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India Bullion and Jewellers Associations Ltd.

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Daily Bullion Physical Market Report

Date: 31st March 2023

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	59106	59335
Gold	995	58869	59097
Gold	916	54141	54351
Gold	750	44330	44501
Gold	585	34577	34771
Silver	999	69620	70000

*Rate as exclusive of GST as of 29th March 2023 Gold is Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	GOLD*	SILVER*
29 th March 2023	59335	70000
28 th March 2023	58965	69500
27 th March 2023	58892	69369
24 th March 2023	59653	69756

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

COMEX Futures Watch

Description	Contract	Close	Change	%Chg
Gold(\$/oz)	JUN 23	1997.70	13.20	0.67
Silver(\$/oz)	MAY 23	23.99	0.52	2.23

ETF Holdings as on Previous Close

ETFs	Long	Short
SPDR Gold	929.47	1.74
iShares Silver	14,327.31	17.15

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	1968.10
Gold London PM Fix(\$/oz)	1965.80
Silver London Fix(\$/oz)	23.71

Bullion Futures DGCX

Description	Contract	LTP
Gold(\$/oz)	APR. 23	1990.3
Gold Quanto	APR. 23	59915
Silver(\$/oz)	MAY. 23	24.02

Gold Ratio

Description	LTP
Gold Silver Ratio	83.28
Gold Crude Ratio	26.86

Weekly CFTC Positions

	Long	Short	Net
Gold(\$/oz)	146318	39363	106955
Silver	31234	30348	886

MCX Indices

Index	Close	Net Change	% Chg
MCX iCOMDEX Bullion	16113.18	94.23	0.58 %

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
31st March 06:00 PM	United States	Core PCE Price Index m/m	0.4 %	0.6 %	High
31st March 07:15 PM	United States	Chicago PMI	43.1	43.6	Medium
31st March 07:30 PM	United States	Revised UoM Consumer Sentiment	63.1	63.4	Medium
31st March 08:30 PM	Europe	ECB President Lagarde Speaks	-	-	Medium



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Nirmal Bang Securities - Daily Bullion News and Summary

❖ Gold advanced with a softer dollar as traders assessed interest-rate path following fresh US jobs data and Federal Reserve officials' reiteration to fight inflation. Initial unemployment claims in the US increased by 7,000 to 198,000 in the week ended March 25, Labor Department data showed Thursday, a slight softening in what has been a robust labor market. But bullion is still up more than 8% this month, bolstered by the banking-industry turmoil and concerns that the US economy may tip into recession. Meanwhile Boston Fed President Susan Collins said tightening was needed. Richmond Fed President Thomas Barkin said the Fed can raise rates more if inflation risks persist.

❖ Federal Reserve Bank of Richmond President Thomas Barkin said he remains undecided on how Fed officials should adjust interest rates at the central bank's next meeting, citing uncertainty in inflation and consumer demand as well as additional fallout from the banking crisis. "I could imagine many different outcomes based on whether you can convince yourself that inflation is starting to settle, or you convince yourself it's not — and you convince yourself that this was a blip that is sort of largely behind us, or you're convinced that this is a continuing situation," he said at a roundtable with reporters at the University of Richmond. "It's pretty hard to know here on March 30." Barkin, who is not a voting member on the Fed's policy-setting committee this year, said it will be important for officials to remain nimble. The Richmond Fed president told the Virginia Council of CEOs that he is poised to continue fighting inflation, and supported Fed officials' decision to raise interest rates by a quarter percentage point at their meeting in March, to 4.75% to 5%. While he considered a range of options prior to that meeting, he told reporters, the collapse of Credit Suisse Group AG took a 50 basis-point hike off the table. Barkin said he sees the possible range of outcomes going forward "as pretty wide," and said the Fed could keep pushing rates higher if inflation remains elevated. "If inflation persists, we can react by raising rates further," he said in prepared remarks. "It was only a few weeks ago that some were calling for a 50 basis-point increase." "If I am wrong about the pricing dynamics at play, or about credit conditions, then we can respond appropriately," he added. Barkin said deposit flows appear relatively stable, after a handful of bank collapses triggered financial turmoil. Silicon Valley Bank collapsed March 10 after a massive deposit run, while Signature Bank closed two days later.

❖ Federal Reserve Bank of Boston President Susan Collins said the banking system is sound and more interest-rate increases are needed to bring down inflation. "Inflation remains too high, and recent indicators reinforce my view that there is more work to do, to bring inflation down to the 2% target associated with price stability," Collins said Thursday in remarks at conference hosted by the National Association for Business Economics in Washington. Collins's remarks echo those made by other Fed officials last week, when policymakers raised interest rates by a quarter point and said some additional tightening may be warranted. Chair Jerome Powell had earlier opened the door to moving at a faster pace, but such expectations retreated in the aftermath of the collapse of Silicon Valley Bank. Boston Fed President Collins says there is "more work to do" on bringing down US inflation to the central bank's 2% target. The Boston Fed chief, who doesn't vote on monetary policy decisions this year, said she views quarter-point increases as the "appropriate" pace needed as officials bring rates to a level that is sufficiently restrictive to tame inflation. Data out Friday is expected to show price pressures ran at a pace more than double the Fed's target in February, according to the central bank's preferred measure.

❖ The Brazilian government will require electronic invoices for gold trading starting July 3, in a long-awaited step to curb illegal transactions of the precious metal. "This is a very important step to avoid financial support for illegal gold mining activities in regions such as the Amazon," Raul Jungmann, who heads Brazilian mining institute Ibram, said in a statement. Under current rules, transactions can be registered via self-issued certificates, while security firms are exempt from accountability for irregularities and purchases are made based on the presumption of good faith. A surge in illegal mining in Brazil has spurred non-governmental organizations and large mining companies into action. Efforts include creating a traceability system and recruiting the Central Bank, the Federal Police and the Internal Revenue Service. Securities regulator CVM is investigating complaints against the five largest dealers that buy and export gold from Amazon mines. About half of Brazil's gold production commercialized between 2015 and 2020 had serious evidence of illegality, according to sustainability organization Instituto Escolhas, with a handful of dealers accounting for a third of all gold identified. President Luiz Inacio Lula da Silva has vowed to combat irregular mining.

❖ Exchange-traded funds added 47,476 troy ounces of gold to their holdings in the last trading session, bringing this year's net sales to 610,141 ounces, according to data compiled by Bloomberg. The purchases were equivalent to \$93.3 million at yesterday's spot price. Total gold held by ETFs fell 0.7 percent this year to 93.1 million ounces, the highest level since Jan. 31. Gold advanced 7.7 percent this year to \$1,964.70 an ounce and fell by 0.4 percent in the latest session. State Street's SPDR Gold Shares, the biggest precious-metals ETF, boosted its holdings by 55,770 ounces in the last session. The fund's total of 29.9 million ounces has a market value of \$58.7 billion. ETFs also added 1.49 million troy ounces of silver to their holdings in the last trading session, bringing this year's net sales to 6.21 million ounces. This was the biggest one-day increase since Feb. 27.

❖ **Fundamental Outlook:** Gold and silver prices are trading mix today on international bourses. We expect precious metals prices on Indian bourses to trade range-bound to slightly higher for the day. We recommend buy on dips in gold and silver in intra-day trading sessions, as traders assessed the path for interest rates. Fresh US jobs data showed a slight softening in what has been a robust labor market, while Federal Reserve officials suggested more monetary tightening was necessary, even after the collapse of three US banks earlier this month.

Key Market Levels for the Day

Time	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	April	1890	1920	1940	1970	1990	2010
Silver – COMEX	May	22.50	22.65	22.80	23.20	23.35	23.50
Gold – MCX	April	59200	59450	59700	60000	60300	60500
Silver – MCX	May	70250	70800	71400	72100	72700	73200



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Nirmal Bang Securities - Daily Currency Market Update

Dollar Index

LTP/Close	Change	% Change
102.14	-0.50	-0.48

Bond Yield

10 YR Bonds	LTP	Change
United States	3.5488	-0.0151
Europe	2.3690	0.0450
Japan	0.3340	0.0100
India	7.2850	-0.0270

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.0948	-0.0411
South Korea Won	1299.05	-3.8500
Russia Rubble	77.2824	0.0113
Chinese Yuan	6.8706	-0.0189
Vietnam Dong	23480	-15
Mexican Peso	18.093	0.0044

NSE Currency Market Watch

Currency	LTP	Change
NDF	82.28	-0.03
USDINR	82.43	0.1075
JPYINR	62.7575	-0.295
GBPINR	101.76	0.395
EURINR	89.56	0.355
USDJPY	131.4	0.84
GBPUSD	1.2344	0.0023
EURUSD	1.0826	-0.0038

Market Summary and News

❖ China's economic recovery gathered pace in March, with manufacturing continuing to expand and services activity and construction picking up strongly. The manufacturing purchasing managers' index eased to 51.9 from 52.6 in February, the National Bureau of Statistics said Friday, but remained above the 50 mark that signals expansion from the previous month. A non-manufacturing gauge of activity in both the services and construction sectors surged to 58.2 in March, the highest level since May 2011. The construction sub-index reached the highest level since records began in 2012. The PMIs are the first official indicators of economic activity for the month, showing the recovery is strengthening after stringent pandemic restrictions were dropped and Covid infection waves eased. Economists expect a rebound in consumer spending and stronger government spending on infrastructure to help drive up growth in the world's second-largest economy to 5.3% this year from just 3% in 2022. Stocks in China and Hong Kong rose amid broad gains in Asia. A gauge of Chinese shares listed in the financial hub jumped more than 2%, leading the regional advance. The currency edged higher, with the offshore yuan jumping 0.4% to 6.8470 per dollar. "The PMI indicates China's economic recovery is on track," said Zhiwei Zhang, chief economist at Pinpoint Asset Management. "The strong momentum will likely continue in the coming months, as the new order index for the service sector continued to rise." The NBS said services activity picked up "as the effects of local governments measures to promote consumption kicked in" and households showed willingness to spend and travel. Warmer weather also helped to get construction projects going across the country, it said.

❖ The dollar is weaker against all of its G-10 peers on quarter-end flows and expectations the Fed rate-hike cycle may be nearing an end. The euro rose after German inflation data reinforced forecasts that the European Central Bank will need to tighten. The Bloomberg Dollar Spot Index fell as much as 0.4%, approaching the March low of 1226.57. The greenback was weaker against G-10 peers; the peso reversed a gain after the central bank hiked 25 basis points, as expected. Treasury 2-year yields were little changed near 4.10%. Richmond Fed President Thomas Barkin said he remains undecided on how Fed officials should adjust interest rates at the central bank's next meeting. Minneapolis Fed President Neel Kashkari said it was premature to judge what impact the collapse of Silicon Valley Bank will have on the economy, but the Fed also needs to focus on lowering inflation. Boston Fed President Susan Collins said some more tightening is needed and that the banks are strong. "The USD is likely to stay under pressure if the banking sector avoids further acute shocks. We see the combination of economic headwinds, flattening of the policy rates path concentrated in the US, and reduced risk premia as USD negatives," writes Steve Englander, head of global G10 FX research at Standard Chartered Bank. EUR/USD rose as much 0.8% at 1.0926 amid German bund weakness after a report showed inflation in the country rose 0.8% M/M in March, exceeding the median estimate of a 0.7% increase; the common currency was further supported by gains in European shares as concerns about the health of EU banking industry faded. Real money, corporate and cross-related buying lifted the common currency; it rose to its highest level since August 2021 against the Australian dollar. Call turnover outpaced puts 3 to 2 though futures accounts bought 1.05 May puts. EUR/SEK holds modest gain after a bout of interbank dollar-krona turnover. USD/JPY is down 0.3% at 132.48 as US regional bank shares are pressured; one-month vols rise to incorporate a possible policy move at the next Bank of Japan meeting. Risk reversals on the tenor move to 2% in favor of puts. GBP/USD rises 0.5% to 1.2371 in quarter-end corporate and real money flows; traders see offers above 1.2400 slowing the ascent; EUR/GBP holds above its 100-DMA of 0.8781. USD/CAD slipped 0.3% to 1.3523 amid share gains and higher commodity prices though downward momentum slows as it nears its lower 20-day Bollinger and the 1.35 psychological level.

❖ The Mexican peso erased earlier gains after Banxico raised its key rate by a quarter point, as expected, with its accompanying statement reinforcing bets that the hiking cycle may have reached a peak. Mexico slowed the pace of interest rate increases Thursday as it raised borrowing costs to 11.25%. Colombia's central bank also continued its steepest-ever interest rate hike cycle, despite signs of a sharp economic slowdown, as it battles the country's fastest inflation in nearly a quarter century. Mexico's peso is now edging lower against the dollar. Colombia's peso dropped 0.2%, with trading stopping just before the rate decision was announced. Chile and Brazil's currencies gained. Emerging-market stocks rose for a third day, on track for their second consecutive quarter with positive returns, as a weaker dollar and falling US Treasury yields boost the appeal of riskier assets. Brazilian stocks climbed as much as 2.25% to a two-week high as a new fiscal framework was unveiled. Ecuador's bonds slid after the Constitutional Court allowed congress to push ahead with an impeachment trial for President Guillermo Lasso. The South African rand is up 3% against the dollar in March, which would be its biggest monthly gain since November. Investors now expect US rates to sit around 4.3% by the end of the year, about 70 basis points lower than the current level. Turkish stocks have fallen 10% in this quarter, heading for the biggest decline since the first quarter of 2020.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	81.8075	81.9075	82.0150	82.1525	82.2525	82.4050



Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View	
Open	59687
High	59968
Low	59460
Close	59895
Value Change	182
% Change	0.3
Spread Near-Next	0
Volume (Lots)	4106
Open Interest	18537
Change in OI (%)	2.32%

Gold - Outlook for the Day

Gold prices has found a support around \$ 1950-55 zone and likely to sustain above the same. Prices can see some pullback till \$ 1980-2000 for the day. Try to buy on dips.

BUY GOLD JUNE (MCX) AT 59700 SL 59450 TARGET 60000/60200

Silver Market Update



Market View	
Open	70999
High	72100
Low	70912
Close	71774
Value Change	997
% Change	1.41
Spread Near-Next	924
Volume (Lots)	13736
Open Interest	14914
Change in OI (%)	3.07%

Silver - Outlook for the Day

Silver supportive around \$ 23.00-22.90; we are recommending going long around \$ 23.10-23.00, for the target of \$ 23.40-23.50 for the day.

BUY SILVER MAY (MCX) AT 71400 SL 70800 TARGET 72100/72500



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Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View

Open	82.3525
High	82.4925
Low	82.3350
Close	82.43
Value Change	0.1075
% Change	0.13
Spread Near-Next	0
Volume (Lots)	2224980
Open Interest	3779806
Change in OI (%)	0.00%

USDINR - Outlook for the Day

The 20-day exponential moving average was sustained today by the USDINR April futures closing price. The pair has formed a small green candle. The pair has closed in below the short-term moving averages, indicating weakness. The MACD has given crossover above zero-line. The momentum indicator RSI is breaks the 50 on the daily chart shows negative for the pair. We are anticipating USDINR April futures to trade in the range of 82.10–82.40 for today.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR April	82.0250	82.2025	82.3050	82.4575	82.5525	82.6250



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