



India Bullion and Jewellers Association Ltd.

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Daily Bullion Physical Market Report

Date: 23rd November 2021

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	48949	48834
Gold	995	48753	48638
Gold	916	44837	44732
Gold	750	36712	36626
Gold	585	28635	28568
Silver	999	65727	65829

* Rates are exclusive of GST as of 22nd November 2021
Gold in Rs/10 Gm & Silver in Rs/Kg

COMEX Futures Watch

Description	Contract	Close	Change	% Chg
Gold(\$/oz)	Feb	1809.10	-45.20	-2.44
Silver(\$/oz)	Mar	24.36	-0.48	-1.94

ETF Holdings as on Previous Close

ETF	In Tons	Net Change
SPDR Gold	985.00	0.00
iShares Silver	172,087.93	35.97

Weekly CFTC Positions

	Long	Short	Net
Gold	2,08,350	44,307	1,64,043
Silver	59,839	23,969	35,870

MCX Indices

Index	Close	Net Change	% Change
MCX iCOMDEX Bullion	14614.30	-257.02	-1.76%

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
23 rd November 08:15 PM	United States	Flash Manufacturing PMI	59.0	58.4	MEDIUM
23 rd November 08:15 PM	United States	Flash Services PM	59.1	58.7	MEDIUM
23 rd November 08:30 PM	United States	Richmond Manufacturing Index	10	12	LOW

Gold and Silver 999 Watch

Date	Gold*	Silver*
22 nd November 2021	48834	65829
18 th November 2021	49235	66486
17 th November 2021	49153	66553
16 th November 2021	49553	66883

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

Bullion Futures DGCX

Description	Contract	LTP
Gold (\$/oz)	26th November 2021	1803.9
Gold Quanto	25th November 2021	47943
Silver (\$/oz)	26th November 2021	24.24

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	1841.10
Gold London PM Fix(\$/oz)	1816.05
Silver London Fix(\$/oz)	24.69

Gold Ratio

Gold Silver Ratio	74.26
Gold Crude Ratio	23.57



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Nirmal Bang Securities - Daily Bullion News and Summary

- Gold extended its decline after the White House announced that President Joe Biden selected Jerome Powell for a second four-year term as Federal Reserve chair while elevating Governor Lael Brainard to vice chair. The move is keeping consistency at the U.S. central bank as the nation grapples with the fastest inflation in decades and the lingering effects of Covid-19. The dollar strengthened in response while Treasury yields extended gains, weighing on bullion's appeal for investors. Traders are pricing in a faster pace of tapering bond purchases by the Fed and the potential for rate hikes in June. They're also expecting a moved-up, second rate hike at next year's November Fed meeting, compared to December 2022 previously. Higher rates, which typically result in a stronger dollar, weigh on bullion as it generates no interest. Still, worries about out-of-control inflation have led ETF investors to revive their interest in gold, with bullion ETF holdings on Friday jumping by more than 10 tons, the most since January. Fund managers also remained bullish with their net long wagers in Comex futures at a 14-month high as of Nov. 16. This week, traders will look to a slate of U.S. economic data including figures for growth and the Fed's favoured inflation metric. Minutes from the central bank's latest meeting will also be scrutinized.
- Exchange-traded funds added 327,437 troy ounces of gold to their holdings in the last trading session, bringing this year's net sales to 8.82 million ounces, according to data compiled by Bloomberg. This was the biggest one-day increase since Jan. 15. The purchases were equivalent to \$604.4 million at the previous spot price. Total gold held by ETFs fell 8.2 percent this year to 98.2 million ounces. State Street's SPDR Gold Shares, the biggest precious-metals ETF, boosted its holdings by 261,670 ounces in the last session. ETFs also added 51,800 troy ounces of silver to their holdings in the last trading session, bringing this year's net purchases to 19.9 million ounces.
- President Joe Biden said Federal Reserve Chairman Jerome Powell is the right person to lead the central bank as the U.S. economy continues to recover from the pandemic and the government moves to combat rising inflation. "It's the Fed's job to balance two key goals. The first is to achieve maximum employment to get as many Americans working as possible. The second is to keep inflation low and stable," Biden said. "To meet these goals is going to require patience, skill and independence." The president said he'd chosen not to replace Powell, appointed by his Republican predecessor, with a more liberal nominee because "we need stability and independence at the Federal Reserve." He said he also sought to avoid politicizing the nomination. "Jay's proven the independence I value in the Fed chair," Biden said. "In the last administration, he stood up to unprecedented political interference." The president's choice is a vote of confidence in Powell's leadership through the coronavirus pandemic, despite a rapid rise in inflation in recent months and agitation by some progressive lawmakers and activists for change. The president said that the nation's post-pandemic economic growth and jobs gains validated his selection of Powell for a second four-year term.
- Federal Reserve Bank of Atlanta President Raphael Bostic said the central bank may need to speed up its removal of monetary stimulus in response to strong employment gains and surging inflation, allowing for an earlier-than-planned increase in interest rates. "A faster taper would certainly give us more optionality as we move into 2022 and see sort of where the data takes us," Bostic said Monday in a Bloomberg Television interview with Kathleen Hays. "I definitely think it is appropriate for us to be talking about the pace of tapering and being open to a faster one." Fed officials could debate a more rapid drawdown of their mammoth bond-buying program at their upcoming Dec. 14-15 policy meeting. A trio of policy makers -- Vice Chair Richard Clarida, Governor Christopher Waller and St. Louis Fed President James Bullard -- said last week that a faster taper might be considered when U.S. central bankers next gather. A swifter reduction in asset purchases would give policy makers an earlier opportunity to lift interest rates from near zero should they deem that necessary to keep the economy from overheating. The current pace of tapering, which got underway this month, would imply wrapping up the process in June 2022.
- The European Central Bank is "serious" about ending its emergency bond-buying program in March and may not need to expand regular asset purchases to cover the shortfall, according to Governing Council member Francois Villeroy de Galhau. The Bank of France chief's reluctance to commit to more stimulus comes amid a bout of elevated inflation -- but also as Europe's economic outlook is clouded by a spike in Covid-19 infections that have triggered lockdowns in some countries. Villeroy said that while health is the No. 1 priority, each wave of the pandemic has caused less damage than the last, and the continent's high vaccination rates will prove an "economic advantage." Once the ECB has exited its emergency stimulus program, known as PEPP, it should gradually "adapt" its pre-crisis APP program "as a second step" and remain open in terms of pace and timing, he told Germany's Boersen-Zeitung newspaper in an interview published Monday. After Villeroy's comments on the end of PEPP were published, investors pushed up Italian borrowing costs. The country's 10-year bond yield climbed eight basis points to 0.94%, widening the premium over German counterparts by three basis points to 124.
- Fundamental Outlook:** Gold and silver prices are trading slightly lower today on international bourses. We expect precious metals prices on Indian bourses to trade range-bound to slightly lower for the day. We continue recommending a sell on rising in the intra-day trading session after the White House announced that President Joe Biden selected Jerome Powell for a second four-year term as Federal Reserve chair which the market anticipates that the Fed will continue maintaining its dovish stance and continue to battle inflation and also the climate change.

Key Market Levels for the Day

	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	December	1755	1780	1800	1820	1835	1860
Silver – COMEX	December	23.70	23.90	24.10	24.45	24.70	24.88
Gold – MCX	December	47450	47600	47880	48000	48200	48500
Silver - MCX	December	62850	63500	64100	64850	65200	66000



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Nirmal Bang Securities - Daily Currency Market Update

Dollar index

LTP/Close	Change	% Change
96.55	0.52	0.54

Bond Yield

10 YR Bonds	LTP	Change
United States	1.6236	0.0773
Europe	-0.3030	0.0410
Japan	0.0750	-0.0050
India	6.3510	0.0070

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.5964	-0.0138
South Korea Won	1185.15	-0.1500
Russia Ruble	74.8384	1.3574
Chinese Yuan	6.3851	-0.002
Vietnam Dong	22671	21
Mexican Peso	21.0025	0.1723

NSE Currency Market Watch

Currency	LTP	Change
NDF	74.7	0.05
USDINR	74.4325	0.095
JPYINR	65.2325	0.0775
GBPINR	100.0675	-0.29
EURINR	84.065	-0.305
USDJPY	114.03	-0.01
GBPUSD	1.3444	-0.0056
EURUSD	1.1296	-0.0058

Market Summary and News

- President Joe Biden will give a speech on the economy and combating inflation on Tuesday as markets await his decision on the next Federal Reserve chair and possible moves to bring down U.S. energy prices. For the U.S. central bank, Biden is choosing between Chair Jerome Powell and Fed Governor Lael Brainard, who is viewed as more liberal on climate change and bank regulation. The White House has said Biden will announce his choice before the Thanksgiving holiday on Nov. 25. The president will deliver remarks on the economy and lowering prices for the American people on Tuesday, the White House said in a statement on Sunday. Inflation has emerged as a political burden for Biden as gasoline prices that Americans pay at the pump hit a seven-years high this month. While blaming OPEC countries for the surge, the administration has said it's evaluating all tools to quell rising energy prices, including tapping U.S. crude reserves. Biden has sought to build international support for using oil-consumer countries' crude stockpiles to bring down prices. On Saturday, Japanese Prime Minister Fumio Kishida said his country is considering releasing oil from its strategic stockpiles, potentially joining China and the U.S. in a coordinated effort to drive down oil prices. That follows a rebuff by the OPEC+ cartel of Biden's call to increase oil production more quickly.
- India's wide vaccination coverage is supporting a swift reopening of the economy. This should boost consumer and business sentiment and increase capacity utilization, setting in motion an investment-led recovery in 2022. A pullback of pandemic-period fiscal and monetary stimulus, both domestically and globally, could temper the strength of the rebound. The GDP growth could remain strong at 8.2% in the year through March 2023, following an estimated 8.9% expansion in fiscal 2022 and a 7.3% contraction in fiscal 2021. Given fluctuations in activity caused by the pandemic, seasonally-adjusted quarter-on-quarter growth over the course of the year gives a clearer picture of the underlying trend. Our projections show a gradual recovery to 5.5% growth in fiscal 2023 from 4.9% in fiscal 2022. Inflation is set to bounce back above the Reserve Bank of India's 6% target ceiling by 3Q 2022 and average 6% in fiscal 2023, up from an average 5.3% in fiscal 2022. With recovery gaining ground, we think the RBI will raise the reverse repo rate in February 2022, earlier than our previous forecast of April. Also expect the RBI to bring forward a policy repo rate hike to October 2022 from February 2023, as it moves to curb inflationary pressures.
- The Indian rupee falls with regional peers on dollar strength. Traders also weighed Prime Minister Narendra Modi's move to scrap three farm laws following protracted protests. Bonds gain on decline in crude oil prices. The weakness was in the rupee was also contributed as the domestic market fell on Monday. The rupee has until now managed to withstand the dollar strength due to the stream of IPO inflows and drop in oil prices. While lower oil prices should help the rupee's cause, market could be bidding the dollar today given subdued risk sentiment. The repeal of farm laws can also be a bit of sentimental setback for rupee and may raise doubts about future reforms by the government.
- This Wednesday is the crucial day this week because a U.S. data-dump lands on a market that will have heightened sensitivity to it for multiple reasons. The dollar just made its highest close in more than a year and now will be driven more by growth data than any marginal information on prices. That there's an inflation problem is no longer in doubt, but the central bank reaction function absolutely is still to be clarified. So what matters most now are data that help indicate whether the economy can cope with more aggressive tightening or whether it remains vulnerable to a recessionary tailspin. After Tuesday's preliminary PMIs, Wednesday brings durable goods, personal spending, jobless claims, new home sales and GDP. It is these prints that will drive front-end yields, which, in turn, matter most for the dollar And with Thanksgiving curtailing liquidity at the end of the week, market reactions will need to be executed quickly. Black Friday will prove an important gauge of not just the consumer but also on how damaging supply-chain issues are for growth, with previews warning that disappointing sales may not be due to poor demand but instead a lack of product.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	74.1000	74.1400	74.3100	74.4700	74.6500	74.8000



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Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View

Open	48794
High	48875
Low	47882
Close	47923
Value Change	-905
% Change	-1.85
Spread Near-Next	270
Volume (Lots)	9422
Open Interest	5172
Change in OI (%)	-10.36%

Gold - Outlook for the Day

In Gold We have seen selloff in gold prices almost 20-25\$ left the yellow metal red in a last trading session. It seems that the prices are likely to take support around 1790. We are recommending buying on dips for the target of 1848-60.

SELL GOLD DEC (MCX) AT 48200 SL 48500 TARGET 47800/47600

Silver Market Update



Market View

Open	65458
High	66056
Low	64428
Close	64571
Value Change	-985
% Change	-1.5
Spread Near-Next	1073
Volume (Lots)	14949
Open Interest	7154
Change in OI (%)	-7.59%

Silver - Outlook for the Day

Silver witnessed selloff yesterday. We are recommending buying on dips around 24.10-20 for target 24.65-80.

SELL SILVER DEC (MCX) AT 65100 SL 65750 TARGET 64000/63500



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Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View

Open	74.3775
High	74.5775
Low	74.3475
Close	74.4325
Value Change	0.095
% Change	0.13
Spread Near-Next	-0.2993
Volume	1912722
Open Interest	1738531
Change in OI (%)	-8.49%

USDINR - Outlook for the Day

USDINR witnessed a positive open at 74.37 followed by the bullish momentum marking the high at 74.5775. However, in the last trading hours, pair lost most of the gains leading to a flat closure in green at 74.4325. On the daily chart; the pair has formed a flat green candle with long upper shadows indicating resistance at higher levels. The pair has given closure above the long term moving average with resistance at short and medium term moving average. USDINR if breaches the support of 74.37 will go on to test the lows of 74.25 – 74.10 and one can go short for the same. However, an open above 74.57 could test the highs of 74.88. The daily strength indicator RSI and momentum oscillator Stochastic both have start to move above their respective reference line indicating turn of momentum on the positive side in the pair.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR November	74.1000	74.1500	74.3000	74.6000	74.7200	74.8800



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