



Monday, July 28, 2025

Overview

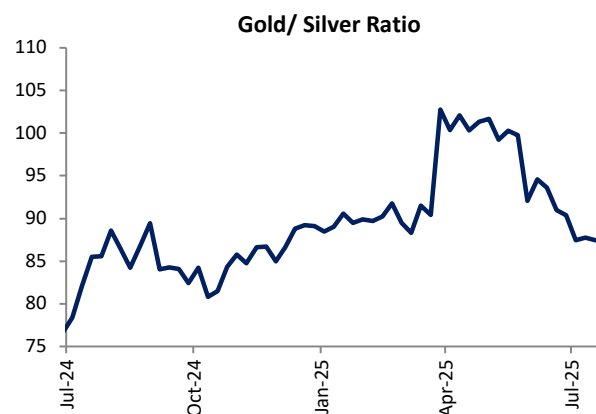
Gold prices slipped after briefly surpassing the ₹1 lakh mark on domestic front, as investors booked profits and shifting global developments reduced safe-haven demand. Bullion, which had recently surged on geopolitical tensions and central bank uncertainty, found itself pressured by signs of easing trade frictions between major economies, particularly the United States and the European Union. Risk on sentiment did weigh on prices however, fall in Dollar index and US Yields did cap some bit of losses.

A key trigger amidst this moderation in gold prices was the announcement of a framework trade agreement between the U.S. and EU. The deal, which imposes a 15% tariff on most EU goods entering the U.S., significantly scaled back earlier threats of much higher duties, thereby averting a broader transatlantic trade war. This agreement, which mirrors elements of a recent U.S.-Japan deal, provided markets with a sense of relief. However, it left several contentious issues unresolved, including tariff levels on items like spirits and automobiles—highlighting that while immediate escalation was avoided, longer-term trade dynamics remain uncertain.

The impact of this trade breakthrough was felt across global markets. Investors began to reallocate capital toward riskier assets, anticipating a stabilizing global trade environment. This shift came even as the U.S. dollar weakened, with the dollar index on track for its worst weekly performance in a month. Fall in dollar index did cap some losses on lower side, however,

Exchange	Gold	COMEX	MCX
Contract	Spot		
Open	3369	3344	98582
Close	3336	3334	97819
Change	-33	-19	-205
% Change	-0.40%	-0.57%	-0.21%
Pivot	3345	3335	98063
Resistance	3365	3344	98383
Support	3316	3325	97500

Silver- Weekly Market Data			
Exchange	Silver	COMEX	MCX
Open	39.02	38.93	115466
Close	38.14	38.17	113052
Change	-0.88	-0.76	102
% Change	-0.08%	-0.15%	0.09%
Pivot	38.42	38.38	113736
Resistance	38.91	38.72	115016
Support	37.65	37.83	111773



Source: Reuters

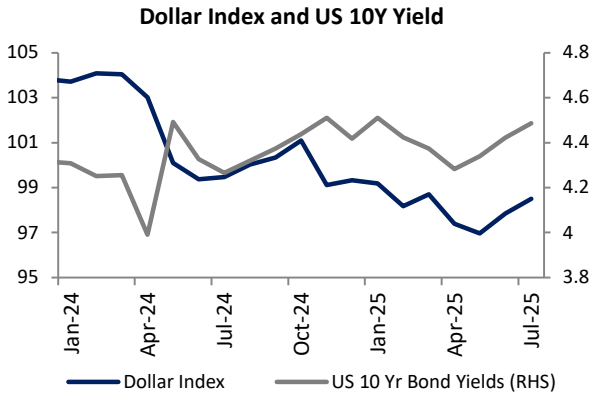


improving trade narrative outweighed the supportive currency dynamics this time.

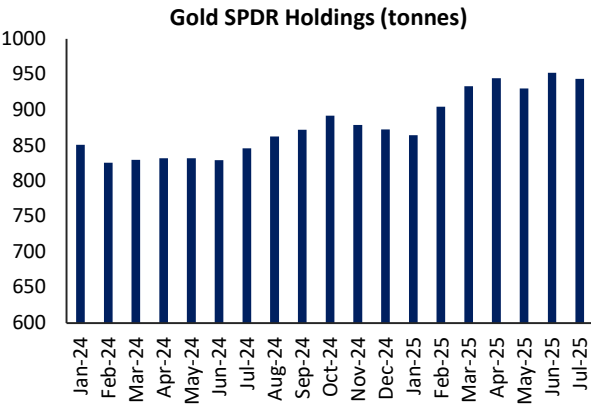
Adding to the complexity was a batch of mixed economic data from the U.S., which complicated the outlook for monetary policy. Jobless claims came in lower than expected, signalling resilience in the labor market. At the same time, the services PMI beat expectations, while manufacturing activity continued to contract. This mixed data point’s increased confusion for the Federal reserve further. While markets have been pricing in the possibility of rate cuts, especially amid President Trump’s ongoing criticism of the Fed, Chair Jerome Powell has maintained a cautious stance. Powell recently reiterated the Fed’s commitment to data dependency, suggesting that interest rate decisions would be guided by unfolding economic indicators rather than political pressure.

Political tensions added further uncertainty to the monetary policy landscape. U.S. President Donald Trump reportedly met with Chair Powell this week, raising speculation about the administration’s influence over central bank policy. While Trump characterized the meeting as “positive,” market participants remain skeptical that Powell would shift his policy stance purely on presidential urging. The Fed’s upcoming two-day policy meeting is being closely watched, with expectations that the benchmark interest rate will remain in the 4.25%–4.50% range. However, any signals regarding the direction of future policy will be dissected for clues about the Fed’s stance amid slowing global growth and persistent inflationary pressures.

Internationally, attention is also turning toward renewed efforts to resolve longstanding economic disputes between the U.S. and China. Senior negotiators from both countries are set to meet in Stockholm, aiming to extend the current trade truce and prevent a re-escalation that could involve significantly higher tariffs. While hopes for a comprehensive deal remain muted, even partial progress or a deadline extension could boost market confidence and weigh further on bullion.



Source: Reuters





Outlook:

Looking ahead, gold's trajectory will hinge on a series of key U.S. economic indicators set for release, including US GDP, consumer confidence, the PCE price index, and non-farm payrolls. These data points will be critical in shaping expectations around future Federal Reserve policy moves. Strong economic readings could reinforce the Fed's cautious stance and delay interest rate cuts, while weaker data may boost the metal by reviving hopes for more accommodative measures. This week all eyes will be on Fed policy meeting along with the economic data points. We could see both Gold and Silver trading in a broad range for this week.

Technical Levels:

Gold:

In the previous week, Gold prices declined by nearly 200 rupees or -0.21%. Prices witnessed sharp decline as it failed to hold at higher levels and formed a Dark Cloud Cover bearish reversal pattern at resistance. The key support is now placed near Rs. 96000 level. However, key immediate resistance level is observed at Rs. 100500. The 14-period RSI on daily chart is dwelling around midpoint mark of 50 indicating indecisiveness. There is a possibility for it to trade with a neutral to negative bias. Any break below 97700 closing basis on the daily chart could accelerate the fall towards 96000.

Silver:

During the previous week, Silver prices gained by nearly 100 rupees or 0.09%. Prices are struggling to hold above Rs. 116500 level. The immediate key resistance is now observed near Rs. 116500 mark. However, key immediate support is placed near Rs. 111000 level. The 14-period RSI is turning downwards from the overbought zone on the daily chart suggesting a corrective fall (profit booking) on the daily chart. There is a possibility for it to trade in the broader consolidation range for the week going forward till it holds above 20 Day SMA.





Navneet Damani	Head Research- Currency and Commodities	navneet.damani@motilaloswal.com
Manav Modi	Analyst- Precious Metals	manav.modi@motilaloswal.com

For any details contact:

Commodities Advisory Desk - +91 22 3958 3600

commoditiesresearch@motilaloswal.com**Commodity Disclosure & Disclaimer:**

The following Disclosures are being made in compliance with the SEBI Research Analyst Regulations 2014 (herein after referred to as the Regulations).

Motilal Oswal Financial Services Ltd. (MOFSL) is a SEBI Registered Research Analyst having registration no. INH000000412. MOFSL, the Research Entity (RE) as defined in the Regulations, is engaged in the business of providing Stock broking services, Depository participant services & distribution of various financial products. MOFSL is a listed public company, the details in respect of which are available on www.motilaloswal.com. MOFSL is registered with the Securities & Exchange Board of India (SEBI) and is a registered Trading Member with National Stock Exchange of India Ltd. (NSE) and Bombay Stock Exchange Limited (BSE), Multi Commodity Exchange of India Limited (MCX) and National Commodity & Derivatives Exchange Limited (NCDEX) for its stock broking activities & is Depository participant with Central Depository Services Limited (CDSL) National Securities Depository Limited (NSDL), NERL, COMRIS and CCRL and is member of Association of Mutual Funds of India (AMFI) for distribution of financial products and Insurance Regulatory & Development Authority of India (IRDA) as Corporate Agent for insurance products. Details of associate entities of Motilal Oswal Financial Services Ltd. are available on the website at <http://online-reports.motilaloswal.com/Dormant/documents/Associate%20Details.pdf>

Details of pending Enquiry Proceedings of Motilal Oswal Financial Services Limited are available on the website at <https://galaxy.motilaloswal.com/ResearchAnalyst/PublishViewLitigation.aspx>

Terms & Conditions:

- This document is not for public distribution and has been furnished to you solely for your information and must not be reproduced or redistributed to any other person. Persons into whose possession this document may come are required to observe these restrictions.
- This material is for the personal information of the authorized recipient and we are not soliciting any action based upon it.
- This report is not to be construed as an offer to sell or solicitation of an offer to buy any commodity or commodity derivative to any person in any jurisdiction where such an offer or solicitation would be illegal.
- It is for the general information of clients of MOFSL. It doesn't constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients.
- The report and information contained herein is strictly confidential and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of MOFSL.
- The report is based on the facts, figures and information that are considered true, correct, reliable and accurate.
- All such information and opinions are subject to change without notice.
- Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. MOFSL will not treat recipients as customers by virtue of their receiving this report.
- We have reviewed the report, and in so far as it includes current or historical information, it is believed to be reliable though its accuracy or completeness cannot be guaranteed.
- Neither MOFSL, nor any person connected with it, accepts any liability arising from the use of this document.
- The recipients of this material should rely on their own investigations and take their own professional advice. Price and value of the commodity referred to in this material may go up or down. Past performance is not a guide for future performance.
- Certain transactions including those involving commodity derivatives involve substantial risk and are not suitable for all investors.
- Reports based on technical analysis centers on studying charts of a commodity's price movement and trading volume as opposed to focusing on a commodity's fundamentals and as such may not match with a report on a commodity's fundamentals.
- Proprietary trading desk of MOFSL or its associates maintains arm's length distance with Research Team as all the activities are segregated from MOFSL research activity and therefore it can have an independent view with regards to subject commodity for which Research Team have expressed their views.
- MOFSL or its associates or Research Analyst or his relatives may have Open Position in subject commodity.
- A graph of daily closing prices of commodities is available at <http://www.moneyline.co.in/>
- Opinions expressed are our current opinions as of the date appearing on this material only. Prospective investors and others are cautioned that any forward-looking statements are not predictions and may be subject to change without notice.
- The commodities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient.
- This may not be taken in substitution for the exercise of independent judgment by any recipient. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult its own advisors to determine the merits and risks of such an investment.
- The Company reserves the right to make modifications and alternations to this statement as may be required from time to time without any prior approval. MOFSL, its associates, their directors and the employees may from time to time, effect or have effected an own account transaction in, or deal as principal or agent in or for the commodities mentioned in this document.
- The views expressed are those of the analyst, and the Company may or may not subscribe to all the views expressed therein.
- The commodities described herein may or may not be eligible for trade in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction. Neither the Firm, nor its directors, employees, agents or representatives shall be liable for any damages whether direct or indirect, incidental, special or consequential including lost revenue or lost profits that may arise from or in connection with the use of the information. The person accessing this information specifically agrees to exempt MOFSL or any of its affiliates or employees from, any and all responsibility/liability arising from such misuse and agrees not to hold MOFSL or any of its affiliates or employees responsible for any such misuse and further agrees to hold MOFSL or any of its affiliates or employees free and harmless from all losses, costs, damages, expenses that may be suffered by the person accessing this information due to any errors and delays.
- Certain transactions - including those involving futures, options, another derivative products as well as non-investment grade securities - involve substantial risk and are not suitable for all investors.
- MOFSL and its associate company(ies), their directors and Research Analyst and their relatives may (a) from time to time, have long or short positions in, and buy or sell the commodities mentioned herein or (b) be engaged in any other transaction involving such commodities and earn brokerage or other compensation or act as a market maker in the commodity/ (ies) discussed herein or have other potential conflict of interest with respect to any recommendation and related information and opinions. However the same shall have no bearing whatsoever on the specific recommendations made by the analyst(s), as the recommendations made by the analyst(s) are completely independent of the views of the associates of MOFSL even though there might exist an inherent conflict of interest in some of the commodities mentioned in the research report.
- MOFSL and its associates and Research Analyst have not received any compensation or other benefits in connection with the research report. Compensation of Research Analysts is not based on any brokerage transactions generated by broking activities under Motilal Oswal group.

This report is meant for the clients of Motilal Oswal only.

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors

Registered Office Address: Motilal Oswal Tower, Rahimtullah Sayani Road, Opposite Parel ST Depot, Prabhadevi, Mumbai-400025; Tel No.: 022 - 71934200 / 71934263; www.motilaloswal.com. Correspondence Address: Palm Spring Centre, 2nd Floor, Palm Court Complex, New Link Road, Malad (West), Mumbai- 400 064. Tel No: 022 71881000. Details of Compliance Officer: Neeraj Agarwal, Email Id: na@motilaloswal.com, Contact No.:022-40548085.

Grievance Redressal Cell:

Contact Person	Contact No.	Email ID
Ms. Hemangi Date	022 40548000 / 022 67490600	query@motilaloswal.com
Ms. Kumud Upadhyay	022 40548082	servicehead@motilaloswal.com
Mr. Ajay Menon	022 40548083	am@motilaloswal.com

Registration details of group entities.: Motilal Oswal Financial Services Ltd. (MOFSL): INZ000158836 (BSE/NSE/MCX/NCDEX); CDSL and NSDL: IN-DP-16-2015; Research Analyst: INH000000412 . AMFI: ARN : 146822. IRDA Corporate Agent - CA0579. Motilal Oswal Financial Services Ltd. is a distributor of Mutual Funds, FMS, Fixed Deposit, Insurance, Bond, NCDs and IPO products.

Customer having any query/feedback/ clarification may write to query@motilaloswal.com. In case of grievances for any of the services rendered by Motilal Oswal Financial Services Limited (MOFSL) write to grievances@motilaloswal.com, for DP to dp@grievances@motilaloswal.com.