

Daily Bullion Physical Market Report

Date: 22nd May 2025

Daily India Spot Market Rates

| Description | Purity | AM | PM |
|-------------|--------|-------|-------|
| Gold | 999 | 95452 | 95309 |
| Gold | 995 | 95070 | 94927 |
| Gold | 916 | 87434 | 87303 |
| Gold | 750 | 71589 | 71482 |
| Gold | 585 | 55839 | 55756 |
| Silver | 999 | 97475 | 97332 |

Rate as exclusive of GST as of 21st May 2025 Gold is Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

| Date | GOLD* | SILVER* |
|---------------------------|-------|---------|
| 21 st May 2025 | 95309 | 97332 |
| 20 th May 2025 | 93807 | 95800 |
| 19 th May 2025 | 93785 | 95755 |
| 16 th May 2025 | 92301 | 94606 |

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

COMEX Futures Watch

| Description | Contract | Close | Change | %Chg |
|---------------|----------|---------|--------|------|
| Gold(\$/oz) | AUG 25 | 3341.90 | 29.30 | 0.88 |
| Silver(\$/oz) | JUL 25 | 33.65 | 0.47 | 1.42 |

ETF Holdings as on Previous Close

| ETFs | In Tonnes | Net Change |
|----------------|-----------|------------|
| SPDR Gold | 919.88 | -1.72 |
| iShares Silver | 14,054.89 | 65.05 |

Gold and Silver Fix

| Description | LTP |
|---------------------------|---------|
| Gold London AM Fix(\$/oz) | 3310.25 |
| Gold London PM Fix(\$/oz) | 3299.65 |
| Silver London Fix(\$/oz) | 33.16 |

Bullion Futures DGCX

| Description | Contract | LTP |
|---------------|----------|--------|
| Gold(\$/oz) | JUN 25 | 3321.9 |
| Gold Quanto | JUN 25 | 95619 |
| Silver(\$/oz) | JUL 25 | 33.65 |

Gold Ratio

| Description | LTP |
|-------------------|-------|
| Gold Silver Ratio | 99.33 |
| Gold Crude Ratio | 54.28 |

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 | 21888.86 | 196.75 | 0.90 % |

Macro-Economic Indicators

| Time | Country | Event | Forecast | Previous | Impact |
|-------------------------------|---------------|-----------------------------|----------|----------|--------|
| 22 nd May 06:00 PM | United States | Unemployment Claims | 230K | 229K | High |
| 22 nd May 07:15 PM | United States | Flash Manufacturing PMI | 49.9 | 50.2 | High |
| 22 nd May 07:15 PM | United States | Flash Services PMI | 51.0 | 50.8 | High |
| 22 nd May 07:30 PM | United States | Existing Home Sales | 4.15M | 4.02M | Medium |
| 22 nd May 11:30 PM | United States | FOMC Member Williams Speaks | - | - | Low |

Nirmal Bang Securities - Daily Bullion News and Summary

□ Gold rose for a third day on Wednesday on the back of a weaker dollar as traders weigh US fiscal policy and concerns about renewed conflict in the Middle East. Bullion rose above \$3,310 an ounce, after gaining more than 2.5% over the previous two sessions. Treasuries extended a decline as traders continued to bet that long-term yields will keep climbing amid budget wrangling in Washington. House Speaker Mike Johnson said Republicans have reached an agreement to increase the state and local tax deduction to \$40,000, suggesting a resolution to one of the final issues holding up President Donald Trump's economic bill. But the accord is causing a backlash from conservatives who are pushing for more spending cuts to offset the tax reductions in the package. In addition, concerns over US fiscal health remain after Moody's downgrade on Friday. The US faces a precarious fiscal situation, with a growing debt pile and rising interest payments, which could lead to higher borrowing costs and make it harder to reduce the deficit, unless the government takes action to address its finances. That's providing strong support for bullion as investors seek safety amidst economic and financial uncertainty. Gold is up 26% this year, supported by diversification from dollar-denominated assets by government and private investors.

□ Exchange-traded funds cut 37,982 troy ounces of gold from their holdings in the last trading session, bringing this year's net purchases to 5.04 million ounces, according to data compiled by Bloomberg. This was the fourth straight day of declines. The sales were equivalent to \$125 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 25 percent this year to \$3,290.13 an ounce and by 1.9 percent in the latest session. State Street's SPDR Gold Shares, the biggest precious-metals ETF, boosted its holdings by 18,430 ounces in the last session. The fund's total of 29.6 million ounces has a market value of \$97.5 billion. ETFs added 2.48 million troy ounces of silver to their holdings in the last trading session, bringing this year's net purchases to 19.3 million ounces.

□ The jitters about the trajectory of the ballooning US deficit that are unsettling global markets stand to benefit gold, reinforcing the commodity's already considerable allure. Bullion has gone through a minor soft patch since topping \$3,500/oz. exactly a month ago. Its pullback was a function of investors opting to take a breather after the precious metal's fast-and-furious run higher, and then the US and China dialing down trade tensions for 90 days, which drew funds out of havens, into risk assets. Now, investors are focusing with greater urgency on US funding challenges following the decision by Moody's Ratings to strip away the country's top credit rating. It's significant that the issue has surfaced up at a time when appetite for US assets was already waning. Beyond the US woes, gold can count on myriad other drivers. These include latent trade-war risks — this is not over yet by a long way — and the concomitant concerns about a macro slowdown. That could, eventually, spur the Fed to lower interest rates, although policymakers remain on hold for now. There's also solid central-bank buying, as well as Middle East tensions, especially over Iran. Against that complex backdrop — and as funds' allocation decisions are refreshed — gold has a long-standing reputation as a useful asset in tough times. Over the balance of 1H and into 2H there's scope here for more gains.

□ Former United States Treasury Secretary Steven Mnuchin said he's more alarmed by the country's growing budget deficit than its trade imbalances, and urged Washington to prioritize fiscal repair. "I'm very concerned," he said during a panel discussion at the Qatar Economic Forum on Wednesday. "The budget deficit is a larger concern to me than the trade deficit. So I'm on the side of, I hope we do get more spending cuts — something that's very important." Former US Treasury Secretary Steven Mnuchin, now founder and managing partner at Liberty Strategic Capital, says that while there are still a few things to sort out on the tax bill, the Trump administration is on track to get it through by early summer. He made the comments during a panel discussion moderated by Erik Schatzker at the Qatar Economic Forum 2025, powered by Bloomberg. Mnuchin, who now runs private equity firm Liberty Strategic Capital, ran the Treasury during Donald Trump's first term in office. He spoke in a week of intensified focus on US fiscal matters following a debate throughout the night by House lawmakers on the president's plan for tax cuts, just days after the country lost its last remaining top credit score. While Mnuchin acknowledged fallout on the market for US Treasuries from the downgrade decision by Moody's Ratings, he insisted that America remains the most secure sovereign borrower globally. "I still see us as a AAA credit, regardless of what the rating agencies say," he said. "I'd still rather buy US government securities than any other so-called AAA out there." Mnuchin said the Fed's current pause on interest-rate changes, combined with the scale of deficits Washington must finance, will likely keep upward pressure on yields. On the legislative front, Mnuchin said he expects progress on the tax bill by early summer despite "some issues that still need to be resolved."

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 higher for the day, as gold prices strengthened for a fourth day, as investors pushed back against US President Donald Trump's tax-cut plan and growing fiscal deficit by driving long-range US Treasury yields to near a two-decade high.

Key Market Levels for the Day

| Bullion | Month | S3 | S2 | S1 | R1 | R2 | R3 |
|----------------|-------|-------|-------|-------|-------|--------|--------|
| Gold – COMEX | June | 3280 | 3300 | 3330 | 3350 | 3370 | 3400 |
| Silver – COMEX | July | 33.20 | 33.50 | 33.70 | 33.85 | 34.10 | 34.40 |
| Gold – MCX | June | 94900 | 95200 | 95600 | 96000 | 96500 | 96850 |
| Silver – MCX | July | 96700 | 97500 | 98400 | 99500 | 100300 | 101500 |

Nirmal Bang Securities - Daily Currency Market Update

Dollar Index

| LTP/Close | Change | % Change |
|-----------|--------|----------|
| 99.56 | -0.56 | -0.56 |

Bond Yield

| 10 YR Bonds | LTP | Change |
|---------------|--------|---------|
| United States | 4.5985 | 0.1116 |
| Europe | 2.6440 | 0.0400 |
| Japan | 1.5270 | 0.0220 |
| India | 6.2450 | -0.0200 |

Emerging Market Currency

| Currency | LTP | Change |
|-----------------|---------|----------|
| Brazil Real | 5.646 | -0.0221 |
| South Korea Won | 1371.4 | -22.6000 |
| Russia Rubble | 79.7438 | -1.1826 |
| Chinese Yuan | 7.2015 | -0.0155 |
| Vietnam Dong | 25966 | 4.0000 |
| Mexican Peso | 19.3705 | 0.1040 |

NSE Currency Market Watch

| Currency | LTP | Change |
|----------|----------|---------|
| NDF | 85.76 | -0.0300 |
| USDINR | 85.585 | -0.0425 |
| JPYINR | 59.635 | 0.1950 |
| GBPINR | 114.8725 | 0.3650 |
| EURINR | 97.0825 | 0.6950 |
| USDJPY | 143.63 | -0.8500 |
| GBPUSD | 1.3406 | 0.0037 |
| EURUSD | 1.134 | 0.0086 |

Market Summary and News

- Indian bonds are higher, led by shorter papers, amid surplus banking cash and an expected record dividend payout by the Reserve Bank of India this week. A sale of treasury bills saw yields slip to fresh three-year lows. USD/INR little changed at 85.6425; 10-year yields down 2bps to 6.25%; 5-year yield down 3bps to 5.87%; India sells 190b rupees of treasury bills on Wednesday; cutoff yields came in below poll estimates and at levels last seen in 2022. RBI adds 43.48b rupees via daily variable rate repo auction Wednesday. Rates on shorter-term papers have eased more on expectations of a record dividend payout by the central bank, says Debendra Dash, trader at AU Small Finance Bank. Says 10-year yield likely to be range-bound until June RBI policy meeting gives cues. 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.
- Bank Indonesia cut its benchmark interest rate by 25 basis points to 5.5%, its lowest level since 2022, to address slowing economic growth. Brazilian airline Azul SA is in advanced talks with creditors for a roughly \$600 million financing that would fund the company through a potential bankruptcy that could come as soon as next week. Secretary of State Marco Rubio suggested President Donald Trump wouldn't join a meeting of Group of 20 leaders in South Africa later this year, saying the country has been "consistently unaligned" with US policy. Jefferies Financial Group Inc. is hiring industry veterans to bolster its emerging markets team after several high-profile traders and salespeople left in a shakeup earlier this year. President Cyril Ramaphosa came to the White House looking to persuade President Donald Trump to stop floating the conspiracy theory that there's genocide against White people in South Africa.
- The dollar traded weaker even as yields on Treasuries rose following a relatively soft auction of US 20-year bonds, as investors demanded a higher premium to hold long-term US debt amid concerns about the US budget and fiscal situation. The Bloomberg Dollar Spot Index fell 0.4%, extending its decline to a third day. "The market has reacted very negatively to a poor US Treasury auction," wrote George Saravelos, Deutsche Bank's global head of FX strategy. "The most troubling part of the market reaction is that the dollar is weakening at the same time." "At the core of the problem is that foreign investors are simply no longer willing to finance US twin deficits at current level of prices," he explained. The White House amped up the pressure on Republicans on Wednesday urging lawmakers to quickly approve President Donald Trump's signature tax bill, adding that a failure to do so would be the "ultimate betrayal." GBP/USD rose by as much as 0.6% to 1.3469; the pound pared gains to 0.3%, trailing behind nearly all peers in the Group of 10. UK inflation jumped more than forecast to its highest rate in over a year as households were hit by a raft of price increases, prompting investors to pare bets on rate cuts from the Bank of England. USD/JPY fell 0.6% to 143.62; Japan's Finance Minister Katsunobu Kato said on Tuesday that he's arranging a bilateral meeting with US Treasury Secretary Scott Bessent this week to discuss topics including currency matters. EUR/USD advanced for a third day, up by 0.4% to 1.1327; ECB Governing Council member Martins Kazaks said interest-rate cuts are nearing an end, assuming the base case for inflation stabilizing at 2% over the coming months comes to pass. USD/NOK fell as much as 1.3% to 10.1254, traded down 0.8% later in the day. The Norwegian krone was outperforming peers as oil prices swung.

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 | 95344 |
| High | 95705 |
| Low | 95025 |
| Close | 95599 |
| Value Change | 758 |
| % Change | 0.8 |
| Spread Near-Next | 970 |
| Volume (Lots) | 10509 |
| Open Interest | 10524 |
| Change in OI (%) | 0.21% |

Gold - Outlook for the Day

BUY GOLD JUNE (MCX) AT 95600 SL 95200 TARGET 96000/96500

Silver Market Update



| Market View | |
|------------------|--------|
| Open | 97447 |
| High | 98795 |
| Low | 97312 |
| Close | 98245 |
| Value Change | 957 |
| % Change | 0.98 |
| Spread Near-Next | 980 |
| Volume (Lots) | 12397 |
| Open Interest | 17331 |
| Change in OI (%) | -7.67% |

Silver - Outlook for the Day

BUY SILVER JULY (MCX) AT 98400 SL 97500 TARGET 99500/100300

Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



| Market View | |
|------------------|---------|
| Open | 85.6350 |
| High | 85.7200 |
| Low | 85.5500 |
| Close | 85.5850 |
| Value Change | -0.0425 |
| % Change | -0.0496 |
| Spread Near-Next | 0.2833 |
| Volume (Lots) | 178737 |
| Open Interest | 873583 |
| Change in OI (%) | -4.77% |

USDINR - Outlook for the Day

The USDINR future witnessed a flat opening at 85.63, which was followed by a session where price showed consolidation with negative buyer with candle enclosure near low. A small red candle has been formed by the USDINR price, where price taken support 20-days moving averages placed at 85.48. 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 85.45 and 85.80.

Key Market Levels for the Day

| | S3 | S2 | S1 | R1 | R2 | R3 |
|------------|---------|---------|---------|---------|---------|---------|
| USDINR MAY | 85.3275 | 85.4050 | 85.4825 | 85.7250 | 85.8275 | 85.9050 |

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