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# Markets for You

## Indices Performance

| Global Indices | 11-Jun | Prev_Day | Abs. Change | % Change# |
|---|---|---|---|---|
| Dow Jones | 26,049 | 26,063 | -14 | -0.05 |
| Nasdaq | 7,823 | 7,823 | -1 | -0.01 |
| FTSE | 7,398 | 7,376 | 23 | 0.31 |
| Nikkei | 21,204 | 21,134 | 70 | 0.33 |
| Hang Seng | 27,789 | 27,579 | 211 | 0.76 |
| **Indian Indices** | **11-Jun** | **Prev_Day** | **Abs. Change** | **% Change#** |
| S&P BSE Sensex | 39,950 | 39,785 | 166 | 0.42 |
| Nifty 50 | 11,966 | 11,923 | 43 | 0.36 |
| Nifty 100 | 12,054 | 12,007 | 47 | 0.39 |
| Nifty Bank | 31,265 | 31,034 | 231 | 0.75 |
| SGX Nifty | 11,983 | 11,928 | 55 | 0.46 |
| S&P BSE Power | 2,010 | 2,003 | 7 | 0.34 |
| S&P BSE Small Cap | 14,619 | 14,585 | 34 | 0.24 |
| S&P BSE HC | 13,128 | 13,091 | 37 | 0.29 |

## P/E Dividend Yield

| | Sensex | | Nifty | |
|---|---|---|---|---|
| **Date** | **P/E** | **Div. Yield** | **P/E** | **Div. Yield** |
| 11-Jun | 28.43 | 1.20 | 29.59 | 1.22 |
| Month Ago | 28.44 | 1.23 | 28.14 | 1.17 |
| Year Ago | 23.37 | 1.14 | 27.47 | 1.22 |

## Nifty 50 Top 3 Gainers

| Company | 11-Jun | Prev_Day | % Change# |
|---|---|---|---|
| Zee Ente. | 346 | 335 | 3.24 |
| ONGC | 169 | 165 | 2.79 |
| Tata Motors | 171 | 166 | 2.74 |

## Nifty 50 Top 3 Losers

| Company | 11-Jun | Prev_Day | % Change# |
|---|---|---|---|
| Indiabulls HFC | 675 | 733 | -8.02 |
| Sun Pharma | 390 | 402 | -3.01 |
| M&M | 637 | 647 | -1.56 |

## Advance Decline Ratio

| | BSE | NSE |
|---|---|---|
| Advances | 1131 | 815 |
| Declines | 1428 | 1020 |
| Unchanged | 151 | 98 |

## Institutional Flows (Equity)

| Description (Cr) | Inflow/Outflow | YTD |
|---|---|---|
| FII Flows* | 320 | 77902 |
| MF Flows** | 209 | 1663 |

*11th Jun 2019; **10th Jun 2019

## Economic Indicator

| YoY(%) | Current | Quarter Ago | Year Ago |
|---|---|---|---|
| CPI | 2.92% (Apr-19) | 2.11% (Dec-18) | 4.58% (Apr-18) |
| IIP | -0.10% (Mar-19) | 2.50% (Dec-18) | 5.30% (Mar-18) |
| GDP | 5.80% (Mar-19) | 6.60% (Dec-18) | 8.10% (Mar-18) |

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 edged higher despite U.S. President threatening to impose new tariff on China if his counterpart does not attend the upcoming G20 summit. Investors took positive cues from Beijing allowing the local governments to use proceeds from special bonds as capital for major projects, including highways, gas and power supply and railways. Today (as of Jun 12), Asian markets opened mixed following decline in U.S. Wall Street. Nikkei was trading up 0.12% and Hang Seng was trading down 0.67% (as at 8.a.m. IST).

• As per the last close, European markets closed higher after China announced to provide fresh stimulus to support its economy. The move by China has raised hopes that more central banks across the globe will come up with measures to support growth. The recent decision by the U.S. government to drop its plans to tax Mexican goods continued to support the markets.

• As per the last close, U.S markets closed as investors resorted to profit booking. Hopes of rate cut by the U.S. Federal Reserve and suspension of tariffs on all Mexican goods had been boosting the market.

## Indian Equity Market

• Indian equity markets closed modestly higher amid gains in rupee against the greenback and positive global cues. Hopes that the U.S. Federal Reserve may cut interest in the monetary policy review next week boosted market sentiment. Reports that Beijing has eased financing rules to boost local spending on public works, and U.S. has decided to hold off import tariffs on Mexico acted as a positive catalyst. Additionally, as per media reports, hopes of continuity in reforms and strong growth agenda on domestic front, post outcome of elections is supporting buying interest in the market.

• Investors remained focused on consumer price inflation and index of industrial production data for May and Apr 2019 scheduled to release on Jun 12, 2019. Also, the investors are awaiting Union Budget in Jul 2019.

• Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.42% and 0.36% to close at 39,950.46 and 11,965.60, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap grew 0.79% and 0.24%, respectively.

• The overall market breadth on BSE was weak with 1,428 scrips declining and 1,131 scrips advancing. A total of 151 scrips remained unchanged.

## Domestic News

• According to the Society of Indian Automobile Manufacturers (SIAM), the passenger vehicle sales declined for a seventh straight month to 2,39,347 units in May 2019 as against 3,01,238 units in the year-ago month. Domestic car sales fell 26.03% to 1,47,546 units as against 1,99,479 units in May 2018. Motorcycle sales fell 4.89% to 11,62,373 units as against 12,22,164 units a year earlier. Vehicle sales across categories fell 8.62% to 20,86,358 units from 22,83,262 units in May 2018.

• The Securities and Exchange Board of India (SEBI) in a discussion paper has proposed an informant mechanism to blow the whistle on insider trading cases. As per the paper, SEBI will create a separate window for disclosure where the whistleblowers can submit information of alleged wrongdoing. Also, genuine whistleblowers could get monetary reward of Rs. 1 crore as well as amnesty from regulatory action where disgorgement has been at least ₹5 crore. SEBI hopes that the policy will improve its conviction rate in cases of insider trading.

• The Reserve Bank of India (RBI) has relaxed norms for Basic Savings Bank Deposit (BSBD) account popularly known as no-frills account. Banks are now advised to provide cheque books and other services to basic account holders. Also, the customers are not require to maintain minimum balance and get certain minimum facilities for free. These facilities include, four withdrawals from ATMs in a month, deposit of cash at bank branch, and ATM Card or ATM-cum-Debit Card. Also there will be no limit on number and value of deposits that can be made in a month in BSBDA.

• The Ministry of Statistics and Programme Implementation (MoSPI) said that they are giving an increased focus on Data Quality and Assurance. The ministry further said that it is redrafting the National Policy on Official Statistics and proposing to establish a National Data Warehouse on Official Statistics, where technology will be leveraged for using Big Data Analytical tools to improving the quality of macro-economic aggregates.

# Markets for You

**12 June 2019**

| FII Derivative Trade Statistics | 11-Jun | | |
|---|---|---|---|
| **(Rs Cr)** | **Buy** | **Sell** | **Open Int.** |
| Index Futures | 2983.63 | 3059.16 | 20237.84 |
| Index Options | 212226.57 | 212028.80 | 55214.63 |
| Stock Futures | 10806.43 | 10575.10 | 86312.07 |
| Stock Options | 4430.62 | 4577.45 | 4573.79 |
| Total | 230447.25 | 230240.51 | 166338.33 |

**Derivative Statistics- Nifty Options**

| | 11-Jun | Prev_Day | Change |
|---|---|---|---|
| Put Call Ratio (OI) | 1.49 | 1.36 | 0.13 |
| Put Call Ratio(Vol) | 0.97 | 0.95 | 0.01 |

**Debt Watch**

| | 11-Jun | Wk. Ago | Mth. Ago | Year Ago |
|---|---|---|---|---|
| Call Rate | 5.70% | 5.87% | 5.95% | 6.04% |
| T-Repo | 5.67% | 5.79% | 5.96% | 6.06% |
| Repo | 5.75% | 6.00% | 6.00% | 6.25% |
| Reverse Repo | 5.50% | 5.75% | 5.75% | 6.00% |
| 91 Day T-Bill | 5.95% | 6.05% | 6.43% | 6.55% |
| 364 Day T-Bill | 6.03% | 6.16% | 6.50% | 6.98% |
| 10 Year Gilt | 7.04% | 7.02% | 7.41% | 7.96% |
| G-Sec Vol. (Rs.Cr) | 51147 | 44224 | 25102 | 23449 |
| FBIL MIBOR* | 5.80% | 6.00% | 6.05% | 6.11% |
| 3 Month CP Rate | 6.65% | 6.75% | 7.70% | 7.75% |
| 5 Year Corp Bond | 8.08% | 8.01% | 8.57% | 8.75% |
| 1 Month CD Rate | 5.68% | 6.15% | 6.78% | 7.17% |
| 3 Month CD Rate | 6.31% | 6.43% | 7.29% | 7.76% |
| 1 Year CD Rate | 7.25% | 7.16% | 7.63% | 8.39% |

**Currency Market**

| Currency | 10-Jun | Prev_Day | Change |
|---|---|---|---|
| USD/INR | 69.46 | 69.30 | 0.16 |
| GBP/INR | 88.27 | 88.02 | 0.24 |
| EURO/INR | 78.55 | 78.07 | 0.49 |
| JPY/INR | 0.64 | 0.64 | 0.00 |

**Commodity Prices**

| Commodity | 11-Jun | Wk Ago | Mth. Ago | Year Ago |
|---|---|---|---|---|
| NYMEX Crude($/bl) | 53.68 | 53.45 | 61.60 | 66.10 |
| Brent Crude($/bl) | 65.25 | 65.00 | 72.07 | 73.67 |
| Gold( $/oz) | 1324 | 1325 | 1286 | 1300 |
| Gold(Rs./10 gm) | 32331 | 32407 | 31751 | 30781 |

**Source: Thomson Reuters Eikon** *As on previous trading day

## Derivatives Market

• Nifty Jun 2019 Futures were at 11,976.95, a premium of 11.35 points, above the spot closing of 11,965.60. The turnover on NSE's Futures and Options segment decreased to Rs. 9,24,246.40 crore on Jun 11, 2019, compared with Rs. 9,48,238.46 crore on Jun 10, 2019.

• The Put-Call ratio stood at 0.93 compared with the previous session's close of 0.99.

• The Nifty Put-Call ratio stood at 1.49 compared with the previous session's close of 1.36.

• Open interest on Nifty Futures stood at 20.34 million, compared with the previous session's close of 19.53.

## Indian Debt Market

• Bond yields eased as market participants resorted to value buying ahead of the release of the country's retail inflation data for May 2019. Speculations are high that the inflation data would come in below the central bank's target.

• Yield on the 10-year benchmark paper (7.26% GS 2029) declined 4 bps to 7.04% compared with the previous close of 7.08% after trading in a range of 7.04% to 7.10%.

• Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,362 crore (gross) on Jun 11, 2019, compared with Rs. 8,872 crore (gross) as on Jun 10, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 10,408 crore on Jun 10, 2019.

• Banks did not borrow under the central bank's Marginal Standing Facility on Jun 10, 2019 compared with borrowings of Rs. 2,654 crore on Jun 7, 2019.

## Currency Market Update

• The Indian rupee rebound tracking gains seen by Chinese yuan and regional peers following comments of China's central banks.

• The euro inched down against the greenback as market participants remained on the sidelines ahead of release of key U.S. consumer price inflation data and retail sales data for May-19 for further cues. Persisting worries regarding the ongoing U.S. China trade war also weighed on the market sentiment. However, most of the losses were restricted after U.S. reached a deal with Mexico to avoid imposing tariffs on the latter.

## Commodity Market Update

• Gold prices were down as market participants' attention moved to the upcoming G20 summit slated for end Jun 2019.

• Brent crude prices were steady on expectations of a tight supply scenario with OPEC and allies planning to extend their production cut plan in the second half of the year.

## International News

• According to a survey data by Sentix, eurozone investor confidence fell by 8 points to -3.3 in Jun 2019 from +5.3 in May. This was due to increased trade tensions between the US and China.

• According to the Bank of Japan, the country's M2 money stock rose 2.7% YoY in May 2019 coming in at 1,029.8 trillion yen as against downwardly revised 2.5% increase in Apr 2019. The M3 money stock rose 2.3% to 1,361.7 trillion yen following the 2.2% rise in the previous month. The L money stock rose 1.9% YoY to 1,803.2 trillion yen as against 2.0% in Apr.

Thank you for
your time.