

# BULLION DAILY RESEARCH REPORT

02-Oct-2020

## Fundamental Triggers

- The House of Representatives on Thursday approved a \$2.2 trillion coronavirus stimulus proposal put forward by House Democrats with no bipartisan deal in sight, even as House Speaker Nancy Pelosi and Treasury Secretary Steven Mnuchin have continued talks in an effort to reach an agreement.
- Central banks across the globe have been announcing various stimulus measures to counter the economic slowdown caused by Covid-19 pandemic. The interest rates have been lowered to zero or even negative levels, with the aim of creating demand in the financial system. These measures may play key role in bringing back the economy on to recovery path. However, gold is likely to see strong demand until the economy reports solid growth.
- Moreover, Risk-Off sentiment has emerged in financial markets today which is likely supporting bullion prices as US president Donald Trump and First Lady have been tested COVID positive.

## Technical Triggers

- Gold is not able to give substantial breakout or breakdown from the symmetrical triangle. Prices need to sustain above Rs 50700 to resume a bull run again.
- Silver prices are consolidating between Fibonacci retracement of 38.2% (Rs 61100) and 50% (Rs 55800). Prices need to sustain above 61100 to continue its uptrend.

Chart of the Day: MCX Gold Daily Chart



## Economic Data

Date	Time	Country	Importance	Data	Actual	Forecasted	Previous
01-Oct-2020	14:00	UK	***	Manufacturing PMI (Sep)	54.1	54.3	55.2
	18:00	US	***	Initial Jobless Claims	837K	850K	870K
	19:30	US	***	ISM Manufacturing PMI (Sep)	55.4	56.3	56.0
02-Oct-2020	14:30	EUROPE	***	CPI (YoY) (Sep)	--	-0.2%	-0.2%
	18:00	US	***	Nonfarm Payrolls (Sep)	--	850K	1,371K
	18:00	US	***	Unemployment Rate (Sep)	--	8.2%	8.4%

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## Gold CFTC Managed Money Holdings

(No. of Contracts)	Open Interest	OI Weekly Change	OI Weekly % change
Long Positions	1,78,619	-28,161	-13.6%
Short Positions	47,530	6,001	14.5%
Net Positions	1,31,089	-34,162	-20.7%

## Silver CFTC Managed Money Holdings

(No. of Contracts)	Open Interest	OI Weekly Change	OI Weekly % change
Long Positions	60,969	-2,369	-3.7%
Short Positions	25,386	1,335	5.6%
Net Positions	39,287	3,545	9.9%

## ETF and Inventory Holdings

(In Tonnes)	Holdings	Inc/ Dec	% Chg
World Gold Total ETF	3448.19	6.36	0.19%
World Silver Total ETF	27069.56	-37.03	-0.14%
COMEX Gold Inventory	1144.44	-3.36	-0.29%
COMEX Silver Inventory	11.74	0.07	0.62%

## Ratio and Currency Movement

	Close	%Chg
Gold to Silver Ratio	79.170	-0.62%
USDINR	73.146	0.84%
Dollar Index	94.008	0.32%

## RSBL Spot Price @ 11 am

(Mumbai)	Unit Price	Sell	High	Buy	Low
Gold 995	Rs/10 gm	50320	51818	50420	49994
Gold 999	Rs/10 gm	50540	52054	50600	50184
Silver 999	Rs/ Kg	57250	58187	59765	56148

## 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	1891.2	1917.9	1890.0	1916.3	-18.5	-1.0%	0.1%	22.4%	Neutral	1890.8	1897.4	1908.1	1918.7	1925.3
COMEX Silver	\$/oz	12/29/2020	23.36	24.32	23.33	24.25	-0.53	-2.2%	1.0%	29.9%	Neutral	23.35	23.59	23.97	24.35	24.58
MCX Gold	Rs/10 gm	12/4/2020	50330	50645	50120	50334	236	0.5%	0.5%	27.6%	Neutral	50042	50166	50366	50567	50691
MCX Silver	Rs/ kg	12/4/2020	60001	61530	59620	59919	1226	2.0%	2.0%	24.6%	Neutral	59176	59627	60356	61086	61537

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