

BULLION DAILY RESEARCH REPORT

15-Apr-2021

Fundamental Triggers

Gold oscillates in range as firmer Treasury yields dull appeal

- Gold is trading range-bound as an uptick in US Treasury yields weighed on the non-yielding bullion's appeal, edging support from a softer dollar. But gold's pullback looks more technical in nature with the \$1750 level being both a technical and a psychological level of resistance in the short term.
- Bullion jumped a day before as US CPI rose by the most in more than 8-1/2 years in March, kicking off what is expected to be a brief period of higher inflation. While bullion is considered a hedge against inflation, higher yields challenge that status as they translate into higher opportunity cost of holding bullion.
- The second quarter is likely to present the greatest macro headwinds for gold given our expectations for the USD to firm further temporarily. But thereafter, we expect the USD to revert to its weakening trend, real yields to remain negative and an uptick in inflation expectations to erode real interest in gold.
- Federal Reserve Chair Jerome Powell said the central bank will reduce its monthly bond purchases before it commits to an interest rate increase, defying the order of monetary policy changes that are still months if not years in the future.

Technical Triggers

- Gold prices have witnessed U-shaped rebound with next resistance around Rs 47000.
- Silver prices have seen V-shaped recovery, next resistance at 67250.

RSBL Gold Daily Price Chart



RSBL Silver Daily Chart



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Economic Data

Date	Time	Country	Imp	Data	Actual	Forecasted	Previous
14/Apr/2021	18:00	US	**	Core Retail Sales (Mar)	--	5.0%	-2.7%
	18:00	US	***	Initial Jobless Claims	--	700K	744K
	18:00	US	***	Phil. Fed Manf. Index	--	42.0	51.8
	18:45	US	**	Industrial Production (Mar)	--	--	-4.25%

RSBL Spot Price @12 noon

	Unit	Sell	High	Buy	Low
Gold 999 (Mum)	Rs/10 gm	46488	46859	46558	46196
Silver 999 (Mum)	Rs/ Kg	67124	67440	67624	65487
Gold 999 (Ahd)	Rs/10 gm	47840	48206	47940	47589
Silver 999 (Ahd)	Rs/ Kg	67274	68690	67674	65512

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