

Daily Bullion Physical Market Report

Date: 31st October 2024

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	79681	79581
Gold	995	79362	79262
Gold	916	72988	72896
Gold	750	59761	59686
Gold	585	46613	46555
Silver	999	98340	98040

Rate as exclusive of GST as of 30th October 2024 Gold is Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	GOLD*	SILVER*
30 th October 2024	79581	98040
29 th October 2024	78745	97873
28 th October 2024	78245	96086
25 th October 2024	78015	95800

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

COMEX Futures Watch

Description	Contract	Close	Change	%Chg
Gold(\$/oz)	DEC 24	2800.80	19.70	0.71
Silver(\$/oz)	DEC 24	34.08	-0.37	-1.06

ETF Holdings as on Previous Close

ETFs	In Tonnes	Net Change
SPDR Gold	889.78	-1.72
iShares Silver	14,853.22	0.00

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	2783.95
Gold London PM Fix(\$/oz)	2777.80
Silver London Fix(\$/oz)	34.03

Bullion Futures DGCX

Description	Contract	LTP
Gold(\$/oz)	DEC 24	2797.7
Gold Quanto	DEC 24	79756
Silver(\$/oz)	DEC 24	33.79

Gold Ratio

Description	LTP
Gold Silver Ratio	82.20
Gold Crude Ratio	40.82

Weekly CFTC Positions

	Long	Short	Net
Gold(\$/oz)	257959	15870	242089
Silver	56726	9366	47360

MCX Indices

Index	Close	Net Change	% Chg
MCX iCOMDEX Bullion	19899.26	35.10	0.18 %

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
31st October 06:00 PM	United States	Core PCE Price Index m/m	0.3%	0.1%	High
31st October 06:00 PM	United States	Employment Cost Index q/q	0.9%	0.9%	High
31st October 06:00 PM	United States	Unemployment Claims	229K	227K	High
31st October 06:00 PM	United States	Personal Income m/m	0.3%	0.2%	Low
31st October 06:00 PM	United States	Personal Income m/m	0.4%	0.2%	Low
31st October 07:15 PM	United States	Chicago PMI	46.9	46.6	Medium

Nirmal Bang Securities - Daily Bullion News and Summary

□ Gold rose to a record Wednesday on haven demand before the US election, and held a narrow gain after jobs and GDP data showed the ongoing resilience of the US economy. Bullion climbed as high as \$2,789.86 an ounce, topping the previous record posted on Tuesday, and was 0.2% higher after US jobs data beat expectations, while GDP figures showed robust growth in the economy over the third quarter. The numbers should keep the Fed on track to continue cutting interest rates in the coming quarters, including at their meeting on Nov. 6-7. Lower borrowing costs are typically beneficial for the precious metal that doesn't offer any interest. The precious metal has surged by more than one-third this year, aided by central-bank buying and haven demand due to conflicts in the Middle East and Ukraine. The tight US presidential race that's less than a week away is also front of mind for investors, with uncertainty over the outcome buoying gold purchasing. Attention will now turn to US inflation and payroll figures at the end of the week for further clues on the Fed's easing trajectory into 2025. The reports are forecast to show underlying resilience in the economy and a hiccup in the labor market after two hurricanes. Economists expect policymakers to cut rates by a quarter percentage point next week.

□ Exchange-traded funds added 52,644 troy ounces of gold to their holdings in the last trading session, bringing this year's net sales to 1.52 million ounces, according to data compiled by Bloomberg. The purchases were equivalent to \$146.1 million at yesterday's spot price. Total gold held by ETFs fell 1.8 percent this year to 84.1 million ounces. Gold advanced 35 percent this year to \$2,774.74 an ounce and by 1.2 percent in the latest session. State Street's SPDR Gold Shares, the biggest precious-metals ETF, pared its holdings by 55,420 ounces in the last session. The fund's total of 28.6 million ounces has a market value of \$79.4 billion. ETFs cut 462,548 troy ounces of silver from their holdings in the last trading session, bringing this year's net purchases to 39.8 million ounces.

□ Global gold demand swelled about 5% in the third quarter, setting a record for the period and lifting consumption above \$100 billion for the first time, according to the World Gold Council. The increase — which saw volumes climb to 1,313 tons — was underpinned by stronger investment flows from the West, including more high-net-worth individuals, that helped offset waning appetite from Asia, the industry-funded group said in a report on Wednesday. Buying in bullion-backed exchange-traded funds flipped to gains in the quarter after prolonged outflows. Gold has stormed higher this year, rallying by more than a third and setting successive records. The jump has been driven by robust central-bank buying and increased demand from wealthy investors, with recent gains aided by the Federal Reserve's shift to cutting interest rates. Purchases in the opaque over-the-counter market were becoming an increasingly important force for prices, according to John Reade, the council's chief market strategist. "Demand has switched through the course of this year from predominantly emerging-market OTC buying — high-net-worth individuals — toward very much more Western OTC buying," Reade said. OTC transactions are done through dealers or between buyers and sellers directly, without an exchange. Gold — which set a record near \$2,790 an ounce on Wednesday — has registered gains every month this year, apart from a minor pullback in January, and in June, when prices were flat. "The fact that corrections have been very shallow and short is a keen indication of FOMO buying," Reade said in an interview, referring to investors' so-called fear of missing out. As the rate-cutting cycle gets underway, the WGC expects to see increased allocation to bullion, with geopolitical uncertainty — particularly surrounding next week's tight US presidential election — adding to reasons why investors are seeking to hold the haven asset.

□ Gold continues to fizz higher, setting new records, with investors laseder onto the US presidential election, as well as the Federal Reserve's decision next week. MLIV's recent survey showed most respondents expect the metal to rise if Donald Trump wins next week, and slide if Kamala Harris triumphs, so headlines or comments suggesting that the former president is on course for a another term feed the narrative that supports higher bullion, at least before Nov. 5. Another Fed cut after the election would be a positive; too, in as much as it tugs Treasury yields lower. The World Gold Council popped up today with a quarterly summary of consumption trends. The key takeaway here was that global demand in the latest period was a record for the July-to-September period, with net inflows into bullion-backed ETFs for the first time in quite a while. Western investors were back in the fray in a big way. After the US polls, and the Fed too, it may not be too surprising for there to be a pause or retracement for gold. Right now, the 14-day RSI is well above 70, so that's already a wee bit stretched. Then there could also be a sell-the-fact push, depending on whatever facts we have to hand at that stage.

Fundamental Outlook: Gold and silver prices are trading flat today on the international bourses. We expect gold and silver prices to trade range-bound to higher for the day; as gold prices climbed to a record, boosted by haven demand before the US election and shrugging off data that could influence the size of Federal Reserve rate cuts this year.

Key Market Levels for the Day

Bullion	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	December	2740	2765	2790	2810	2835	2855
Silver – COMEX	December	33.25	33.50	33.80	34.00	34.20	34.50
Gold – MCX	December	79000	79250	79550	79850	80000	80300
Silver – MCX	December	95800	96500	97300	98000	98800	99500

Nirmal Bang Securities - Daily Currency Market Update

Dollar Index

LTP/Close	Change	% Change
103.99	-0.32	-0.31

Bond Yield

10 YR Bonds	LTP	Change
United States	4.3004	0.0463
Europe	2.3870	0.0510
Japan	0.9640	-0.0170
India	6.8270	-0.0280

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.7629	0.0011
South Korea Won	1379.6	-6.4000
Russia Rubble	96.9963	-0.4588
Chinese Yuan	7.1161	-0.0130
Vietnam Dong	25295	-9.0000
Mexican Peso	20.1531	0.0879

NSE Currency Market Watch

Currency	LTP	Change
NDF	84.19	0.0000
USDINR	84.1575	0.0125
JPYINR	55.285	0.0575
GBPINR	109.1425	-0.0025
EURINR	91.2375	0.2275
USDJPY	152.36	-0.0900
GBPUSD	1.2955	0.0004
EURUSD	1.0845	0.0021

Market Summary and News

□ The dollar traded weaker against nearly all of its peers in the Group of 10 while the British pound lagged peers as the UK rolled out tax increases. The yen was on path for the worst month since late 2016 as the Bank of Japan is widely expected to keep interest rates unchanged. The Bloomberg Dollar Spot Index fell 0.2%. The index rose 3.1% in October so far, set for the best month since Sept. 2022. The US economy expanded at a robust pace in the third quarter as household purchases accelerated ahead of the election, while hiring at US companies accelerated by the most in over a year. "ADP and NFP don't always line up but this is a very strong number that warns of upside risks Friday," Win Thin, global head of markets strategy at Brown Brothers Harriman, wrote in a note. The price to hedge against swings in the US dollar surged to the highest in nearly two years as traders prepare for the risk of big market moves after next week's presidential election. GBP/USD traded 0.3% weaker at 1.2976; it is down 3% this month so far. "The UK fiscal stance is unlikely to force the Bank of England to ease more aggressively than is currently priced-in," said Elias Haddad at Brown Brothers Harriman. "The GBP has long benefited from the improving UK growth outlook and the associated relatively more hawkish BOE policy stance," said Valentin Marinov, head of Group-of-10 FX strategy at Credit Agricole in London. He said he sees chance the central bank "would strike a somewhat more sombre tone than in September while delivering another rate cut." "The loss of rate appeal could continue to weigh on the GBP," he added. EUR/USD rose 0.4% to 1.0860. Data showed that growth quickened in France and held steady in Spain, exceeding expectations; Germany's surprise 0.2% GDP increase caught analysts off guard, though the reading for the previous three months was revised down sharply. German regional CPI data came higher than the previous readings. USD/JPY traded near flat at 153.40. The BOJ is widely expected to stand pat Thursday in the face of elevated uncertainty, as financial markets brace for the US presidential election. Buy JPY/KRW, with target at 9.44, stop at 8.78, according to analysts at Wells Fargo. "We believe the trade is attractive independent of the outcome of the US elections, and likely to perform in a Harris or a Trump victory scenario," they write. AUD/USD rose 0.3% to 0.6579. Australia's core inflation remained elevated last quarter, reinforcing the Reserve Bank's view that price pressures will take time to dissipate. The Swedish krona was one of the worst performers as Riksbank is expected to accelerate the pace of monetary easing next week.

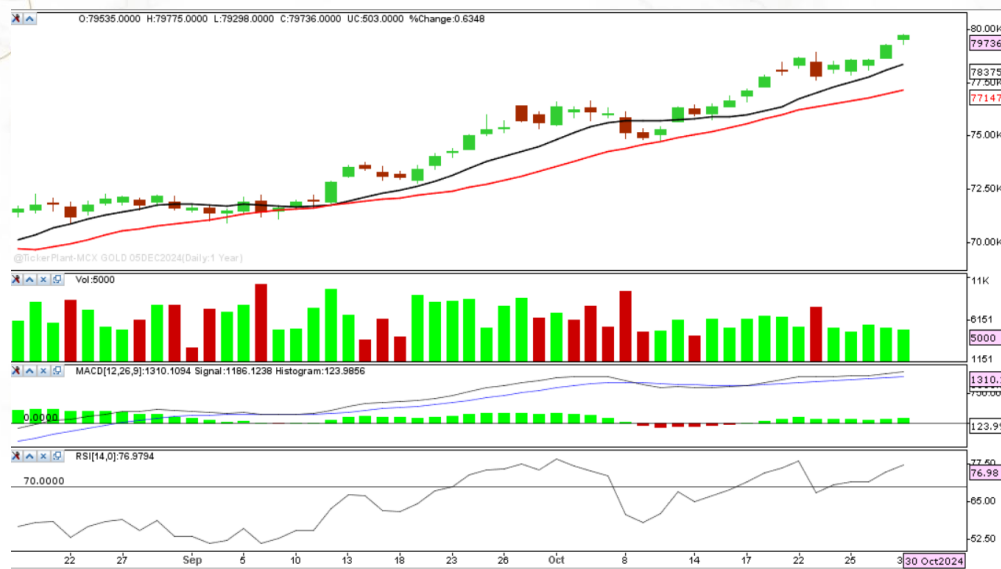
□ A gauge for emerging-market stocks falls for a second day as traders re-calibrate bets and shed risk ahead of next week's US presidential election and Federal Reserve meeting. Latin American currencies remain pressured by election jitters. MSCI's Asian equity benchmark slips, dragged lower by losses in mainland China and Hong Kong stocks; MSCI's index for emerging currencies gains as the dollar retreats; Latin American currencies are worst performers in emerging markets. Earlier, the Mexican peso fell to the lowest level since September 2022. Chile's peso leads losses; Mexico's peso slumps on election nerves as traders position for a potential Trump victory. Mexican assets will likely experience a "perfect storm" should a Donald Trump administration impose tariffs and policy reforms in Mexico continue to worsen, according to UBS. Brazil's real pares losses; Earlier, Finance Minister Fernando Haddad said the Brazilian government agrees the fiscal framework must be reinforced. Traders are watching for high-profile data reports ahead of the Fed's meeting next week. On Wednesday, data showed hiring at US companies rising by the most in more than a year, pointing to surprisingly solid demand for workers ahead of the all-important jobs report on Friday. Inflation-adjusted gross domestic product increased at a 2.8% annualized after rising 3% in the previous quarter. The Czech economy expanded less than expected in the third quarter as household consumption continued to recover but exports remained weak; Hungary's economy unexpectedly entered a recession in the third quarter as domestic consumption failed to make up for a deep downturn in industrial production.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR SPOT	84.0250	84.0425	83.0675	84.0925	84.1225	84.1575

Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View	
Open	79535
High	79775
Low	79298
Close	79736
Value Change	503
% Change	0.63
Spread Near-Next	491
Volume (Lots)	5000
Open Interest	14921
Change in OI (%)	2.45%

Gold - Outlook for the Day

BUY GOLD DEC (MCX) AT 79550 SL 79250 TARGET 79850/80200

Silver Market Update



Market View	
Open	98403
High	98935
Low	96566
Close	97740
Value Change	-990
% Change	-1
Spread Near-Next	2417
Volume (Lots)	18316
Open Interest	23090
Change in OI (%)	-4.14%

Silver - Outlook for the Day

BUY SILVER DEC (MCX) AT 97300 SL 96500 TARGET 98300/99000

Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View	
Open	84.1450
High	84.1675
Low	84.1450
Close	84.1575
Value Change	0.0125
% Change	0.0149
Spread Near-Next	-0.8305
Volume (Lots)	161123
Open Interest	3296872
Change in OI (%)	2.44%

USDINR - Outlook for the Day

The USDINR future witnessed flat opening at 84.18, which was followed by a session where price shows minimal buying lower level with candle enclosure near low. A small green candle has been formed by the USDINR price closed short-term moving averages. Price given break-down of its consolidating range. On the daily chart, the MACD showed a negative crossover above zero-line, while the momentum indicator, RSI moving toward south indicating negative. We are anticipating that the price of USDINR futures will fluctuate today between 84.08 and 84.17.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR NOV	84.0775	84.1050	84.1325	84.1650	84.1975	84.2150

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