

## Daily Bullion Physical Market Report

Date: 30<sup>th</sup> September 2024

### Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	75681	75640
Gold	995	75378	75337
Gold	916	69324	69286
Gold	750	56761	56730
Gold	585	44273	44249
Silver	999	90758	91448

Rate as exclusive of GST as of 27<sup>th</sup> September 2024 Gold is Rs/10 Gm & Silver in Rs/Kg

### Gold and Silver 999 Watch

Date	GOLD*	SILVER*
27 <sup>th</sup> September 2024	75640	91448
26 <sup>th</sup> September 2024	75750	92522
25 <sup>th</sup> September 2024	75248	90730
24 <sup>th</sup> September 2024	74764	88402

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

### COMEX Futures Watch

Description	Contract	Close	Change	%Chg
Gold(\$/oz)	DEC 24	2668.10	10.20	0.38
Silver(\$/oz)	DEC 24	31.82	0.32	1.01

### ETF Holdings as on Previous Close

ETFs	In Tonnes	Net Change
SPDR Gold	877.12	0.00
iShares Silver	14,602.21	144.70

### Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	2660.55
Gold London PM Fix(\$/oz)	2661.85
Silver London Fix(\$/oz)	31.92

### Bullion Futures DGCX

Description	Contract	LTP
Gold(\$/oz)	OCT24	2674
Gold Quanto	OCT 24	75738
Silver(\$/oz)	DEC 24	31.68

### Gold Ratio

Description	LTP
Gold Silver Ratio	83.86
Gold Crude Ratio	39.13

### Weekly CFTC Positions

	Long	Short	Net
Gold(\$/oz)	282912	28071	254841
Silver	58519	12431	46088

### MCX Indices

Index	Close	Net Change	% Chg
MCX iCOMDEX Bullion	19017.16	-166.15	-0.87 %

### Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
30 <sup>th</sup> September 06:30 PM	United States	ECB President Lagarde Speaks	-	-	Medium
30 <sup>th</sup> September 07:15 PM	United States	Chicago PMI	-	46.1	Medium
30 <sup>th</sup> September 10:30 PM	United States	Fed Chair Powell Speaks	-	-	High

## Nirmal Bang Securities - Daily Bullion News and Summary

❖ Gold trimmed its weekly gain on Friday as traders digested fresh US data, capping a week that saw the precious metal notch a string of records on expectations of further interest-rate cuts by the US Federal Reserve. While the latest US data on inflation and consumer spending reinforced expectations that the US central bank will be on track for more rate cuts in the coming months, it also fueled ongoing debate over how big the reductions should be. The so-called core personal consumption expenditures price index, which excludes volatile food and energy items and is the Fed’s favored gauge of underlying inflation, increased 0.1% in August from a month earlier. Nominal personal income increased 0.2% and the saving rate eased to 4.8%. The precious metal pared early declines on the data, trading near its all-time high, before dropping again. It’s still on course for a weekly advance of 1%, for a third straight week of gains. The Fed kicked off its pivot last week with a half-point cut, and traders have boosted bets on another 75 basis points of reductions this year. Lower rates tend to benefit gold, which doesn’t pay interest. Gold has rallied by almost a third this year on rate-cut optimism, as well as robust central-bank purchases and heightened geopolitical tension that’s driven haven demand. A US presidential election that’s too close to call — and could be massively consequential for markets — is less than six weeks away.

❖ Money managers have increased their bullish gold bets by 2,213 net-long positions to 254,841, weekly CFTC data on futures and options show. The net-long position was the most bullish in more than four years. Long-only positions rose 9,617 lots to 282,912 in the week ending Sept. 24. The long-only total was the highest in more than four years. Short-only positions rose 7,404 lots to 28,071. The short-only total was the highest in more than five months. Money managers have increased their bullish silver bets by 3,776 net-long positions to 46,088, weekly CFTC data on futures and options show. The net-long position was the most bullish in more than two years. Long-only positions rose 5,318 lots to 58,519 in the week ending Sept. 24. The long-only total was the highest in 17 weeks. Short-only positions rose 1,542 lots to 12,431.

❖ Money managers’ bullish wagers on gold jumped to the highest in more than four years as the precious metal registered successive highs after Federal Reserve’s first interest-rate cut since 2020. Hedge funds and other large speculators boosted net-long positions by 0.9% to 254,841 as of Sept. 24, the highest since March 2020, weekly US government data showed on Friday. The precious metal reached an all-time high of \$2,685.58 an ounce this week, capping a series of record highs amid optimism of further rate reductions by the US central bank.

❖ Ghana has launched a new gold coin to help it manage money-market liquidity, while boosting domestic savings. The coin, made from gold mined in Africa’s biggest producer of the metal, has been refined to 99.99% purity, Governor of the Bank of Ghana Ernest Addison told reporters in the capital, Accra, on Friday. Issued and guaranteed by the central bank, the coin comes in three sizes of one, half and a quarter ounce coin, he said. “The Ghana gold coin enables the Bank of Ghana to mop up excess liquidity in the banking sector and will supplement the bank’s bills for liquidity management,” Addison said. “It gives those resident in Ghana an additional avenue to invest to reap the benefits of the Bank of Ghana’s domestic gold purchase program.” The coins will be available in the next two weeks through commercial banks to be bought in cedis and priced on the basis of London Bullion Market Association auction price, he said, adding that the gold complies with the central bank’s responsible gold sourcing rules. The central bank has bought 65.4 tons of gold valued at roughly \$5 billion since it started a domestic gold purchase program in June 2021 to augment foreign reserves and increase gold holdings, as well as implementing a so-called gold for oil program, Addison said last month.

❖ Zimbabwe raised interest rates and devalued its gold-backed currency by 43%, following persistent weakness in the ZiG amid deep skepticism that the nation’s latest bid to create a viable local unit would succeed. The Reserve Bank of Zimbabwe lifted the benchmark policy rate to 35% from 20%, it said in a statement on Friday. Prices on its website separately showed the ZiG, short for Zimbabwe Gold, quoted at 24.4 per dollar from 14 per dollar earlier in the day. A supermarket till operator displays a 10 ZiG banknote and 5 Zig coin in Harare, Zimbabwe, on Tuesday, April 30, 2024. The central bank’s monetary policy committee did not explicitly confirm if it was devaluing the ZiG. But Governor John Mushayavanhu said it was taking a number of steps to combat inflation, including allowing “greater exchange rate flexibility, in line with the increased demand for foreign currency in the country.” Monthly inflation quickened to 5.8% in September from 1.4% in August. The ZiG, backed by the southern African nation’s gold and hard currency reserves, was introduced in early April to replace the Zimbabwean dollar, which had lost around 80% of its value since the start of the year. The sixth attempt to stand up a local currency since 2009 was immediately met with doubt from Zimbabweans, who have bitter memories of how previous local currencies had failed.

**Fundamental Outlook:** Gold and silver prices are trading slightly higher today on the international bourses. We expect gold and silver prices to trade range-bound to slightly higher for the day, as gold prices edged up — nearing a record high — as traders waited for a crucial US labor-market report and remarks from Federal Reserve Chair Jerome Powell that may give clues on the scale of the central bank’s next interest-rate cut.

### Key Market Levels for the Day

Bullion	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	December	2630	2660	2685	2710	2735	2755
Silver – COMEX	December	31.30	31.50	31.80	32.00	32.25	32.50
Gold – MCX	October	74250	74500	74800	75100	75400	75650
Silver – MCX	December	90000	90700	91300	92000	92700	93200

## Nirmal Bang Securities - Daily Currency Market Update

### Dollar Index

LTP/Close	Change	% Change
100.38	-0.35	-0.35

### Bond Yield

10 YR Bonds	LTP	Change
United States	3.7506	-0.0457
Europe	2.1320	-0.0490
Japan	0.8540	0.0220
India	6.7610	0.0430

### Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.4342	-0.0034
South Korea Won	1310.55	-6.8000
Russia Rubble	93.3251	0.7015
Chinese Yuan	7.0111	0.0000
Vietnam Dong	24606	-16.0000
Mexican Peso	19.6926	0.0585

### NSE Currency Market Watch

Currency	LTP	Change
NDF	83.84	0.0900
USDINR	83.8125	0.0450
JPYINR	58.59	0.4700
GBPINR	112.11	0.1100
EURINR	93.5175	0.1125
USDJPY	142.57	-1.1500
GBPUSD	1.3374	0.0008
EURUSD	1.1164	-0.0001

### Market Summary and News

❖ Indian bonds fell by the most in nearly four months as traders were disappointed with the second-half borrowing plan, expecting a reduction in debt sales. 10-year yields rose 4bps, the most since June 4, to 6.76%; yields gained as much as 5bps intraday. India will sell 6.61 trillion rupees of bonds in the second half of the financial year, the finance ministry said in a statement on Thursday. Bonds with 15-year tenor and above make up nearly 52% of the borrowing plan. "Earlier in the week, the market got carried away on expectations of lower borrowing in H2," says Puneet Pal, head of fixed-income at PGIM India Mutual Fund. Traders are "disappointed on that count, and with relatively higher supply at the longer-end, there is some position paring." On a possible rates pivot in India, "markets are not expecting a rate cut on Oct. 9, but over the course of the next 6 months, 25bps-50bps of rate cuts is the expectation." USD/INR up 0.1% 83.70; India sold 340 billion rupees of bonds as planned on Friday: RBI. The RBI sold 11.95 billion rupees of bonds in the secondary market in the week up to Sept. 22, according to its weekly statistical supplement.

❖ The dollar weakens Friday as US data underscores cooling of the US economy. The yen rallied, climbing 1.8%, as Japan's ruling party picked its next leader. The Bloomberg Dollar Spot Index fell 0.2%, marking its fourth weekly drop. The Fed's preferred measure of underlying US inflation and household spending rose modestly in August, underscoring a cooling economy. "Key for a second jumbo cut would be the labor market data next week," said Valentin Marinov, Credit Agricole's head of G10 FX research and strategy. "The view still is that a lot of Fed-related negatives are already in the price of the USD." "With other CBs (with the notable exception of the BOJ) expected to soon follow suit and ease their policy, the USD could recoup some losses vs the likes of the EUR," he said. AUD/USD rose 0.1% to 0.6904. Leveraged funds flipped into bullish wagers on the Australian dollar in the week ending Sept. 24, according to the latest Commodity Futures Trading Commission data. They are the most optimistic on the currency since March. USD/JPY fell 1.8% to 142.15; EUR/USD drops 0.1% to 1.1164; inflation in France and Spain plunged below 2%, fueling bets that the European Central Bank will speed up the pace of interest-rate cuts. Inflation expectations of consumers in the euro area decreased in August, according to the ECB. USD/CHF fell 0.7% at 0.8405. GBP/USD was down 0.3% to 1.3373.

❖ Developing stocks rose for a seventh day, posting their strongest weekly advance in almost four years, amid China's mega stimulus package. MSCI's gauge for emerging-market stocks advanced 1% on Friday, extending its weekly gains to 6.2%, the most since November 2020. Asian technology shares led the rally. A gauge of developing FX, a total return index that also includes interest earned on those currencies, was at a record high; it capped a ninth week of advances, the longest winning streak since 2015. Currencies from Taiwan, South Korea and Malaysia led gains. Mexico's peso dropped as the country's deputy finance minister Gabriel Yorio is set to leave his post. Key Mexico Finance Official to Leave Post Amid Transition. After the Federal Reserve delivered a 50bps rate cut, China followed up with multiple rate reductions, the relaxation of bank reserves, and a program to support equity markets. BofA's Hartnett Sees International Stocks among Best China Plays. The latest US PCE data, out Friday, showed that inflation gained moderately, underscoring a cooling American economy; the shekel weakened 0.8% against the dollar as Israel army said they carried out strikes in Beirut area. Iran's embassy in Beirut said that the attack was a "dangerous escalation." Lebanon Prime Minister Najib Mikati says that the attack on Beirut suburbs shows that Israel does not seek the cease-fire. Israel Keeps Up Lebanon Attacks as Allies Push for Cease-Fire. After the close of trading, Moody's delivered a two-notch downgrade to Israel's sovereign debt; outlook is still negative. Israel Is Downgraded by Moody's again as War Takes Economic Toll. Sri Lanka's central bank kept its benchmark interest rate unchanged at its first meeting since a new president was elected and as uncertainty over the International Monetary Fund loan program looms.

### Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR SPOT	83.5625	83.6175	83.6655	83.7275	83.7650	83.8275

**Nirmal Bang Securities - Bullion Technical Market Update**

**Gold Market Update**



Market View	
Open	76424
High	76424
Low	75657
Close	75718
Value Change	-535
% Change	-0.7
Spread Near-Next	0
Volume (Lots)	8739
Open Interest	17887
Change in OI (%)	2.73%

**Gold - Outlook for the Day**

**SELL GOLD OCT (MCX) AT 75100 SL 75400 TARGET 74700/74500**

**Silver Market Update**



Market View	
Open	92329
High	93248
Low	91224
Close	91398
Value Change	-1266
% Change	-1.37
Spread Near-Next	2469
Volume (Lots)	22852
Open Interest	25385
Change in OI (%)	-0.53%

**Silver - Outlook for the Day**

**SELL SILVER DEC (MCX) AT 92000 SL 92700 TARGET 91300/90700**

## Nirmal Bang Securities - Currency Technical Market Update

### USDINR Market Update



Market View	
Open	83.7625
High	83.8275
Low	83.7325
Close	83.8125
Value Change	0.0450
% Change	0.0537
Spread Near-Next	-0.4855
Volume (Lots)	128429
Open Interest	1023967
Change in OI (%)	0.66%

### USDINR - Outlook for the Day

The USDINR future witnessed a flat opening at 83.76, which was followed by a session that showed buying from lower level with candle closures near high. A small green candle has been formed by the USDINR where price has resistance of 10-days moving average placed at 83.86. On the daily chart, the momentum indicator RSI trailing between 35-41 levels shows some positive indication while MACD has made a negative crossover above the zero-line. We are anticipating that the price of USDINR futures will fluctuate today between 83.75 and 83.87.

### Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR OCT	83.6625	83.7155	83.7650	83.8525	83.8925	83.9475

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