the same message overall from the meeting," said Helen Given, a foreign-exchange trader at Monex Inc. "It's markets that got ahead of themselves correcting more than Powell changing his tone." EUR/USD down by 0.3% to 1.1124; Germany's government is poised to cut its prediction for Europe's biggest economy and now expects no expansion at all this year, according to people familiar with the matter. EUR/GBP fell as much as 0.4%, touching 0.8313, the lowest level since April 2022. "The market is finally coming around to the fact that the Eurozone outlook has deteriorated sharply," said Win Thin, global head of markets strategy at Brown Brothers Harriman. GBP/USD steady, trading near 1.3372; The UK economy grew more slowly than thought in the second quarter, suggesting the recovery from recession was already losing steam as Labour came to power. USD/JPY up 1% to 143.71; Japan's incoming Prime Minister Shigeru Ishiba is planning to dissolve the country's lower house on Oct. 9 and hold a general election on Oct. 27, according to NHK without attribution. Leveraged funds pared residual long yen positions in favor of the greenback and Australian dollar since Friday due to Japan general election risk and China stimulus, according to an Asia-based FX trader. AUD/USD rises 0.2% to 0.6915.

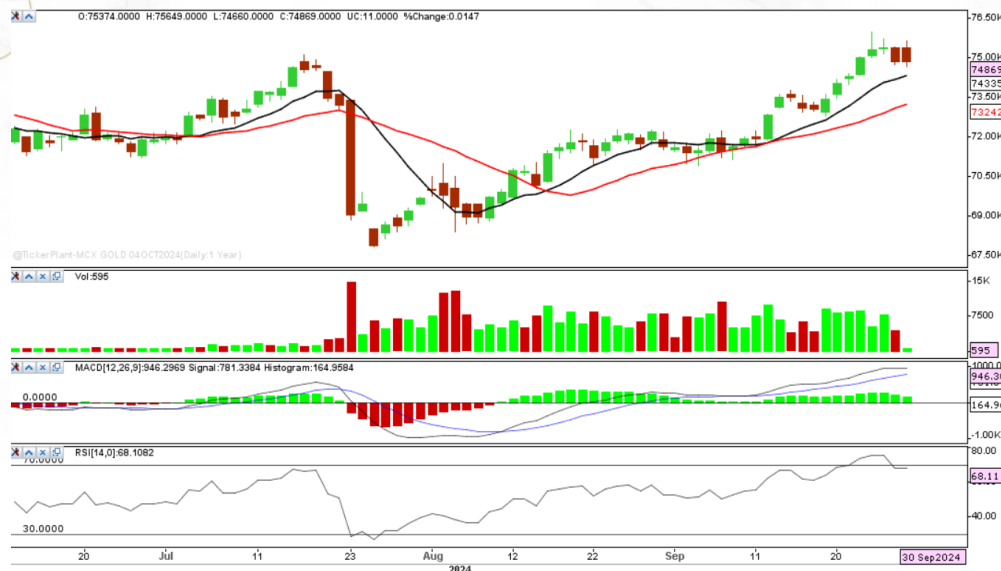
□ Emerging-market stocks pulled back following a seven-day winning streak after US Federal Reserve Chair Jerome Powell signaled he was in no hurry to cut interest-rates. MSCI's emerging stock index dipped amid a pullback in tech shares that led a recent rally. The index clocked a nearly 6.5% advance for the month, its best since last November. China's CSI 300 Index jumped 8.5%, the most since 2008, as investors piled into stocks ahead of a week-long holiday in the wake of stimulus measures in the world's No. 2 economy. MSCI's emerging market currency index edged up 0.1% as gains in the Thai baht were offset by losses in South Africa's rand. Powell said the central bank will lower interest rates "over time" and said the US didn't have the data yet to make a call on whether policy makers could deliver another 50bps cut at their November meeting or slow the pace of easing to 25bps. Colombia's peso slipped as the country's central bank cut its benchmark interest by another 50bps. Colombia's central bank board elected Governor Leonardo Villar for a second four-year term, potentially reassuring investors worried about political interference in monetary policy. Yields on South Africa's benchmark government bonds dropped below 10% for the first time since April 2022, as a global risk-on rally coincides with signs of fiscal stability at home.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR SPOT	83.6650	83.7125	83.7675	83.8325	83.8725	83.9250

Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View

Open	75979
High	76120
Low	75366
Close	75617
Value Change	-101
% Change	-0.13
Spread Near-Next	0
Volume (Lots)	6401
Open Interest	16980
Change in OI (%)	-5.34%

Gold - Outlook for the Day

BUY GOLD DEC (MCX) AT 75500 SL 75250 TARGET 75800/76000

Silver Market Update



Market View

Open	91519
High	92156
Low	90200
Close	90641
Value Change	-757
% Change	-0.83
Spread Near-Next	2431
Volume (Lots)	17308
Open Interest	25760
Change in OI (%)	1.46%

Silver - Outlook for the Day

BUY SILVER DEC (MCX) AT 90500 SL 89800 TARGET 91500/92000

Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View	
Open	83.8275
High	83.9200
Low	83.8275
Close	83.9000
Value Change	0.0875
% Change	0.1044
Spread Near-Next	-0.5730
Volume (Lots)	343875
Open Interest	1068439
Change in OI (%)	4.16%

USDINR - Outlook for the Day

The USDINR future witnessed flat opening at 83.82, which was followed by a session where price shows strong buying from lower level with candle enclosure near high. A green candle has been formed by the USDINR price where price above 10-days moving average placed at 83.84. The short-term moving averages given negative crossover. On the daily chart, the MACD showed a negative crossover above zero-line, while the momentum indicator, RSI moving toward north 50 levels shows positive indication. We are anticipating that the price of USDINR futures will fluctuate today between 83.86 and 83.95.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR OCT	83.8175	83.8650	83.9025	83.9550	84.0075	84.0550

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