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Markets for You

Indices Performance

Global Indices	05-Jun	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,540	25,332	207	0.82
Nasdaq	7,575	7,527	48	0.64
FTSE	7,220	7,214	6	0.08
Nikkei	20,776	20,409	368	1.80
Hang Seng	26,895	26,762	134	0.50
Indian Indices	04-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	40,084	40,268	-184	-0.46
Nifty 50	12,022	12,089	-67	-0.55
Nifty 100	12,123	12,191	-68	-0.56
Nifty Bank	31,589	31,654	-65	-0.20
SGX Nifty	12,072	12,108	-36	-0.30
S&P BSE Power	2,020	2,020	0	0.01
S&P BSE Small Cap	14,911	14,938	-28	-0.19
S&P BSE HC	13,293	13,426	-133	-0.99

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
4-Jun	28.76	1.19	29.73	1.21
Month Ago	28.86	1.18	29.24	1.12
Year Ago	22.83	1.15	26.92	1.24

Nifty 50 Top 3 Gainers

Company	04-Jun	Prev_Day	% Change [#]
Yes Bank	153	149	2.24
Bharti Infratel	274	269	1.95
NTPC	135	133	1.47

Nifty 50 Top 3 Losers

Company	04-Jun	Prev_Day	% Change [#]
Zee Ente.	346	360	-3.75
Hero Moto	2753	2840	-3.08
TCS	2183	2242	-2.64

Advance Decline Ratio

	BSE	NSE
Advances	1085	781
Declines	1472	1060
Unchanged	184	110

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	2351	79396
MF Flows**	-320	2209

*4th Jun 2019; **3rd Jun 2019

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.58% (Apr-18)	5.07% (Jan-17)	2.99% (Mar-17)
IIP	4.40% (Mar-18)	7.10% (Dec-17)	4.10% (Mar-17)
GDP	7.70% (Mar-18)	7.00% (Dec-17)	6.10% (Mar-17)

Since May-17, MOSPI has revised base year of IIP & WPI from 2004-05 to 2011-12, and for CPI from 2010 to 2012

Global Indices

- Asian markets set aside the concerns over the U.S.-China trade war and took positive cues from the U.S. Fed's chief's comments on taking appropriate action to sustain expansion. The comment raised hopes for a probable rate cut by U.S. central bank. Investors are also expecting that U.S. President may withdraw its tariff hike plan on Mexico. Today (as of June 06), Asian markets opened modestly higher following gains in the Wall Street in the last session as investors expect U.S. Fed to cut interest rates in 2019. Nikkei grew 0.14% while Hangseng fell 0.15% (as at 8.a.m. IST).

- As per the last close, European markets closed almost higher amid hopes that the U.S. Federal Reserve (Fed) will cut interest rates in 2019 to support economic expansion. However, reports that European Union has stated that it will launch disciplinary procedures against Italy over its rising debt, restricted the gains.

- As per the last close, U.S markets closed almost higher amid optimism that the U.S. Fed will lower interest rates in 2019. However, reports from ADP showing weak private sector job growth in May restricted the gains.

Indian Equity Market

- Indian equity markets closed in the red ahead of a public holiday as investors resorted to profit booking after the benchmark indices reached record highs in the previous session. Investors remained cautious ahead of the second bi-monthly policy decision on Jun 06, 2019. Further, weakness in Asian markets on concerns over global growth amid intensifying U.S. and China trade war weighed on the indices. However, reports that government may infuse approximately Rs. 40,000 crore into state-run lenders in 2019-2020 restricted the losses.

- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.46% and 0.55% to close at 40,083.54 and 12,021.65, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap fell 0.22% and 0.19%, respectively.

- The overall market breadth on BSE was weak with 1,472 scrips declining and 1,085 scrips advancing. A total of 184 scrips remained unchanged.

- On the BSE sectoral front, S&P BSE Information Technology stood as the major loser and fell 1.63%, followed by S&P BSE Teck that fell 1.50%. However, S&P BSE Capital goods stood as the major gainer and grew 0.43%, followed by S&P BSE Utilities that grew 0.35%.

Domestic News

- According to the media reports, the government is expected to infuse approximately Rs. 40,000 crore into state-run lenders in 2019-20 as it working on strengthening of their balance sheets to enable them to boost lending. The announcement is expected in the budget on Jul 5, 2019.

- According to the media reports, the Goods and Services Tax Council is likely expected to meet in the first half of Jun 2019 and is expected to likely take up rationalisation of rates in the textile sector in line with the global markets. This would be the first meet after elections. According to a government official, one of several issues that requires immediate attention is removal of irregularities in tax rates in the textile sector as differential rates is creating difficulties, especially with respect to refund to exporters.

- According to the media reports, India is estimated to have produced 283.37 million tonnes of food grains during 2018-19, up 17.62 million tonnes than the previous five years' (2013-14 to 2017-18) average production of food grain. However, the output is lower by 1.64 million tonnes from 2017-18's food grains output of 285.01 million tonnes. The country is likely to have a record output of 115.63 million tonnes and 101.20 million tonnes of rice and wheat, thereby marking the highest output ever.

- Bank loans to government-run firms have been exempted by the Reserve Bank of India (RBI) from the sphere of rules governing the large exposure limit. Besides being in sync with international norms, the move will capture exposures and concentration risk more precisely. Bank exposures where the principal and interest are fully guaranteed by the government and the intra-day interbank exposures and exposures to borrowers to whom limits are authorised for food credit will also be exempted. These rules have come into effect from Apr 1, 2019. RBI has also stated that the sum of all the exposure values of a bank to a single counterparty must not be more than 20% of the bank's available eligible capital base at all times. However, in exceptional cases, bank boards may permit an additional 5% exposure of the bank's available eligible capital base.

FII Derivative Trade Statistics		04-Jun	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	5794.90	3499.08	20179.94
Index Options	171347.99	170214.68	51700.63
Stock Futures	13336.28	11977.48	88684.99
Stock Options	4394.19	4437.43	3601.48
Total	194873.36	190128.67	164167.04

Derivative Statistics- Nifty Options			
	04-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.54	1.76	-0.22
Put Call Ratio(Vol)	0.96	1.03	-0.07

Debt Watch				
	04-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.87%	5.87%	6.03%	5.87%
T-Repo	5.79%	5.96%	5.83%	5.75%
Repo	6.00%	6.00%	6.00%	6.00%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.05%	6.17%	6.44%	6.48%
364 Day T-Bill	6.16%	6.29%	6.51%	6.06%
10 Year Gilt	7.02%	7.15%	7.39%	7.88%
G-Sec Vol. (Rs.Cr)	44224	62378	29579	18363
FBIL MIBOR*	5.95%	6.00%	6.18%	6.00%
3 Month CP Rate	6.75%	6.85%	7.70%	8.10%
5 Year Corp Bond	7.98%	8.16%	8.48%	8.65%
1 Month CD Rate	6.15%	6.47%	7.03%	7.21%
3 Month CD Rate	6.43%	6.62%	7.23%	7.73%
1 Year CD Rate	7.16%	7.20%	7.64%	8.25%

Currency Market			
Currency	04-Jun	Prev_Day	Change
USD/INR	69.29	69.43	-0.14
GBP/INR	87.83	87.71	0.12
EURO/INR	78.00	77.56	0.44
JPY/INR	64.21	64.13	0.08

Commodity Prices				
Commodity	05-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	51.52	58.79	61.93	65.51
Brent Crude(\$/bl)	63.58	71.83	72.09	72.10
Gold(\$/oz)	1330	1279	1279	1296
Gold(Rs./10 gm)^	32407	31710	31220	30716

Source: Thomson Reuters Eikon

*As on previous trading day

Disclaimer:

^As on 04-June-19

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Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.

Derivatives Market

- Nifty Jun 2019 Futures were at 12,056.15, a premium of 34.50 points, above the spot closing of 12,021.65. The turnover on NSE's Futures and Options segment dropped to Rs. 9,48,525.56 crore on Jun 4, 2019, compared with Rs. 17,16,927.30 crore on Jun 3, 2019.
- The Put-Call ratio stood at 0.94 compared with the previous session's close of 0.89.
- The Nifty Put-Call ratio stood at 1.54 compared with the previous session's close of 1.76.
- Open interest on Nifty Futures stood at 20.17 million as against the previous session's close at 20.59 million.

Indian Debt Market

- Bond yields rose as market participants resorted to profit booking ahead of the impending monetary policy meeting to take advantage of the recent surge in bond prices. The market is keeping tabs on RBI's liquidity stance for further cues.
- Yield on the 10-year benchmark paper (7.26% GS 2029) increased 4 bps to 7.02% compared with the previous close of 6.98% after trading in a range of 6.97% to 7.02%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 5,286 crore (gross) on Jun 4, 2019, compared with Rs. 4,341 crore (gross) as on Jun 3, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 18,533 crore on Jun 3, 2019.

Currency Market Update

- The Indian rupee remained unchanged against the greenback as early gains from the U.S. Federal Reserve's comment indicating a possible rate cut were nullified by dollar purchases by state-run banks.
- The euro rose against the U.S. dollar as the latter weakened after the U.S Fed chairman indicated a rate cut soon in the year amid the ongoing trade tension with China.

Commodity Market Update

- Gold prices edged higher against the greenback as the later weakened after the Federal Reserve chairman indicated of a rate cut soon.
- Brent crude prices slipped following a surprise inventory build in the U.S., as reported by the American Petroleum Institute.

International News

- According to a report by the Institute for Supply Management, U.S. Purchasing Managers' Index (PMI) unexpectedly edged down to 52.1 in May 2019, lowest since Oct 2016, from 52.8 in Apr 2019. The decrease was due to fall in supplier deliveries and inventory index.
- According to preliminary estimates from Eurostat, euro zone's inflation fell to 1.2% in May 2019 as against 1.7% in Apr 2019. Core inflation eased to 0.8% in May from 1.3% in Apr.
- According to the Bank of Japan, the monetary base of the country rose 3.6% YoY in May 2019 coming to 510.808 trillion yen. Banknotes in circulation and coins in circulation gained 4.6% and 2.3% YoY, respectively.

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