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# Markets for You

16 May 2019

## Indices Performance

Global Indices	15-May	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	25,648	25,532	116	0.45
Nasdaq	7,822	7,734	88	1.13
FTSE	7,297	7,242	55	0.76
Nikkei	21,189	21,067	121	0.58
Hang Seng	28,269	28,122	147	0.52
Indian Indices	15-May	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	37,115	37,319	-204	-0.55
Nifty 50	11,157	11,222	-65	-0.58
Nifty 100	11,254	11,318	-64	-0.57
Nifty Bank	28,616	28,829	-213	-0.74
SGX Nifty	11,142	11,253	-111	-0.99
S&P BSE Power	1,838	1,867	-29	-1.56
S&P BSE Small Cap	13,782	13,844	-62	-0.45
S&P BSE HC	13,351	13,452	-102	-0.76

## P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
15-May	27.20	1.25	27.82	1.18
Month Ago	28.20	1.12	29.18	1.13
Year Ago	24.02	1.15	26.81	1.19

## Nifty 50 Top 3 Gainers

Company	15-May	Prev_Day	% Change <sup>#</sup>
Bajaj Finance	3003	2882	4.20
Eicher Motors	19998	19231	3.99
United Phos	970	955	1.51

## Nifty 50 Top 3 Losers

Company	15-May	Prev_Day	% Change <sup>#</sup>
Yes Bank	143	156	-8.28
Tata Motors	169	185	-8.16
Zee Ente.	322	346	-6.92

## Advance Decline Ratio

	BSE	NSE
Advances	983	657
Declines	1583	1159
Unchanged	177	95

## Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1958	65317
MF Flows**	1901	3598

\*15<sup>th</sup> May 2019; \*\*14<sup>th</sup> May 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	6.60% (Dec-18)	7.00% (Sep-18)	7.70% (Dec-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 equity markets recovered from three-and-half-month lows after the U.S. President said discussions between China will continue. Also, investors sentiment was boosted by hopes that Beijing could increase stimulus to support the economy. Today (as of May 16), Asian markets opened almost on a lower note despite positive development on global trade front. Reports showing some weak economic data from U.S. and China last day likely weighed on the indices. Hangseng and Nikkei fell 0.67% and 1.05%, respectively (as at 8.a.m. IST).
- As per the last close, European markets closed almost higher following reports that U.S. President plans to delay the implementation of auto tariffs on European car imports. Eurozone's strong GDP data for Q1'19 boosted market sentiment. However, China's weak industrial production data for Apr 2019 restricted the gains.
- As per the last close, U.S markets closed almost higher on positive reaction to reports that U.S. President plans to delay the imposition of steep tariffs on auto imports. However, unexpected decline in U.S. retail sales and industrial production in Apr 2019 restricted the gains.

## Indian Equity Market

- Indian equity markets fell as investors stayed on the side lines before the outcome of the general elections next week. The results are scheduled to be announced on May 23, 2019. Also, trade tensions between the U.S. and China have kept investors on the edge.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.55% and 0.58%, respectively, to close at 37,114.88 and 11,157.00, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap lost 0.67% and 0.45%, respectively.
- The overall market breadth on BSE was weak with 983 scrips advancing and 1583 scrips declining. A total of 177 scrips remained unchanged.
- On the BSE sectoral front, only three sectors gained. S&P BSE Realty was the major gainer, up 0.24%, followed by S&P BSE Information Technology and S&P BSE Fast Moving Consumer Goods, up 0.12% and 0.1%, respectively. S&P BSE Metal was the major loser, down 2.08%, followed by S&P BSE Telecom and S&P BSE Utilities, down 1.96% and 1.69%, respectively.

## Domestic News

- According to data from the government, trade deficit for Apr widened to \$15.33 billion with merchandise exports coming in at \$26.07 billion and imports stood at \$41.4 billion. Growth in exports slid to 0.64% in Apr as shipments of engineering goods, gems and jewellery, leather and other products declined. Meanwhile, imports increased by 4.5 %, the highest growth in the last six months as crude oil and gold shipments shot up in the month.
- According to the India Meteorological Department (IMD), monsoon could be delayed as its arrival is expected to be on Jun 6, which is five days after its normal onset date, media reports said. The normal onset date for monsoon over Kerala is Jun 1, which also marks the official commencement of the four-month rainfall season. This year, IMD and private weather agency Skymet have given similar predictions. The Skymet had said that the monsoon would hit the Kerala coast on Jun 4.
- The government could soon decide on whether to officially share the U.S. dollar-rupee reference rate with overseas exchanges, fund houses, corporates and banks. The benchmark rate is used to settle millions of trades and currency derivative contracts in India and abroad. Financial Benchmark India Pvt Ltd (FBIL), which is mandated by the Reserve Bank of India, is the independent benchmark administrator for interest and foreign exchange rates. The agency authorised to set the benchmark exchange rate has recently started announcing the rate with a day's lag – allowing only registered users to access information on the same day.
- Lupin's fourth quarter profit came in at Rs. 289.6 crore. The drug maker had posted Rs. 783.5 crore loss in the same quarter of the previous year. Revenues for Q4 increased to Rs. 4,406.3 crore compared with Rs. 4,033.8 crore in the year-ago quarter.
- Nestle India's net profit increased 9.2% for the quarter ended Mar 31, 2019, at Rs. 463.2 crore compared with Rs. 424 crore in the year-ago period. Revenue from operations were up 9% for the quarter at Rs. 3003 crore, up from Rs. 2757.24 crore in the corresponding year.

FII Derivative Trade Statistics		15-May	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4063.87	4765.93	18089.35
Index Options	215946.78	217503.45	64747.65
Stock Futures	14141.21	13731.72	84846.91
Stock Options	5166.40	5140.30	6812.62
Total	239318.26	241141.40	174496.53

Derivative Statistics- Nifty Options			
	15-May	Prev_Day	Change
Put Call Ratio (OI)	1.14	1.28	-0.14
Put Call Ratio(Vol)	0.86	0.86	-0.01

Debt Watch				
	15-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.95%	5.96%	6.05%	5.87%
T-Repo	5.88%	5.84%	5.93%	NA
Repo	6.00%	6.00%	6.00%	6.00%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.40%	6.43%	6.28%	6.18%
364 Day T-Bill	6.43%	6.50%	6.37%	6.72%
10 Year Gilt	7.38%	7.38%	7.39%	7.90%
G-Sec Vol. (Rs.Cr)	35854	33174	29925	27501
FBIL MIBOR*	6.05%	6.05%	6.10%	6.01%
3 Month CP Rate	7.50%	7.80%	7.00%	8.00%
5 Year Corp Bond	8.49%	8.46%	8.52%	8.57%
1 Month CD Rate	6.82%	6.85%	6.88%	6.62%
3 Month CD Rate	7.16%	7.06%	6.77%	7.45%
1 Year CD Rate	7.52%	7.54%	7.49%	7.90%

Currency Market			
Currency	14-May	Prev_Day	Change
USD/INR	70.42	70.26	0.23
GBP/INR	91.21	91.44	-0.24
EURO/INR	79.15	78.92	0.29
JPY/INR	0.64	0.64	0.33

Commodity Prices				
Commodity	15-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	61.98	62.08	63.38	71.29
Brent Crude(\$/bl)	74.08	71.53	71.54	79.93
Gold( \$/oz)	1296	1281	1288	1290
Gold(Rs./10 gm)	32243	31776	31574	31342

Source: Thomson Reuters Eikon

\*As on previous trading day

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#### Derivatives Market

- Nifty May 2019 Futures were at 11,177.45, a premium of 20.45 points, above the spot closing of 11,222.011,157.00. The turnover on NSE's Futures and Options segment rose to Rs. 12,53,354.99 crore on May 15, 2019, compared with Rs. 10,68,438.44 crore on May 14, 2019.
- The Put-Call ratio stood at 0.90 compared with the previous session's close of 0.85.
- The Nifty Put-Call ratio stood at 1.14 compared with the previous session's close of 1.28.
- Open interest on Nifty Futures stood at 17.42 million as against the previous session's close at 17.85 million.

#### Indian Debt Market

- Bond yields fell initially after the Reserve Bank of India announced to conduct purchase of the government securities under open market operations for an aggregate amount of Rs. 12,500 crore. However, gains were neutralised as market participants preferred to book profits ahead of the outcome of the general elections.
- Yield on the 10-year benchmark paper (7.26% GS 2029) closed unchanged at 7.38% after trading in a range of 7.36% to 7.38%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 11,491 crore (gross) on May 15, 2019, compared with Rs. 4,416 crore (gross) as on May 14, 2019.
- Banks did not borrow under the central bank's Marginal Standing Facility on May 14, 2019 compared with borrowings of Rs. 52 crore on May 13, 2019.

#### Currency Market Update

- The Indian rupee rose against the greenback as concerns over the ongoing trade tensions between U.S. and China eased to some extent. The rupee closed at 70.34 a dollar, up 0.14% compared with the previous close of 70.44.
- The euro barely inched up against the greenback and remained under pressure after China reported weaker growth in retail sales and industrial output for Apr which fuelled concerns of a slowdown in global growth. The euro was last seen trading at 1.1212 compared with the previous close of 1.1203.

#### Commodity Market Update

- Gold prices marginally gained on concerns over weak economic activity in China.
- Brent crude prices moved down after data from the American Petroleum Institute (API) indicated that crude inventories rose by 8.6 million barrels in the week ending May 10 to 477.8 million,

#### International News

- A Labor Department report showed U.S. import prices rose by much less than expected in Apr 2019. The Labor Department said import prices went up 0.2% in Apr after increasing 0.6% in Mar 2019. The uptick in import prices reflected a continued spike in prices for fuel imports, which increased 2.5% in Apr after soaring 6.9% in Mar. A 6.1% jump in petroleum prices drove the increase in fuel prices.
- Eurostat figures showed euro zone's quarterly economic growth rate doubled in the first three months of 2019. This confirmed the initial estimate released in late Apr 2019. Gross domestic product grew 0.4% from the fourth quarter of 2018, when the euro area economy expanded 0.2%.

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