

### Daily Bullion Physical Market Report

Date: 21<sup>st</sup> May 2025

#### Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	93058	93807
Gold	995	92685	93431
Gold	916	85241	85927
Gold	750	69794	70335
Gold	585	54439	54877
Silver	999	94954	95800

Rate as exclusive of GST as of 20<sup>th</sup> May 2025 Gold is Rs/10 Gm & Silver in Rs/Kg

#### Gold and Silver 999 Watch

Date	GOLD*	SILVER*
20 <sup>th</sup> May 2025	93807	95800
19 <sup>th</sup> May 2025	93785	95755
16 <sup>th</sup> May 2025	92301	94606
15 <sup>th</sup> May 2025	92365	94572

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

#### COMEX Futures Watch

Description	Contract	Close	Change	%Chg
Gold(\$/oz)	AUG 25	3312.60	51.20	1.57
Silver(\$/oz)	JUL 25	33.17	0.67	2.05

#### ETF Holdings as on Previous Close

ETFs	In Tonnes	Net Change
SPDR Gold	921.60	0.57
iShares Silver	13,989.85	74.95

#### Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	3238.45
Gold London PM Fix(\$/oz)	3261.55
Silver London Fix(\$/oz)	32.50

#### Bullion Futures DGCX

Description	Contract	LTP
Gold(\$/oz)	JUN 25	3296
Gold Quanto	JUN 25	94861
Silver(\$/oz)	JUL 25	33.28

#### Gold Ratio

Description	LTP
Gold Silver Ratio	99.86
Gold Crude Ratio	53.40

#### Weekly CFTC Positions

	Long	Short	Net
Gold(\$/oz)	148255	37381	110874
Silver	43560	15100	28460

#### MCX Indices

Index	Close	Net Change	% Chg
MCX iCOMDEX Bullion	21519.30	379.82	1.77 %

#### Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
21 <sup>st</sup> May 09:45 PM	United States	FOMC Member Barkin Speaks	-	-	Low
21 <sup>st</sup> May 09:45 PM	United States	FOMC Member Bowman Speaks	-	-	Low

## Nirmal Bang Securities - Daily Bullion News and Summary

□ Gold rose on Tuesday as traders assessed trade tensions and the Federal Reserve's rate path; with some buying back their previously built bearish positions after bullion reached a key level. Gold suffered its worst weekly decline since November last week amid easing trade tensions. Now, with Moody's Ratings downgrade of the US, traders are re-evaluating the impacts of President Donald Trump's tariff policies. With some progress made in trade deals between the US and other countries including China, many analysts still expect that tariffs will slow the economy and fan inflation. That's a positive environment for gold as it's viewed as a hedge against economic uncertainty. Gold is up 25% this year, driven by the haven demand as well as strong inflows in bullion-backed exchange traded funds and speculative demand from Chinese investors. Separately, China imported the most gold in nearly a year last month despite record prices, after heightened demand for the precious metal prompted the central bank to ease restrictions on bullion inflows. Total gold imports to the country reached 127.5 metric tons, a 73% jump from a month earlier.

□ Exchange-traded funds cut 187,147 troy ounces of gold from their holdings in the last trading session, bringing this year's net purchases to 5.07 million ounces, according to data compiled by Bloomberg. This was the third straight day of declines. The sales were equivalent to \$604.4 million at yesterday's spot price. Total gold held by ETFs rose 6.1 percent this year to 87.9 million ounces, the lowest level since April 8. Gold advanced 23 percent this year to \$3,229.56 an ounce and by 0.8 percent in the latest session. State Street's SPDR Gold Shares, the biggest precious-metals ETF, pared its holdings by 285,740 ounces in the last session. The fund's total of 29.5 million ounces has a market value of \$95.4 billion. ETFs also cut 1.76 million troy ounces of silver from their holdings in the last trading session, bringing this year's net purchases to 16.8 million ounces. This was the fourth straight day of declines, the longest losing streak since April 4.

□ China imported the most gold in nearly a year last month despite record prices, after heightened demand for the precious metal prompted the central bank to ease restrictions on bullion inflows. Total gold imports to the country reached 127.5 metric tons, a 11-month high, according to customs data released Tuesday. This represents a 73% jump from a month earlier, even after gold hit successive all-time highs, at once point touching \$3,500 an ounce. The rise in imports is likely due to the People's Bank of China allocating fresh quotas to some commercial banks in April, as the authority responds to strong demand from institutional and retail investors at the height of the trade war. The central bank controls physical bullion flows, typically granting import licenses and quotas only to select banks. Investors in China turned to gold to hedge against escalating geopolitical uncertainty, which contributed to the metal's blistering rally earlier this year. While gold has retreated in May with hopes for easing trade tensions, continued central bank buying to diversify away from dollar-denominated assets are seen supporting prices further.

□ Two Federal Reserve officials underscored the US central bank can be patient and assess incoming data before adjusting policy as the economy navigates heightened uncertainty. The Fed should stay in a "central position, and then be prepared to move agilely — but not abruptly or quickly when we don't need to because we don't have enough information," San Francisco Fed President Mary Daly said Tuesday during the Atlanta Fed's 2025 Financial Markets Conference in Fernandina Beach, Florida. Fed officials have held interest rates steady this year amid a solid economic backdrop and uncertainty about government policy changes — like tariffs — and their potential impact on the economy. Policymakers said earlier this month they see an increased risk of confronting both higher inflation and unemployment. Speaking on the same panel alongside Daly and the Atlanta Fed's Raphael Bostic, Cleveland Fed President Beth Hammack stressed she's assessing the outlook using scenarios, including whether tariffs may spur a one-time or more persistent increase in inflation. She noted there's still "a lot" of information that officials will learn in the coming months. "Right now I think the best action we can take is to sit on our hands and really carefully go through the data, engage with our communities, hear what they're thinking about, hear about the choices that they're making and see how that all comes together in the aggregate data," Hammack said.

□ Federal Reserve Bank of St. Louis President Alberto Musalem said tariffs will likely weigh on the US economy and weakens the labor market. "Even after the de-escalation of May 12, they seem likely to have a significant impact on the near-term economic outlook," Musalem said in prepared remarks for an event in Minneapolis on Tuesday. Earlier this month, the US and China announced they would significantly lower tariffs on one another for 90 days while officials work to negotiate a trade agreement. "On balance, tariffs are likely to dampen economic activity and lead to some further softening of the labor market," Musalem added. The St. Louis Fed chief said monetary policy is well positioned to respond to any changes in the economic outlook, while emphasizing officials should keep a close eye on inflation expectations. Musalem said the Fed can deliver a "balanced response" to both inflation and employment as long as Americans' outlook on future prices remains anchored at the central bank's 2% target. "This is a time to maintain the public's confidence about keeping up the fight against inflation," Musalem said. Speaking to reporters at a separate event on Tuesday, Atlanta Fed President Raphael Bostic said Treasury market volatility could add to already-high levels of uncertainty, but noted that market functioning is not a risk today.

**Fundamental Outlook:** Gold and silver prices are trading slightly higher today on the international bourses. We expect precious metals prices on Indian bourses to trade range-bound to slightly higher for the day, as gold prices are steady after two days of gains, supported by investors' jitters over the impact of trade tensions on the global economy along with the latest geopolitical news from the Middle East.

## Key Market Levels for the Day

Bullion	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	June	3250	3270	3300	3320	3350	3370
Silver – COMEX	July	32.50	32.80	33.20	33.40	33.70	34.00
Gold – MCX	June	94200	94500	94800	95200	95500	95800
Silver – MCX	July	95000	95800	96500	97500	98300	99000



## Nirmal Bang Securities - Daily Currency Market Update

### Dollar Index

LTP/Close	Change	% Change
100.12	-0.31	-0.31

### Bond Yield

10 YR Bonds	LTP	Change
United States	4.4869	0.0396
Europe	2.6050	0.0180
Japan	1.5050	0.0160
India	6.2650	-0.0250

### Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.6681	0.0160
South Korea Won	1394	3.3000
Russia Rubble	80.9264	0.3719
Chinese Yuan	7.217	0.0032
Vietnam Dong	25962	14.0000
Mexican Peso	19.2665	-0.0464

### NSE Currency Market Watch

Currency	LTP	Change
NDF	85.72	0.0300
USDINR	85.6275	0.1650
JPYINR	59.44	0.4200
GBPINR	114.5075	0.0425
EURINR	96.3875	0.0150
USDJPY	144.48	-0.3800
GBPUSD	1.3369	-0.0012
EURUSD	1.1254	-0.0018

### Market Summary and News

- Indian bond traders will await cutoffs at a sale of treasury bills amid surplus cash in the banking system. Higher crude prices and US yields may impact bonds in early trading. India to sell 190b rupees of treasury bills on Wednesday; last week's cutoffs came in at levels last seen in 2022. India's central bank will meet lenders on Wednesday to discuss potential changes to the way it manages funds in the financial system, Bloomberg reported last week, citing people familiar with the matter. Central bank likely to discuss and take feedback on the continuation of weighted average call rate as the target of liquidity operations and monetary policy; may discuss whether to use fixed-rate or variable rate repurchase operations to effectively anchor overnight rates to the policy rate; also potential tweaks to banks' daily maintenance of cash reserve ratio. RBI to hold 250b rupees of variable rate repo auction Wednesday; USD/INR rises 0.3% to 85.6362 on Tuesday; Implied opening from forwards suggest spot may start trading around 85.54. 10-year yields fell 3bps to 6.27% on Tuesday; Global funds sold 100.2b rupees of local stocks on Tuesday: provisional NSE data. They bought 1.01 billion rupees of sovereign bonds under limits available to foreign investors, and added 1.01 billion rupees of corporate debt. State-run banks sold 12.2 billion rupees of sovereign bonds on May 20: CCIL data. Foreign banks sold 1.24 billion rupees of bonds.
- Emerging-market currencies were little changed on Tuesday as the dollar wavered with traders waiting for more US policy developments. The South African rand was an outlier, strengthening 0.9% to the highest level this year versus the greenback ahead of a meeting between President Cyril Ramaphosa and his US counterpart Donald Trump. The finance minister is set to present the budget on Wednesday. The Polish zloty and Mexican peso also outperformed, while Chile's peso and Brazil's real lagged peers. "The dollar clearly was expensive, we all knew that, but I think the recent events have catalyzed the move downwards," said Jitania Kandhari, deputy CIO at Morgan Stanley Investment Management. Panama bonds underperformed peers on Tuesday as banana workers continued a strike demanding the annulment of the new social security reform. The Romanian leu fell; trimming some of Monday's gains after a centrist won the presidential election. The central bank governor explained his decision to stop defending the 5 leu/euro threshold. Dollar bonds extended gains; S&P Global Ratings said the election outcome is positive for the nation's fiscal trajectory but challenges remain "substantial." The MSCI index for EM stocks also edged higher, with Alibaba and other Hong Kong-traded companies up, but TSMC and several Indian equities weighed on the gauge. Ukraine's dollar bonds registered some of the biggest losses among emerging and frontier markets after the US signaled it wouldn't exert more pressure on Russia to negotiate a quick end to its war, according to data compiled by Bloomberg.
- A dollar gauge fell after shifting between gains and losses throughout the day. The Australian dollar trailed peers in the aftermath of the central bank's interest-rate cut and a dovish signal. Traders are also watching G-7 finance ministers and central bank governors meeting in Banff, Canada. The Bloomberg Dollar Spot Index fell 0.2%; the options premium paid to hedge against a decline in the US currency against a basket of peers over the next year, relative to positioning for gains, reached the highest level since at least 2011 when Bloomberg started tracking. USD/CAD fell 0.2% to 1.3918; Canadian inflation eased to 1.7% in April from a year ago, but was above expectations. "Canada now faces greater risk of stagflation," said Elias Haddad, senior markets strategist at Brown Brothers Harriman & Co. "Risk of stagflation will complicate the Bank of Canada's easing cycle and undermine CAD on the crosses." AUD/USD declined 0.6% to 0.6419 after the Reserve Bank of Australia cut rates by a quarter points to 3.85% as expected; Governor Michele Bullock said the board debated a potential 50 bps cut. "Indication from policymakers seems to be that at their July 8th meeting a 50bps reduction may make sense to accommodate a fragile financial environment," strategists at Monex wrote in a note. USD/JPY fell 0.2% to 144.51; EUR/USD rose 0.4% to 1.1280; the yield on 30-year Japanese bonds climbed to the most since that maturity was first sold in 1999. Japanese Finance Minister Katsumasa Kato told reporters he's arranging a bilateral meeting with US Treasury Secretary Scott Bessent during G-7 meetings this week, and they'll discuss topics including foreign exchange.

### Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR SPOT	85.2075	85.3025	85.4025	85.6475	85.7525	85.8575

## Nirmal Bang Securities - Bullion Technical Market Update

### Gold Market Update



#### Market View

Open	93001
High	94899
Low	92810
Close	94841
Value Change	1544
% Change	1.65
Spread Near-Next	937
Volume (Lots)	13466
Open Interest	10502
Change in OI (%)	3.28%

### Gold - Outlook for the Day

**BUY GOLD JUNE (MCX) AT 94500 SL 94200 TARGET 94900/95200**

### Silver Market Update



#### Market View

Open	95325
High	97330
Low	94899
Close	97288
Value Change	1835
% Change	1.92
Spread Near-Next	1192
Volume (Lots)	16005
Open Interest	18661
Change in OI (%)	-12.06%

### Silver - Outlook for the Day

**BUY SILVER JULY (MCX) AT 96500 SL 95800 TARGET 97500/98300**

## Nirmal Bang Securities - Currency Technical Market Update

### USDINR Market Update



Market View	
Open	85.5225
High	85.6800
Low	85.4200
Close	85.6275
Value Change	0.1650
% Change	0.1931
Spread Near-Next	0.2408
Volume (Lots)	329839
Open Interest	915252
Change in OI (%)	-4.76%

### USDINR - Outlook for the Day

The USDINR future witnessed a flat opening at 85.52, which was followed by a session where price showed consolidation with positive buyer with candle enclosure near high. A small green candle has been formed by the USDINR price, where price taken support 10-days moving averages placed at 85.44. On the daily chart, the MACD showed a positive crossover below zero-line, while the momentum indicator RSI trailing between 46-51 levels showed positive indication. We are anticipating that the price of USDINR futures will fluctuate today between 85.48 and 85.82.

### Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR MAY	85.3775	85.4450	85.5325	85.7550	85.8675	85.9850



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