

# BULLION DAILY RESEARCH REPORT

07-Oct-2020

## Fundamental Triggers

- Gold held the biggest slump in almost two weeks after President Donald Trump ended talks with Democrats on a new fiscal stimulus package until after the November presidential election, a move that roiled financial markets and boosted the dollar. Gold fell by Rs 500 and Silver by almost Rs 1000 in Indian markets.
- The RBI starts its first monetary policy meeting today with its 3 new policy makers. The new members lean “in a relatively more dovish direction” compared with their predecessors. With the Reserve Bank of India’s new rate-setting panel due to announce its much-delayed policy decision on Friday, an unexpected cut would see the rupee sell off.
- There are potential headwinds for gold that could keep its rally sidelined, including a slowdown this year in demand for the metal from central banks and a dollar that proved resilient in September. In the meantime, the focus for gold over the next several weeks will stay on the U.S. election
- Bullion demand in India is likely to pick up ahead of the festive season, further supported by the recent correction in prices.

## Technical Triggers

- Silver prices are taking support and resistance of Fibonacci Retracement Fan levels. Next support is Rs 58500 and resistance is Rs 62500.
- Gold has been trading negative from last 2 days, strong support is around Rs 50,000 mark and resistance around Rs 51000.

Chart of the Day: MCX Silver Daily Chart



## Economic Data

Date	Time	Country	Importance	Data	Actual	Forecasted	Previous
06-Oct-2020	18:00	US	**	Trade Balance (Aug)	-67.10B	-66.10B	-63.60B
07-Oct-2020	17:40	EURO	***	ECB President Lagarde Speaks	--	--	--
	23:30	US	***	FOMC Meeting Minutes	--	--	--
	23:30	US	***	FOMC Statement	--	--	--

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## Gold CFTC Managed Money Holdings

(No. of Contracts)	Open Interest	OI Weekly Change	OI Weekly % change
Long Positions	174,793	-3,826	-2.1%
Short Positions	45,840	-1,690	-3.6%
Net Positions	128,953	-2,136	-1.6%

## Silver CFTC Managed Money Holdings

(No. of Contracts)	Open Interest	OI Weekly Change	OI Weekly % change
Long Positions	59,582	-1,387	-2.3%
Short Positions	23,810	-1,576	-6.2%
Net Positions	35,772	189	0.5%

## ETF and Inventory Holdings

(In Tonnes)	Holdings	Inc/ Dec	% Chg
World Gold Total ETF	3452.613	-1.490	-0.04%
World Silver Total ETF	27525.165	30.452	0.11%
COMEX Gold Inventory	1150.682	1.998	0.17%
COMEX Silver Inventory	11.838	0.019	0.16%

## Ratio and Currency Movement

	Close	Chg	%Chg
Gold to Silver Ratio	79.990	1.360	1.73%
USDINR	73.496	0.035	-0.05%
Dollar Index	93.828	0.142	0.15%

## RSBL Spot Price @ 11 am

	Unit	Sell	High	Buy	Low
Gold 999 (Mum)	Rs/10 gm	50254	51072	50325	50211
Silver 999 (Mum)	Rs/ Kg	56148	58864	58650	55940
Gold 999 (Ahd)	Rs/10 gm	51744	52583	51827	51688
Silver 999 (Ahd)	Rs/ Kg	56700	59194	58700	56370

## Technical Summary

	Unit	Expiry	Futures Price Movement								Fibonacci Support and Resistance					
			Open	High	Low	Close	Net Chng	1D % Chng	Monthly % Chng	Yearly % Chng	Signal	Sup2	Sup1	Pivot	Res1	Res2
COMEX Gold	\$/oz	12/29/2020	1917.8	1927.0	1878.2	1908.8	-22.0	-1.2	-0.5	21.7	Neutral	1874.5	1886.0	1904.7	1923.3	1934.8
COMEX Silver	\$/oz	12/29/2020	24.5	24.7	23.0	23.9	-0.4	-1.6	0.2	28.9	Neutral	22.8	23.2	23.8	24.5	24.9
MCX Gold	Rs/10 gm	12/4/2020	50468.0	50982.0	50445.0	50526.0	-510.0	-1.0	-0.6	26.2	Neutral	50319.1	50445.9	50651.0	50856.1	50982.9
MCX Silver	Rs/ kg	12/4/2020	61790.0	62365.0	60204.0	60571.0	-1021.0	-1.7	-0.6	21.3	Neutral	59711.2	60221.2	61046.7	61872.2	62382.2

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