



India Bullion and Jewellers Association Ltd.

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Daily Bullion Physical Market Report

Date: 07th July 2020

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	48283	48359
Gold	995	48090	48165
Gold	916	44227	44297
Gold	750	36212	36269
Gold	585	28246	28290
Silver	999	48803	49255

* Rates are exclusive of GST as of 06th July 2020
Gold in Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	Gold*	Silver*
06 th July 2020	48359	49255
03 rd July 2020	48354	48555
02 nd July 2020	48308	48580
01 st July 2020	48886	49655

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

COMEX Futures Watch

Description	Contract	Close	Change	% Chg
Gold(\$/oz)	Aug	1793.50	3.50	0.20
Silver(\$/oz)	July	18.58	0.26	1.42

Bullion Futures DGCX

Description	Contract	LTP
Gold (\$/oz)	29July2020	1780.6
Gold Quanto	29July2020	48245
Silver (\$/oz)	26 July2020	18.67

ETF Holdings as on Previous Close

ETF	In Tons	Net Change
SPDR Gold	1,191.47	0.00
iShares Silver	15,672.16	57.95

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	1774.40
Gold London PM Fix(\$/oz)	1787.90
Silver London Fix(\$/oz)	18.26

Weekly CFTC Positions

	Long	Short	Net
Gold	2,13,528.00	33,527.00	1,80,001.00
Silver	60,594.00	24,863.00	35,731.00

Gold Ratio

Gold Silver Ratio	96.52
Gold Crude Ratio	44.14

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
08 th July 8:00PM	United States	Crude Oil Inventories	-	-7.2M	Medium



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Nirmal Bang Securities - Daily Bullion News and Summary

Market Summary and News

- Gold held near the highest level in more than seven years on demand for haven assets amid the resurgence in coronavirus cases in some parts of the world, while the U.S. dollar slipped. The pace of new infections in Tokyo, Iran and elsewhere is raising concerns about a fresh wave. Australia's two most populous states will close their shared border from Tuesday night as authority's battle to contain a spike in cases. Any vaccine developed to ward off the novel coronavirus would likely be limited in how long it shields against infection, according to top U.S. infectious disease expert Anthony Fauci.
- The wave of cash flowing into gold exchange- traded funds has marked a new milestone. State Street's SPDR Gold Shares ETF, just capped off 15 straight weeks of inflows, boosting the fund's assets to \$68 billion, according to data compiled by Bloomberg. It's the longest streak of money coming into the fund since its debut in 2004. Investors have flocked to gold ETFs on speculation bond yields will stay suppressed for years to come, making assets that don't pay interest more appealing. Forecasts for more monetary and fiscal stimulus to combat the fallout of the coronavirus are also supporting precious metals as the dollar slumps to a one-month low.
- Jerome Powell isn't "even thinking about" raising interest rates, but investors still wonder what it would take for the Federal Reserve chair to start taking his foot off the gas. U.S. central bankers dropped some strong hints on the answer to that question this past week. The minutes of the Federal Open Market Committee's June 9-10 meeting, released July 1, showed "a number" of policy makers favor tying future moves for interest rates and asset purchases to inflation. They even suggested they'll wait until inflation overshoots the Fed's 2% target before making substantial changes.

Fundamental outlook: In the longer run outlook of bullions remains strong but in short term its west vs. east. Sharp decline in India and China demand VS strong investors demand for gold ETFs in the west. We believe \$1800 remains a hurdle for gold.

Expert Opinion

Prithviraj Kothari



“ In India, the biggest focus is towards the demand and not the price. If the market is high then the demand is more towards buying. ”

	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	August	1730	1750	1770	1790	1810	1830
Silver – COMEX	July	17.50	17.70	18.00	18.30	18.50	18.75
Gold – MCX	August	47730	47900	48070	48285	48400	48600
Silver - MCX	July	48300	48800	49500	50000	50400	51000



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Nirmal Bang Securities - Daily Currency Market Update

Dollar index

LTP/Close	Change	% Change
96.73	-0.45	-0.46

Bond Yield

10 YR Bonds	LTP	Change
United States	0.6759	0.0066
Europe	-0.4340	0.0010
Japan	0.0410	0.0130
India	5.8350	-0.0100

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.3576	0.0419
South Korea Won	1195.75	-2.9000
Russia Ruble	71.8102	0.3794
Chinese Yuan	7.0188	-0.0477
Vietnam Dong	23193	-8
Mexican Peso	22.3557	-0.0314

NSE Currency Market Watch

Currency	LTP	Change
NDF	74.83	-0.01
USDINR	74.78	-0.06
JPYINR	69.5625	-0.0875
GBPINR	93.5425	0.2925
EURINR	84.58	0.49
USDJPY	107.52	0.03
GBPUSD	1.2507	0.005
EURUSD	1.1314	0.0078

Market Summary and News

- The Institute for Supply Management said Monday that its non-manufacturing index soared a record 11.7 points to 57.1 last month. Readings above 50 indicate growth, and the June figure exceeded the 50.2 median forecast in a Bloomberg survey of economists. The rebound at service providers follows a similar jump in the group's manufacturing gauge and indicates that the economy is recovering from its pandemic-related recession. At the same time, recent spikes in Covid-19 cases threaten to restrain the pace of improvement in services, which make up nearly 90% of the economy.
- The ISM surveys measure changes in activity rather than levels and can be prone to large swings during turning points in the economy. Businesses are currently facing a variety of hurdles, including elevated unemployment, tepid business investment and weak global demand. The purchasing managers' measure of service-related business activity, which parallels the ISM's factory production index, jumped a record 25 points to 66 in June, the second-highest in records dating back to 1997. A gauge of new orders climbed nearly 20 points to a four-month high of 61.6. The ISM's measure of services employment, however, remains weak and continues to signal job cuts. The gauge advanced to 43.1 in June from 31.8, but is well below a year-ago level of 55.2 as the pandemic continues to upend the labor market across industries.
- The ECB added 12 new securities to its CSPP and PEPP programs during the week ended July 3, according to central bank data. Four securities matured and the value of the CSPP portfolio increased by EU288m at amortized cost. The size of CSPP now at EU220.428b whereas size of PEPP now at EU365.671b. ECB held EU10.579b of corporate bonds and EU35.384b of commercial paper under PEPP as at end-May. Central bank reinstated net asset purchases on Nov. 1; it announced a Pandemic Emergency Purchase Programme of EU750b on March 18 and additional net asset purchases of EU120b until the end of 2020 on March 12
- Asia's primary market for dollar bonds roared back to life on Monday, with a flood of issuers kicking off deals in one of the busiest days of the year. At least 15 issuers including several Chinese property companies and financial firms from Japan offered pricing guidance on new deals or mandated for possible transactions. Borrowers are revving up debt sales after holidays last week curtailed deals, with yield premiums in the region tightening for a 10th-straight week to Friday.
- Investors continue to show strong appetite for Asian issuance, and are focusing on central bank support and rebounding economic indicators over rising coronavirus cases globally, for now. While increased liquidity from central banks is pushing investors into higher-paying risk assets, some credit analysts are urging Asian debt buyers to be cautious on where they put their money as defaults this year are set to remain elevated.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	74.0000	74.2500	74.4500	74.7000	74.9500	75.1500



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Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View

Open	47970
High	48285
Low	47775
Close	48225
Value Change	179
% Change	0.37
Spread Near-Next	128
Volume (Lots)	14508
Open Interest	10768
Change in OI (%)	-4.05%

Gold - Outlook for the Day

Comex Gold Is trading above \$1780 looks positive. It seems that the prices are likely to test \$1800. For the day Positive 9/21 MA shows that the positive momentum and recommend to buy on dips for the target \$1800/1810.

BUY GOLD AUG (MCX) AT 48070 SL 47880 TARGET 48250/48300.

SELL GOLD AUG (MCX) AT 48400 SL 48600 TARGET 48070/48000.

Silver Market Update



Market View

Open	49087
High	50490
Low	48865
Close	49790
Value Change	613
% Change	1.25
Spread Near-Next	0
Volume (Lots)	32728
Open Interest	10896
Change in OI(%)	11.28%

Silver - Outlook for the Day

Comex Silver has been a sharp upside and likely to sustain above \$18.20. It seems the prices are likely to trade positive for the day can test \$18.40 -18.50. The Positive 9/21 MA shows positive momentum in silver can be bought around \$18.00/17.90 flr the target \$18.40-18.50.

BUY SILVER SEPT (MCX) AT 49500 SL 48800 TARGET 50400.

SELL SILVER SEPT (MCX) AT 50400 SL 51000 TARGET 49500.



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Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View	
Open	74.84
High	75.1825
Low	74.7225
Close	74.84
Value Change	-0.055
% Change	-0.07
Spread Near-Next	0.22
Volume	2291607
Open Interest	1714420
Change in OI (%)	-1.02%

USDINR - Outlook for the Day

USDINR had a weak open at 75.77 and witnessed bullish momentum marking high at 74.9775 for first session. However, second session witnessed retraced the gains which lead the pair to close flat at the open. On the daily chart, the pair has formed a flat candle with long upper shadow indicating strong resistance at higher levels. USDINR has also closed in lower lows and highs thus still indicating weakness in the pair. USDINR is now trading below all the important moving averages on the daily chart indicating negative biasness in the pair. USDINR if opens on a positive note and breaches 74.80 on the higher side, the pair can retraced some of the gains towards 75 – 75.15. The daily strength indicator RSI and momentum oscillator Stochastic both are in negative zone which is still indicating weakness in the pair.

Buy USDINR above 74.80 for the target of 75 / 75.15 with the stoploss at 74.65

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR July	74.2500	74.5500	74.7000	75.0000	75.2500	75.5500



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