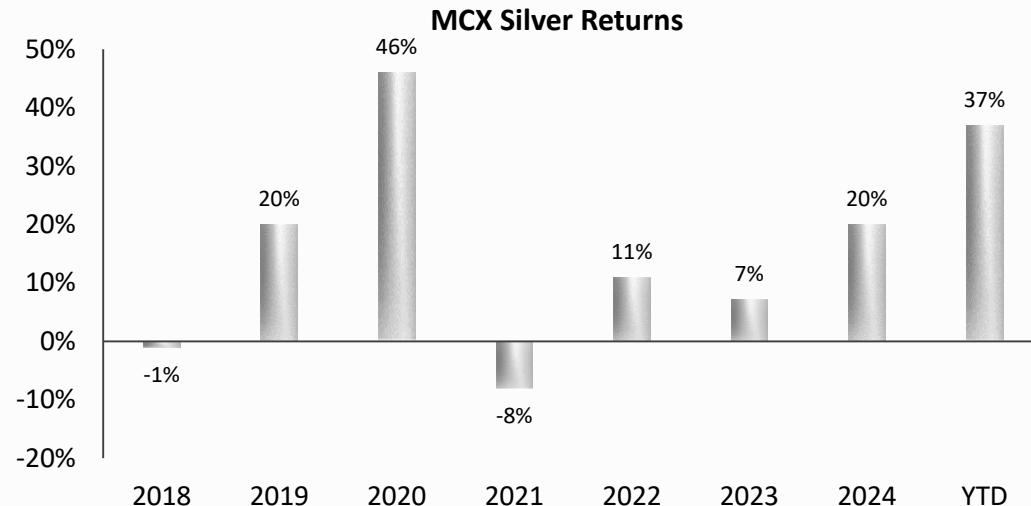
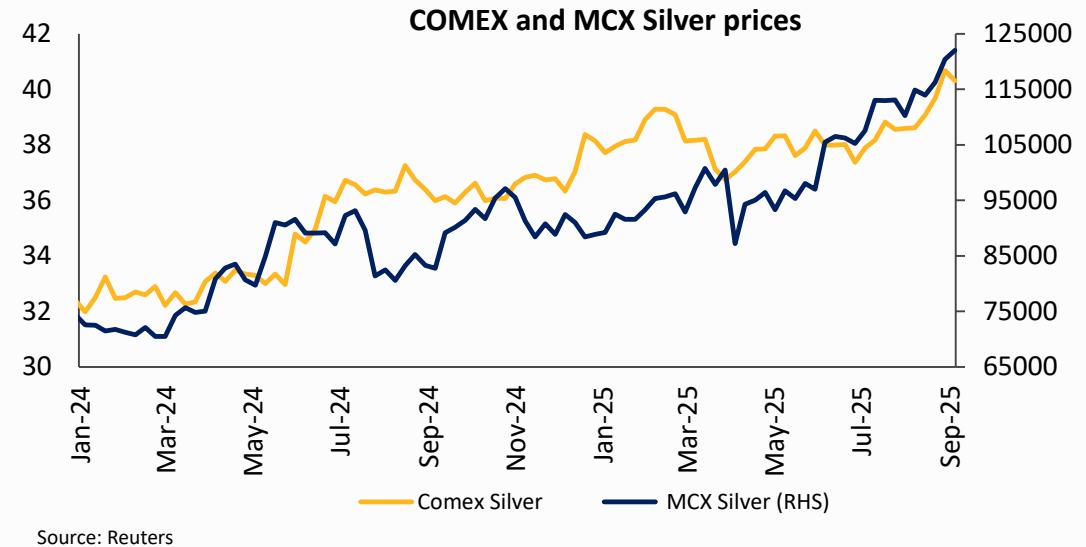


## Silver Quarterly Perspective

# Silver: Introduction



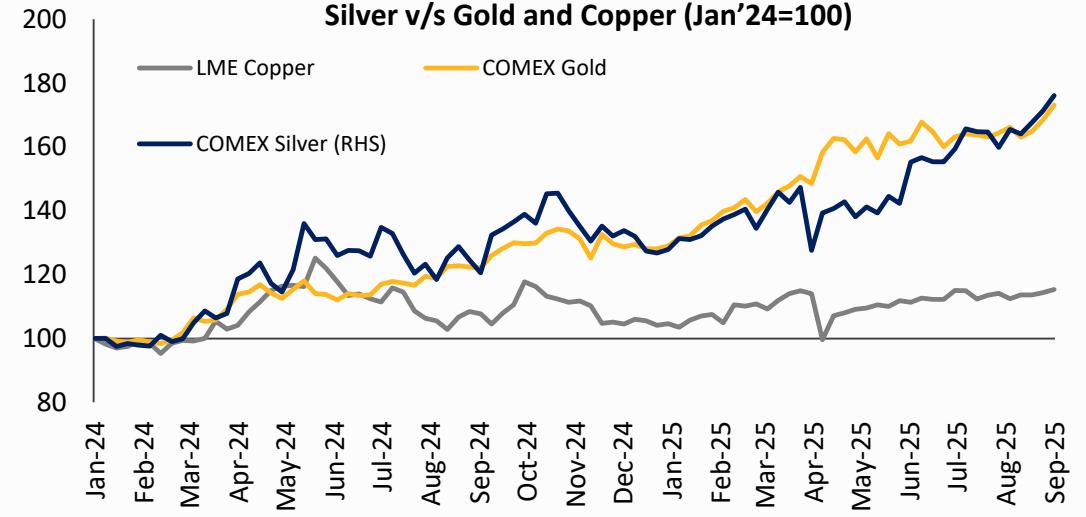
Source: Reuters



Source: Reuters

Correlation against Silver and Returns (\$)				
	Correlation (2024)	2024 (%)	Correlation (2025)	YTD Gains
<b>Silver (\$)</b>	-	21.5%	-	41.6%
<b>Gold (\$)</b>	93%	27.2%	81%	34.6%
<b>Copper (LME)</b>	81%	2.6%	75%	14%
<b>Crude (\$)</b>	-21%	0.8%	-17%	-8.7%
<b>Dollar Index</b>	18%	7.1%	-71%	-9.3%
<b>Nifty</b>	67%	8.8%	62%	4.0%

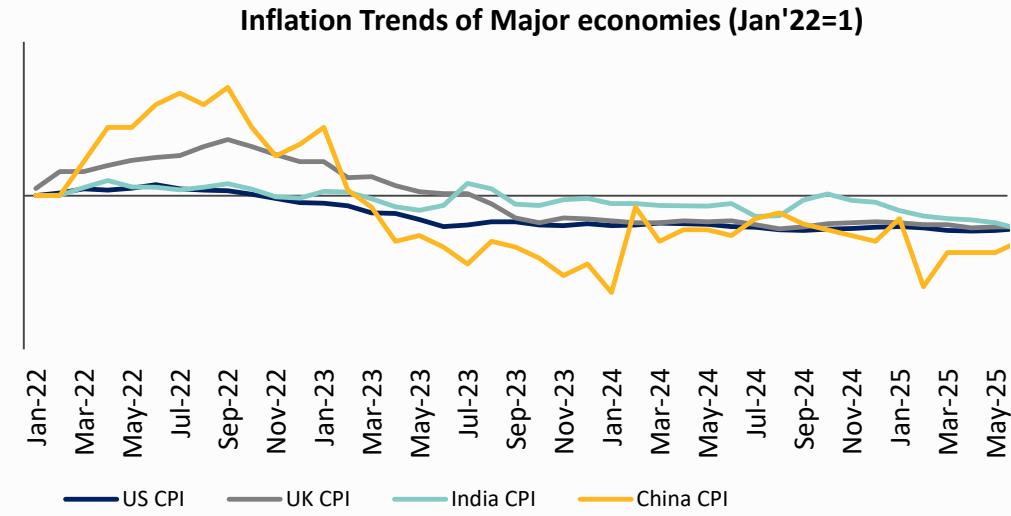
Source: Reuters



Source: Reuters

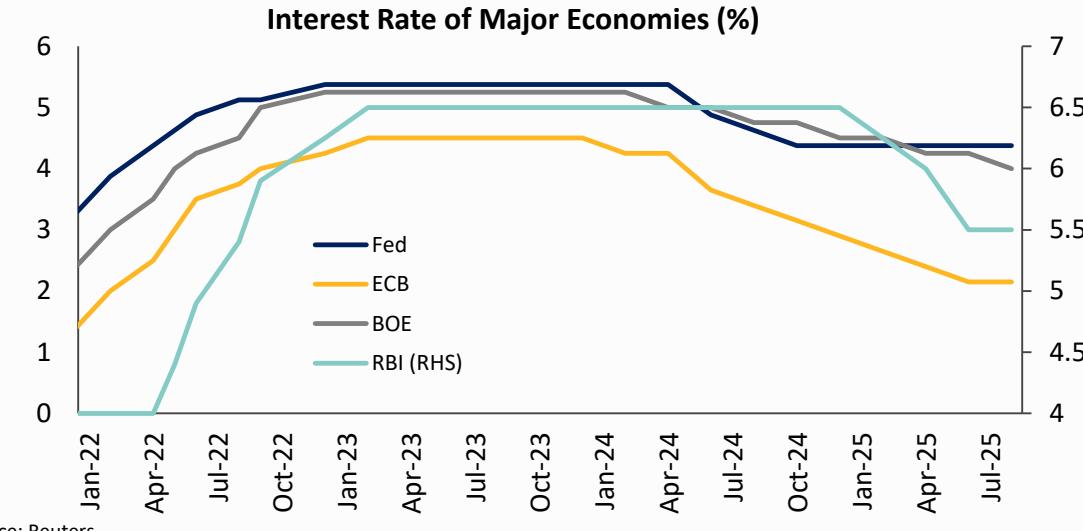
# Interest Rate, Inflation & Growth!!!

## Inflation: Hovering near central banks target levels



Source: Reuters

## Major economies continue to cut; while Fed pauses

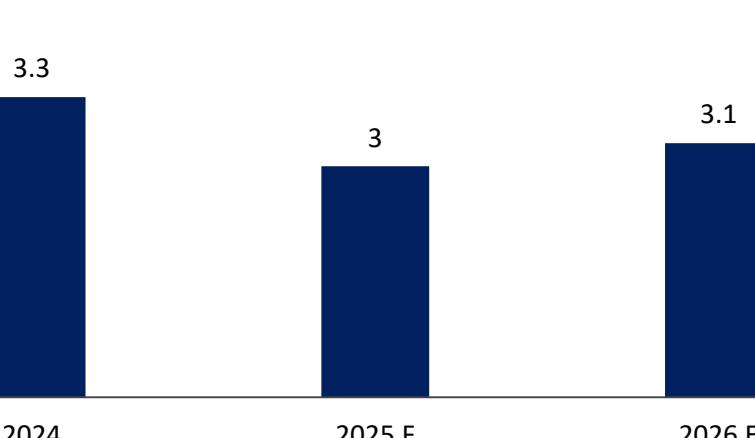


Source: Reuters

## Rate cut becoming a reality once again

Fed interest rate probabilities (%) Current Rate: 425-450				
	350-375	375-400	400-425	425-450
<b>9/17/2025</b>		-	92	8
<b>10/29/2025</b>	-	45	51	4
<b>12/10/2025</b>	36	50	13	1

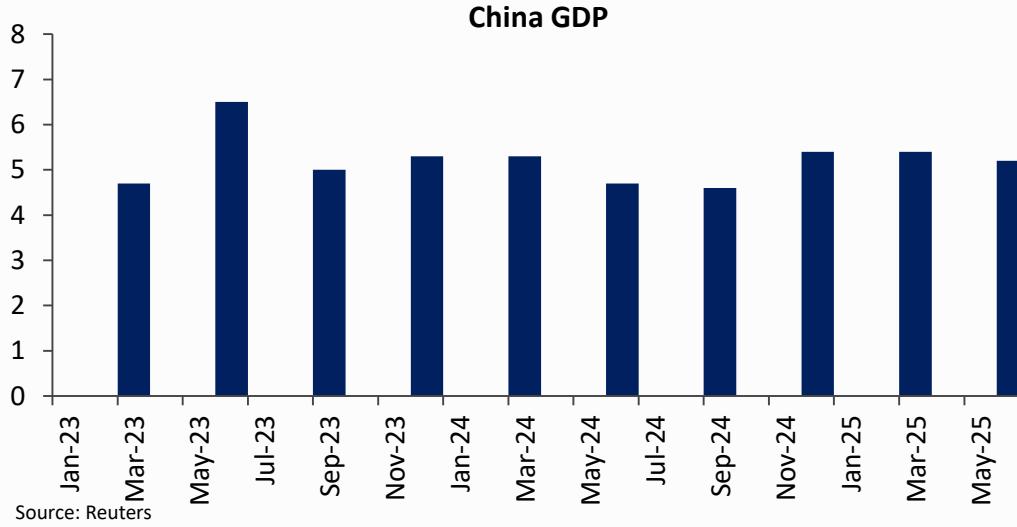
Source: cmegroup



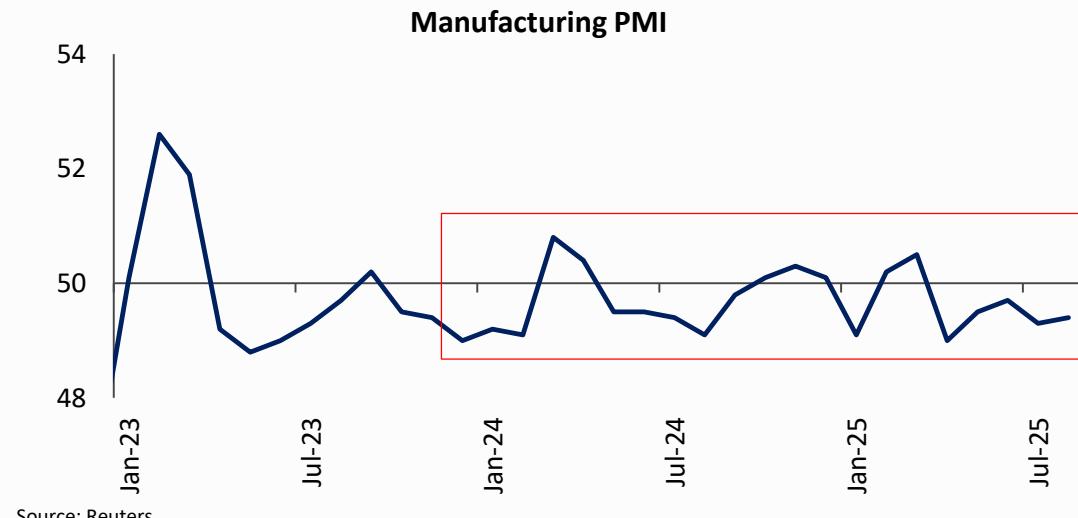
Source: IMF

# China growth story...

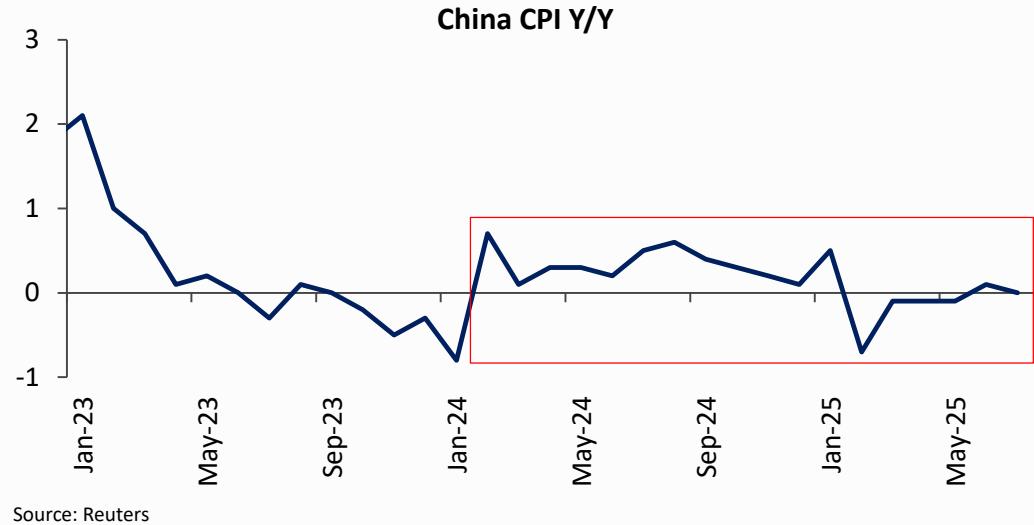
**China GDP steady around 5% despite challenges**



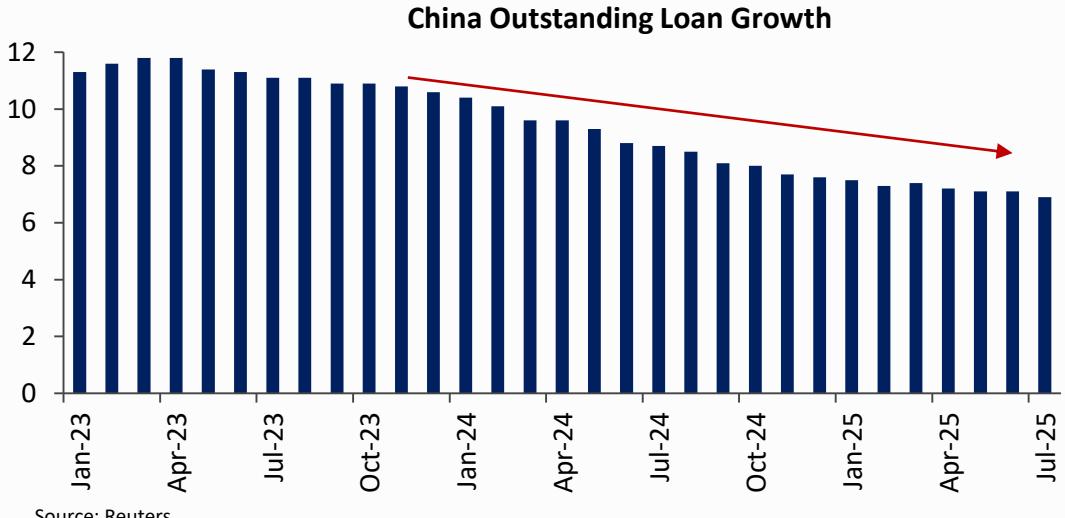
**Manufacturing PMI hovering around 50**



**Chinese inflation slowly and steadily coming back to life**

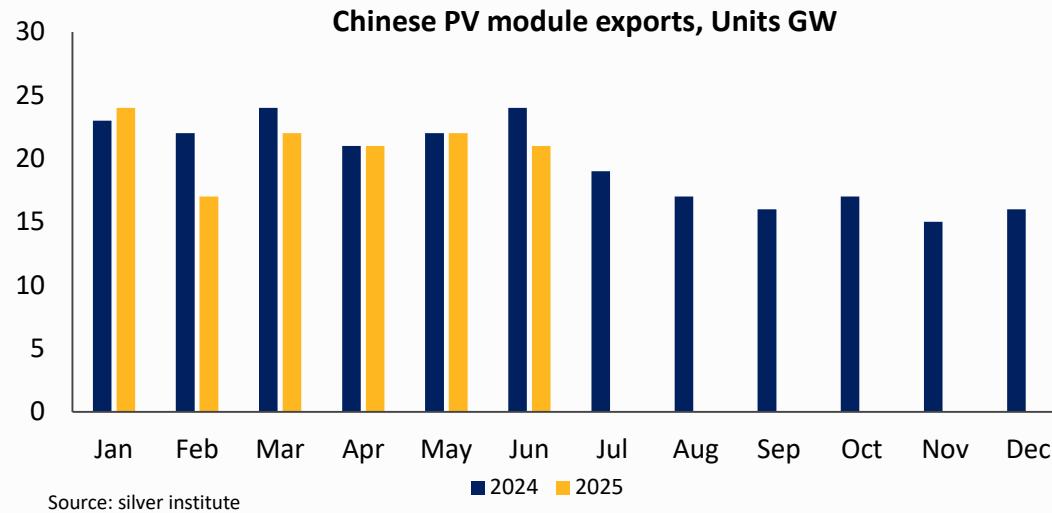


**China loan growth hits record low**

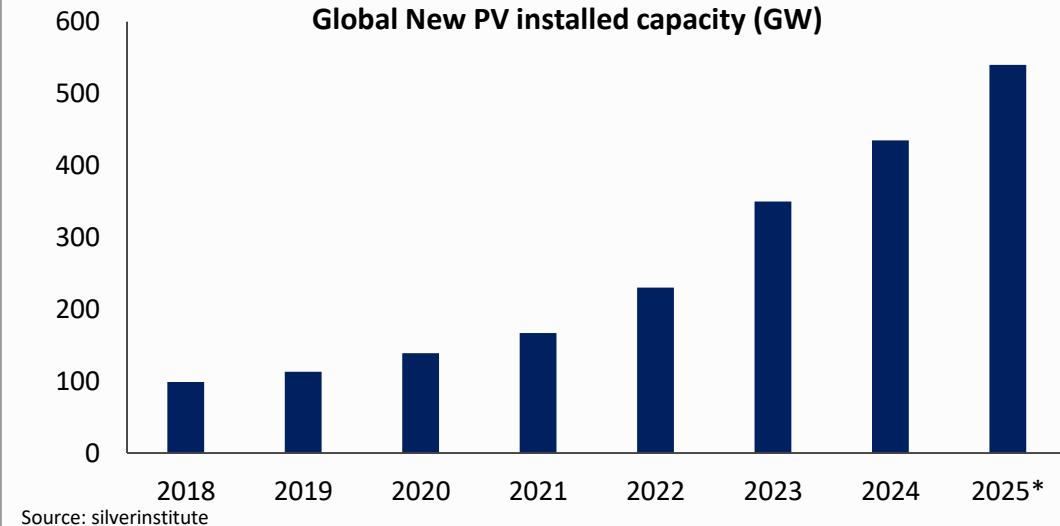


# Green Technological Advancements

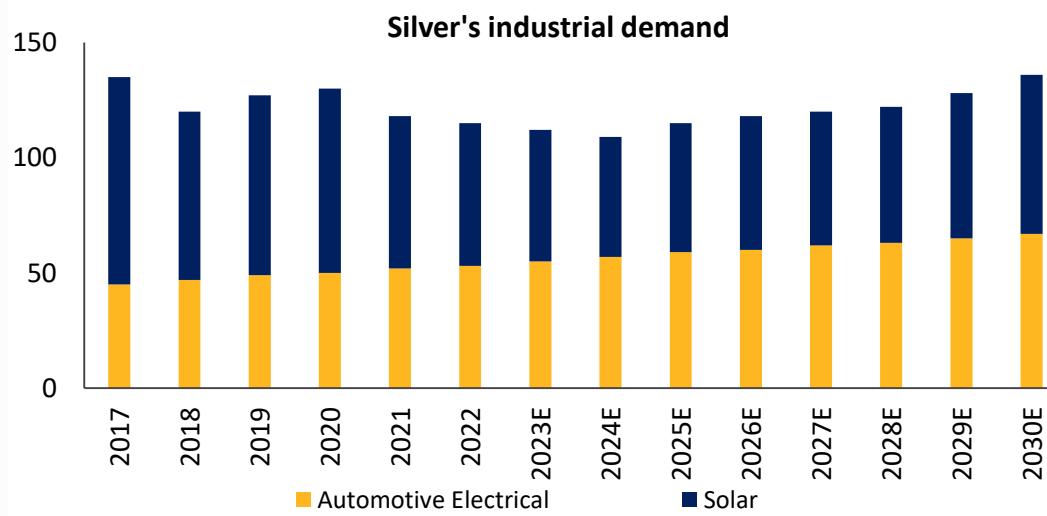
**China's PV module exports hit 127GW in H1'25**



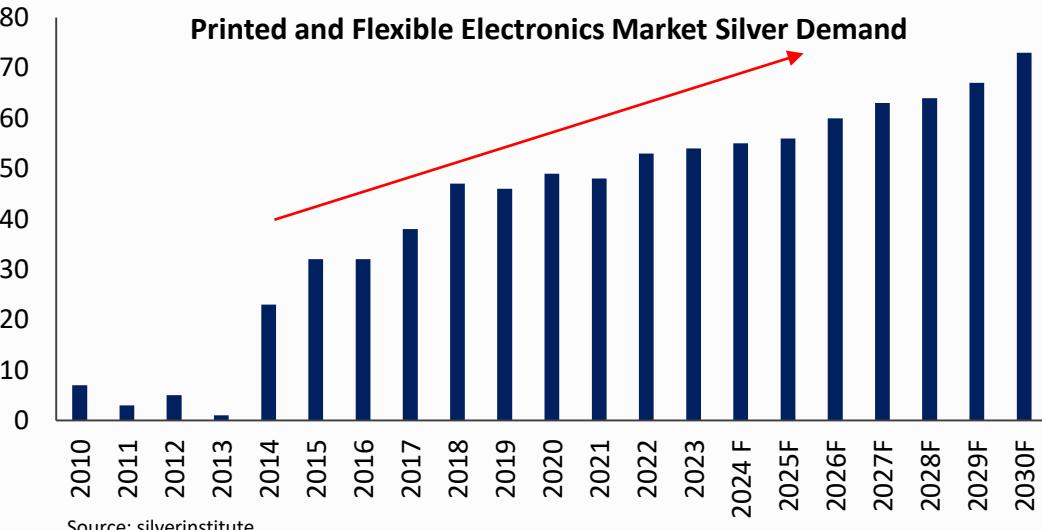
**Global PV capacity installations continue to grow rapidly**



**Silver's industrial demand expected to support demand story**

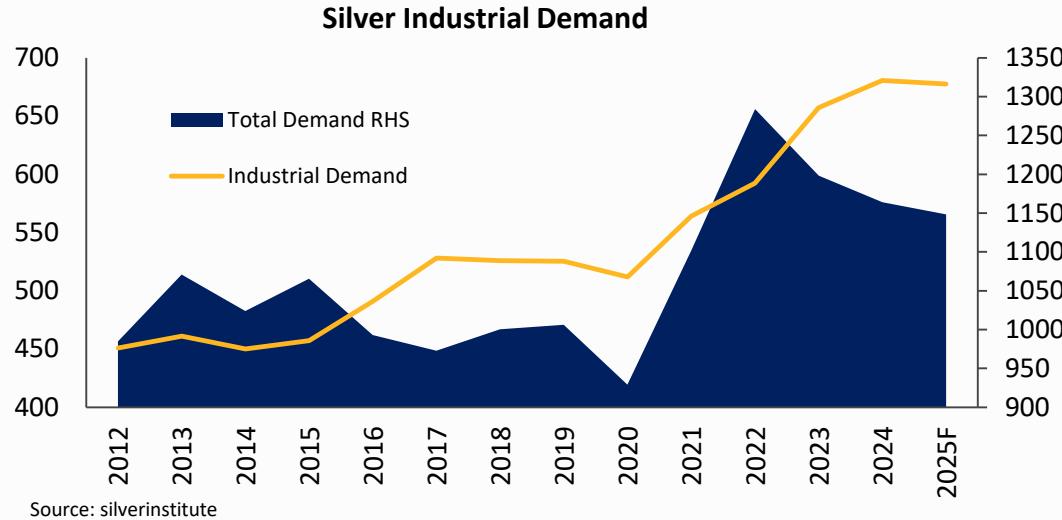


**China shows significant potential for higher Silver demand**



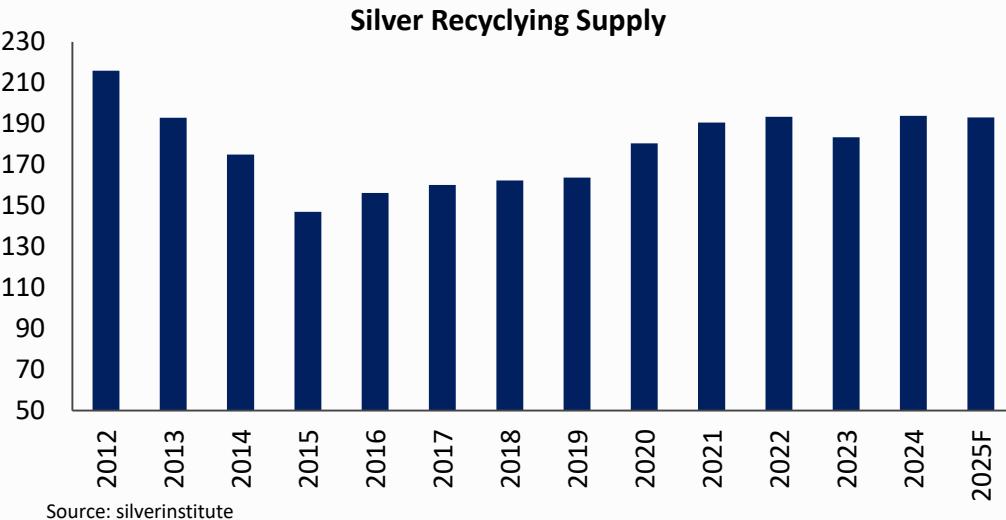
# Silver Demand and Supply

**Industrial demand on the rise, while total demand remains steady**

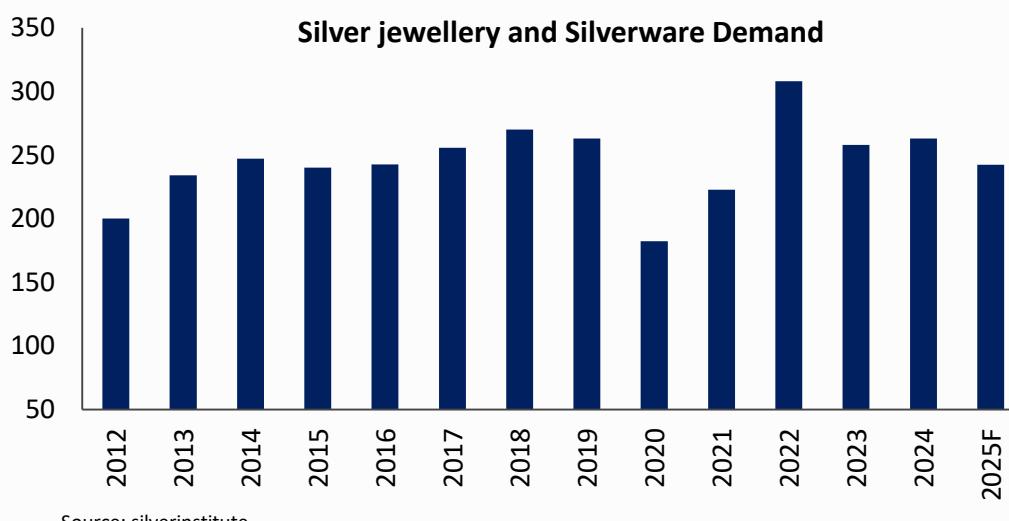


Source: silverinstitute

**Silver Recycling is expected to increase by 5%**



**Demand for jewellery is expected to decline by 6% in 2025**



Source: silverinstitute

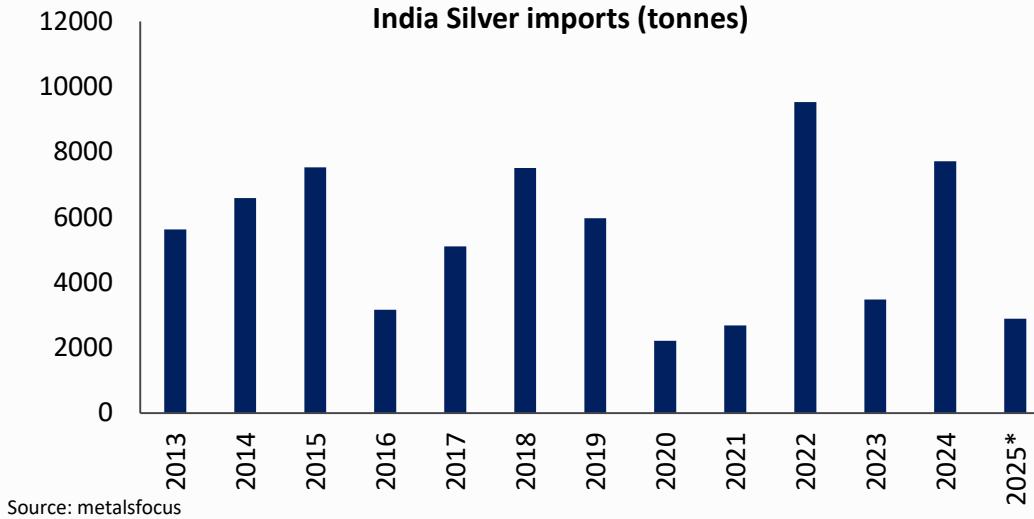
**Market Balance expected to be in deficit for fifth successive year**



Source: silverinstitute

# Silver Flows

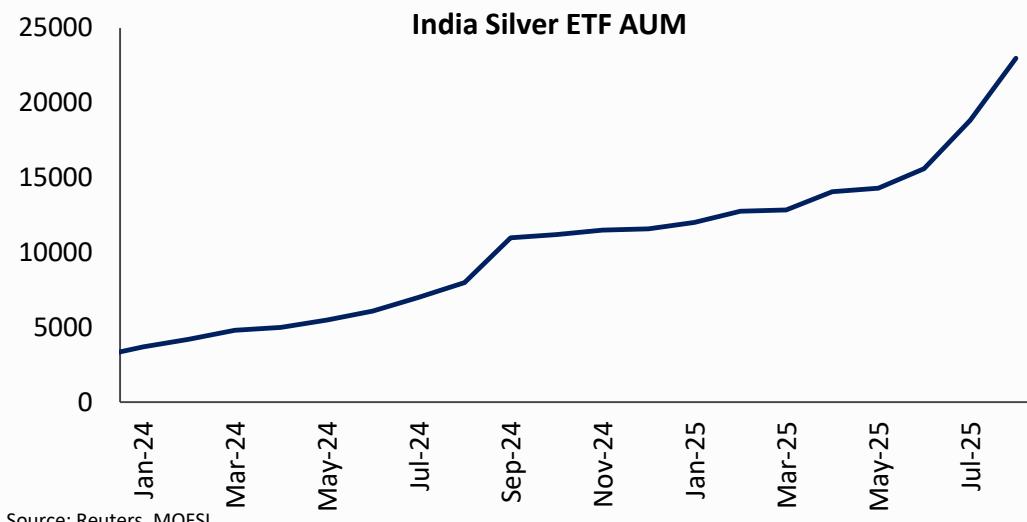
## Steady start in Silver domestic imports in 2025



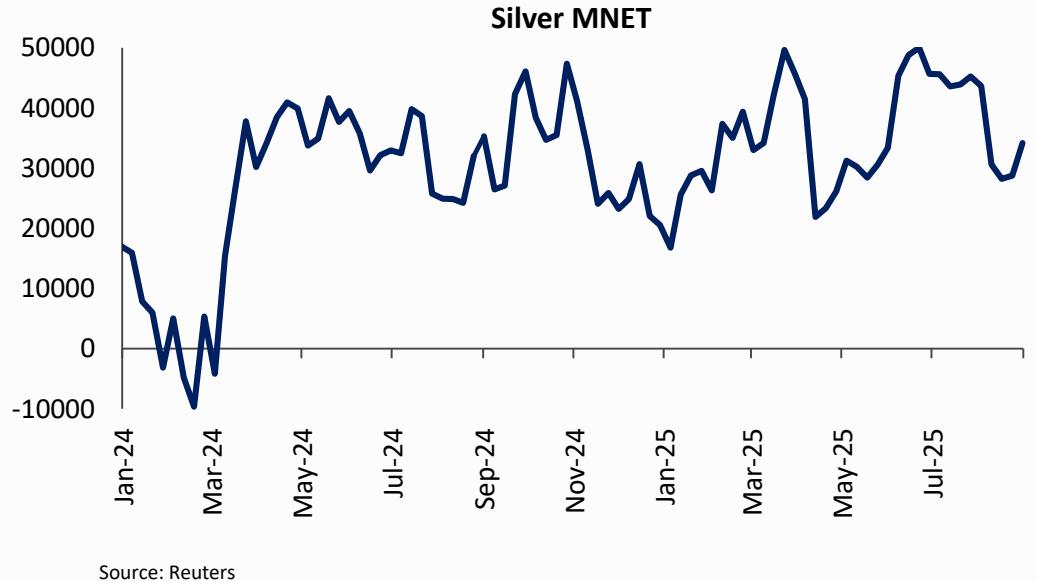
## Silver iShares steadies after sharp swings in the previous years



## Significant jump in Silver AUM of major mutual funds in India



## Managed net position for Silver shows strength in sentiment



- *Silver is witnessing significant run-up, with a ~37% YTD upside*
- *Geo-political tensions and Trump's tariff threats are boosting silver's safe haven appeal*
- *90 days breather with China is still active, however tariff uncertainty with other nations is still on the rise*
- *President Trump has signed and negotiated deals with many countries like, Japan, EU, Indonesia*
- *On other hand, Trump administrations involvement and pressure in monetary policy decision is also increasing tensions in market*
- *US Yields have shown some recovery, however Dollar index witnessed significant fall and is hovering around 98*
- *Surprisingly USDINR has also shown sharp volatility since the start of the year, depreciating ~3% to 88.40*
- *Expectations of rate cuts have been swinging for last many months, but post Jackson hole symposium, a 25 bps cut in September looks eminent*
- *US GDP and labour market are showing resilience , supporting industrial metals including Silver*
- *Rising investment and industrial demand along with recovery expectations in China is positively influencing silver prices*
- *Russia has become first nation to explicitly announce silver purchases for state reserves, allocating \$535 million over three years.*
- *Silver ETP's have also seen significant inflow in 2025; Saudi Central bank was reportedly seen investing close to \$40 million in Silver linked ETFs*
- *Domestic Silver imports exceeds ~3000 tonnes in first half of 2025*
- *Continuous 5<sup>th</sup> year of deficit is a big boost for overall market sentiment*
- *Silver institute expects - Industrial demand could be nearly 60% of total production in 2025*
- *Demand from green tech - i.e. Solar energy, EVs, 5G tech continue to paint a positive picture for silver over the next few quarters.*

## Parity Price of Silver in Rupees at various dollar levels

Silver in Rs/\$	36	38	40	42	44	46	48	50
84	102651	108354	114057	119760	125463	131166	136869	142571
85	103874	109644	115415	121186	126957	132727	138498	144269
86	105096	110934	116773	122611	128450	134289	140127	145966
87	106318	112224	118131	124037	129944	135850	141757	147663
88	107540	113514	119488	125463	131437	137412	143386	149361
89	108762	114804	120846	126889	132931	138973	145016	151058
90	109984	116094	122204	128314	134425	140535	146645	152755

Most Probable path

Alternative levels on weaker USD:INR  
correlation to gold

- We continue to reiterate our view on a medium to long term perspective
- After achieving our targets of ₹1,11,111 and ₹1,25,000, we continue to believe white metal is poised for further upside
- Long term support is near ₹ 1,04,000 – 1,08,000
- After a sharp rally some profit booking is warranted, any dip towards ₹1,18,000 and 1,15,000 can be used as an accumulation zone for targets of ₹1,35,000 followed by ₹ 1,50,000 on domestic front & assuming USDINR at 88.5: \$45 followed by \$50 on Comex
- Buying on dips is recommended from a 12-15 month perspective

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