



India Bullion and Jewellers Association Ltd.

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Daily Bullion Physical Market Report

Date: 20th July 2021

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	48150	48126
Gold	995	47957	47933
Gold	916	44105	44083
Gold	750	36113	36095
Gold	585	28168	28154
Silver	999	67689	67790

* Rates are exclusive of GST as of 19th July 2021
Gold in Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	Gold*	Silver*
19 th July 2021	48126	67790
16 th July 2021	48273	68912
15 th July 2021	48424	69233
14 th July 2021	48155	69120

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

COMEX Futures Watch

Description	Contract	Close	Change	% Chg
Gold(\$/oz)	Aug	1809.20	-5.80	-0.32
Silver(\$/oz)	July	25.14	-0.65	-2.52

Bullion Futures DGCX

Description	Contract	LTP
Gold (\$/oz)	28 th July 2021	1811.5
Gold Quanto	27 th July 2021	48114
Silver (\$/oz)	27 th August 2021	25.14

ETF Holdings as on Previous Close

ETF	In Tons	Net Change
SPDR Gold	1,028.55	0.00
iShares Silver	17,451.62	224.88

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	1803.25
Gold London PM Fix(\$/oz)	1814.90
Silver London Fix(\$/oz)	25.33

Weekly CFTC Positions

	Long	Short	Net
Gold	1,52,954	49,965	1,02,989
Silver	59,984	25,216	34,678

Gold Ratio

Gold Silver Ratio	71.95
Gold Crude Ratio	27.24

MCX Indices

Index	Close	Net Change	% Change
MCX iCOMDEX Bullion	14709.74	-56.24	-0.38%

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
20 th July 6:00PM	United States	Building Permits	1.69M	1.68M	Low
20 th July 6:00PM	United States	Housing Starts	1.59M	1.57M	Low



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Nirmal Bang Securities - Daily Bullion News and Summary

- Metals slumped on concern that resurgence in Covid-19 outbreaks will hamper the global economic recovery. The spread of the delta virus variant is stoking a risk-off mood as investors consider whether new lockdown restrictions will sap the economic rebound. Stocks tumbled around the globe, while a gauge of the dollar rose to the highest since early April. Gold pared earlier losses, as gains in the dollar eased. Rallies in industrial metals have wavered in recent weeks as investors weigh potential headwinds ranging from the Federal Reserve's hawkish pivot to efforts by top consumer China to rein in surging commodities prices. Gold, which often benefits from haven demand amid economic uncertainty, was buffeted as investors instead turned to the dollar, while Southeast Asia -- a key gold-buying center -- continued to reel from a wave of infections.
- The question of who controls more than \$1 billion of Venezuelan gold stored in the Bank of England's vaults, took another twist after the British government said that it continues to recognize the leadership of opposition figure Juan Guaido. A U.K. Supreme Court hearing that started Monday will decide whether the BOE must release the bullion to the Venezuelan central bank, controlled by the government of Nicolas Maduro. The long-running legal battle has reached the top court after judges questioned whether the U.K.'s previous recognition of Guaido was clear and ignored Maduro's effective control in Caracas. But the U.K.'s foreign secretary, Dominic Raab, rejected the earlier ruling, saying that his government has formally recognized Guaido as interim president in all respects since early 2019 and continues to do so, according to documents prepared for the four-day hearing. That recognition came after Maduro was inaugurated for a second term following an election that the U.S. and others said was rigged.
- President Joe Biden said he believes the surge in U.S. inflation is temporary and that he has told Federal Reserve Chairman Jerome Powell that he respects the central bank's independence. Biden said Monday at the White House that recent price increases are "temporary," countering Republican arguments that the president's economic spending plans would cause inflation to spiral out of control. But he also emphasized that he wouldn't interfere with the central bank's policies: "As I made clear to Chairman Powell of the Federal Reserve when we met recently, the Fed is independent. It should take whatever steps it deems necessary to support a strong and durable economic recovery."
- Exchange-traded funds cut 188,572 troy ounces of gold from their holdings in the last trading session, bringing this year's net sales to 6.81 million ounces, according to data compiled by Bloomberg. This was the biggest one-day decrease since June 7 and the third straight day of declines. State Street's SPDR Gold Shares, the biggest precious-metals ETF, pared its holdings by 187,160 ounces in the last session. The fund's total of 33.1 million ounces has a market value of \$59.9 billion. ETFs added 558,020 troy ounces of silver to their holdings in the last trading session, bringing this year's net purchases to 30.6 million ounces.

Fundamental Outlook: Gold and silver prices are trading slightly higher on international bourses today. We expect precious metals prices on Indian bourses to trade higher for the day. We recommend buy on dips for intra-day trading session, as the spread of the delta coronavirus variant threatens the world's exit from the pandemic, boosting haven demand.

Key Market Levels for the Day

	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	August	1755	1770	1800	1840	1855	1878
Silver – COMEX	July	25.20	25.65	25.80	26.40	26.80	27.30
Gold – MCX	August	47730	47900	48150	48300	48500	48680
Silver - MCX	July	66000	66600	67300	67750	68300	68800



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Nirmal Bang Securities - Daily Currency Market Update

Dollar index

LTP/Close	Change	% Change
92.89	0.20	0.22

Bond Yield

10 YR Bonds	LTP	Change
United States	1.1888	-0.1015
Europe	-0.3870	-0.0320
Japan	0.0150	-0.0100
India	6.1920	-0.0200

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.2517	0.1365
South Korea Won	1147.7	7.6500
Russia Ruble	74.6676	0.5841
Chinese Yuan	6.4905	0.0114
Vietnam Dong	23017	7
Mexican Peso	20.0762	0.184

NSE Currency Market Watch

Currency	LTP	Change
NDF	75.27	0.01
USDINR	75.0425	0.335
JPYINR	68.3325	0.5475
GBPINR	102.8775	-0.2625
EURINR	88.3975	0.1875
USDJPY	109.76	-0.41
GBPUSD	1.371	-0.0097
EURUSD	1.1778	-0.0028

Market Summary and News

- The dollar is holding a gain after falling from the day's highs amid stop-loss and model sales, as U.S. 10-year yields slide to the lowest since February on Covid-19 variant concerns. The Dollar Spot Index is up 0.2%; earlier rose as much as 0.5%. Risk-off sentiment can become supportive for the shared currency if it reaches a point where it scales back Fed rate hiking expectation. There is more upside for the USD in the near term as the OPEC+ agreement to increase oil supplies could weigh on energy companies in Asia and add to the negative tone from last week's equities close. There is also the gloomy outlook for growth as global virus cases spike again. Moreover, the dollar is losing its reaction function to falling Treasury yields, which suggests it is attracting haven flows. Since the start of July, 10-year yields have declined around 18bps Dollar Spot Index is 0.3% higher. The forex markets are likely to find liquidity below average levels for the next few weeks and that will exaggerate the impact of any stop-loss selling. Markets are positioning still shows that USD longs are far from being extreme.
- India's rupee weakened with its emerging-Asian peers as concern over a virus resurgence around the world sapped demand for risk assets. USD/INR rose 0.4% to 74.8763, its biggest one-day gain in a month. Risk-off sentiment is prevailing as the third-wave expectations increase, even as the U.K. opens completely. The number of Covid cases in the U.K. and U.S. have increased significantly, taking the dollar index higher amid risk-aversion sentiment. The country's foreign exchange reserves increased by USD 1.883 billion to touch a record high of USD 611.895 billion. The increase in forex reserves was on account of the rise in foreign currency assets (FCA), a major component of the overall reserves, the Reserve Bank of India's (RBI) weekly data showed. The country's reserve position with the IMF increased by USD 3 million to USD 5.107 billion in the reporting week, the data showed. Thus, providing a silver lining to the depreciating Indian Rupee.
- Boris Johnson's plan to get the U.K. back to normal is at risk of being derailed amid a public outcry over his attempt to dodge pandemic isolation rules, as Covid-19 cases soar the most in the world. Coronavirus restrictions expired in England on Monday, a moment that was meant to herald the full reopening of an economy battered by its deepest recession. But the lifting of curbs came against a fraught backdrop of surging infections and political strife for Johnson. The U.K. added more than 54,000 new cases Saturday, and over 47,600 on Sunday, more than Indonesia, the current pandemic epicentre. The surge in cases weighed on the pound, which fell as much as 0.4% to \$1.3707, the lowest since mid-April. Meanwhile, demand for safety boosted U.K. government bonds, with 10-year gilt yields falling two and a half basis points to 0.60%. The prime minister, meanwhile, is fighting to regain his credibility after a furious backlash forced him and finance minister Rishi Sunak to abandon an initial attempt to avoid their own government's isolation rules.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	74.4000	74.5500	74.7000	75.0000	75.1200	75.2500



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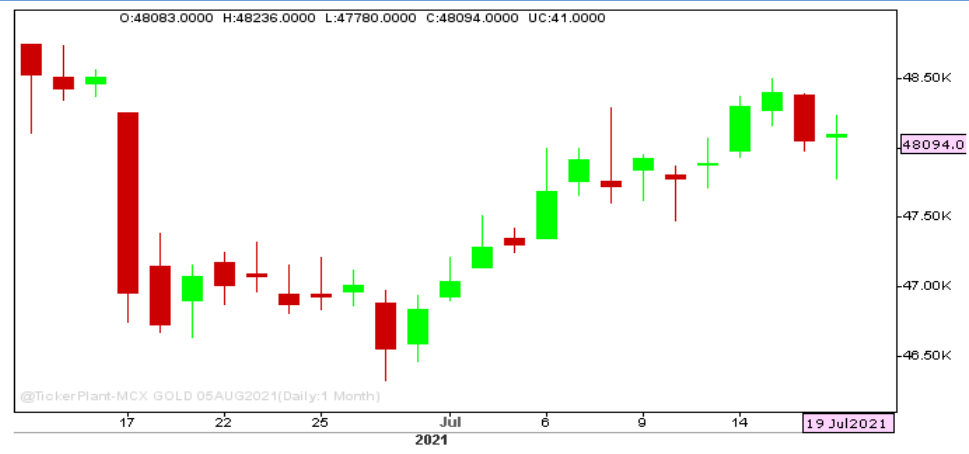
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Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View

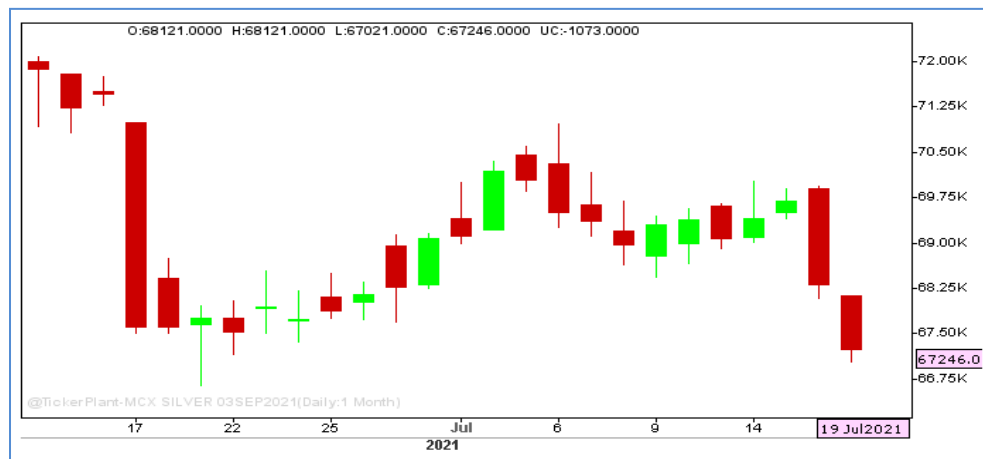
Open	48083
High	48236
Low	47780
Close	48094
Value Change	41
% Change	0.09
Spread Near-Next	266
Volume (Lots)	8750
Open Interest	6319
Change in OI (%)	-9.53%

Gold - Outlook for the Day

Gold prices trading positive, 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.

BUY GOLD AUG (MCX) AT 48150 SL 47900 TARGET 48400/48500

Silver Market Update



Market View

Open	68121
High	68121
Low	67021
Close	67246
Value Change	-1073
% Change	-1.57
Spread Near-Next	1293
Volume (Lots)	16132
Open Interest	13604
Change in OI (%)	6.20%

Silver - Outlook for the Day

Silver prices too trading ranged bound for the last two weeks. We recommend going long between 25.50-60 for the target of 26.50-70.

BUY SILVER SEPT (MCX) AT 67200 SL 66600 TARGET 68200/68500



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Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View

Open	74.88
High	75.095
Low	74.775
Close	75.0425
Value Change	0.335
% Change	0.45
Spread Near-Next	0.245
Volume	1926119
Open Interest	1647539
Change in OI (%)	4.54%

USDINR - Outlook for the Day

USDINR witnessed a weak open at 74.60 but reversed the momentum to trade in green marking the high at 74.75 with closure near the same at 74.70. The pair has formed a small green candle with closure in sideways indicating weakness in the pair. USDINR has given closure below the short-term moving average while holding support at the medium- and long-term moving average. USDINR if opens below 74.99 will witness the bearish momentum to test the lows of 74.84 – 74.78 – 74.69. However, an open above 75.10 could continue retracing the momentum towards 75.22 – 75.35. The daily strength indicator RSI and momentum oscillator both heading to the positive zone indicating bullish sentiment in the pair.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR July	74.4800	74.6000	74.7700	75.1500	75.2800	75.4200



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