

# Markets for You

07 Apr 2020

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Indices Performance				
Global Indices	06-Apr	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,246	1,158	88	7.58
Nasdaq	7,913	7,373	540	7.33
FTSE	5,582	5,416	167	3.08
Nikkei	18,576	17,820	756	4.24
Hang Seng	23,749	23,236	513	2.21
Indian Indices	03-Apr	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	27,591	28,265	-674	-2.39
Nifty 50	8,084	8,254	-170	-2.06
Nifty 100	8,240	8,404	-164	-1.95
Nifty 500	6,638	6,762	-124	-1.83
Nifty Bank	17,249	18,208	-959	-5.27
S&P BSE Power	1,331	1,339	-8	-0.59
S&P BSE Small Cap	9,409	9,507	-98	-1.03
S&P BSE HC	12,395	11,969	426	3.56

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Apr	16.79	1.57	18.22	1.88
Month Ago	22.83	1.18	25.01	1.39
Year Ago	27.99	1.14	29.12	1.13

Nifty 50 Top 3 Gainers			
Company	03-Apr	Prev_Day	% Change <sup>#</sup>
Sun Pharma	376	344	9.43
Cipla	449	414	8.57
ITC	178	166	6.91

Nifty 50 Top 3 Losers			
Company	03-Apr	Prev_Day	% Change <sup>#</sup>
Axis Bank	325	359	-9.26
IndusInd Bank	313	342	-8.49
ICICI Bank	287	311	-7.87

Advance Decline Ratio		
	BSE <sup>[1]</sup>	NSE <sup>[1]</sup>
Advances	1103	944
Declines	1136	877
Unchanged	179	118

Institutional Flows (Equity)		
Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-3802	-51832
MF Flows**	2709	39524

\*3<sup>rd</sup> Apr 2020; \*\*30<sup>th</sup> Mar 2020

Economic Indicator			
YoY(%)	Current	Quarter Ago	Year Ago
CPI	6.58% (Feb-20)	5.54% (Nov-19)	2.57% (Feb-19)
IIP	2.00% (Jan-20)	-6.60% (Oct-19)	1.60% (Jan-19)
GDP	4.70% (Dec-19)	5.10% (Sep-19)	5.60% (Dec-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

[1] Data as on 03 Apr 2020; [2] Data as on 31 Mar 2020

### Global Indices

- Asian markets largely closed positive after the reported death tolls in some of the world's coronavirus infected areas showed signs of easing over the weekend. Investors reacted positively to reports suggesting a slowing daily death toll from the coronavirus in Europe. Today (as on Apr 7), markets traded higher, buoyed by hopes as the spread of the global coronavirus pandemic appeared to slow. Both Nikkei and Hang Seng traded up 2.65% and 1.45% (as at 8.a.m. IST), respectively.
- European markets too witnessed gains following release of data showing the rate of new coronavirus infections and deaths in the region was slowing.
- U.S. markets surged as buying interest got support from the data showing a slowing in the number of daily U.S. coronavirus cases. However, it is still early to determine a lasting trend.

### Indian Equity Market

- Indian equity markets continued with its downward journey as coronavirus cases showed no signs of abating. Meanwhile, the ongoing 21-day lockdown has brought the economy to a grinding halt. On global front, confirmed cases of COVID-19 surpassed 1 million with more than 52,000 deaths, media reports stated.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 2.39% and 2.06% to close at 27,590.95 and 8,083.80 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 1.17% and 1.03% respectively.
- The overall market breadth on BSE was weak with 1,103 scrips advancing and 1,136 scrips declining. A total of 179 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Healthcare was the major gainer, up 3.56% followed by S&P BSE Oil & Gas, up 2.03% and S&P BSE Utilities, up 0.86%. S&P BSE Bankex was the major loser, down 5.39% followed by S&P BSE Finance, down 4.35% and S&P BSE Auto, down 2.94%.

### Domestic News

- Data from a private survey showed that the IHS Markit India Services Business Activity Index fell to 49.3 in Mar 2020 from 57.5 in the previous month. This can be attributed to the coronavirus outbreak across the country that pulled the India's service sector into contraction. The Composite Purchasing Managers' Index (PMI) Output Index that maps both the manufacturing and services sector also fell to 50.6 in Mar from 57.6 in the previous month.
- According to Asian Development Bank (ADB), India's economic growth is expected to slowdown to 4% for FY21. The slowdown is predicted due to weak global demand and the government's Covid-19 controlling measures and policies. However, ADB expects India's GDP to strengthen to 6.2% in FY22 amid government reforms.
- The World Bank's Board of Executive Directors has granted an immediate \$1 billion emergency fund for India COVID-19 Emergency Response and Health Systems Preparedness Project to help the country prevent, detect, and respond to the COVID-19 pandemic and to also strengthen its public health preparedness. India has received the largest ever health sector support from the Bank.
- A global rating agency cut India's GDP growth forecast to 2% for FY21 from 5.1% projected earlier as economic recession gripped global economy following the lockdown due to COVID-19 pandemic. This would make it the slowest growth in the country over the past 30 years.
- As per media reports, India's direct tax collections has declined to Rs. 10.27 lakh crore in FY20 which 12.2% less from the target. The collections missed the revised estimate of Rs. 11.7 lakh crore in the Union Budget presented in Feb 2020 by Rs 1.42 lakh crore. The collection was were also 8% less than the Rs. 11.17 lakh crore collected in FY19.

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FII Derivative Trade Statistics			
(Rs Cr)	03-Apr		
	Buy	Sell	Open Int.
Index Futures	3957.90	5155.37	7949.55
Index Options	174350.19	173069.46	26504.51
Stock Futures	9816.75	9839.50	60949.26
Stock Options	568.97	570.57	674.32
<b>Total</b>	<b>188693.81</b>	<b>188634.90</b>	<b>96077.64</b>

Derivative Statistics- Nifty Options			
	03-Apr	Prev_Day	Change
Put Call Ratio (OI)	1.18	1.02	0.16
Put Call Ratio(Vol)	0.90	0.89	0.01

Debt Watch				
	03-Apr	Wk. Ago	Mth. Ago	Year Ago
Call Rate	4.25%	4.23%	4.98%	5.98%
T-Repo	2.37%	0.48%	4.88%	5.77%
Repo	4.40%	4.40%	5.15%	6.00%
Reverse Repo	4.00%	4.00%	4.90%	5.75%
91 Day T-Bill	4.10%	4.21%	4.99%	6.23%
364 Day T-Bill	4.49%	4.60%	5.08%	6.31%
10 Year Gilt	6.31%	6.21%	6.18%	7.35%
G-Sec Vol. (Rs.Cr)	19983	20952	75493	39093
FBIL MIBOR <sup>[2]</sup>	4.81%	4.80%	5.15%	6.04%
3 Month CP Rate	6.00%	5.80%	5.55%	6.80%
5 Year Corp Bond	7.26%	7.12%	6.75%	8.38%
1 Month CD Rate	4.14%	4.84%	5.16%	6.54%
3 Month CD Rate	4.39%	4.89%	5.34%	6.65%
1 Year CD Rate	5.13%	5.53%	5.66%	7.11%

Currency Market			
Currency	03-Apr	Prev_Day	Change
USD/INR	75.83	75.39	0.44
GBP/INR	93.88	93.08	0.81
EURO/INR	82.22	83.05	-0.83
JPY/INR	0.70	0.70	0.01

Commodity Prices				
Commodity	06-Apr	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	26.16	13.35	41.09	63.05
Brent Crude(\$/bl)	17.93	15.61	46.14	70.52
Gold(\$/oz)	1662	1622	1674	1291
Gold(Rs./10 gm) <sup>[1]</sup>	40989	40989	44315	31615

Source: Refinitiv

[1] Data as on 03 Apr 2020, [2] Data as on 31 Mar 2020

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#### Derivatives Market

- Nifty Apr 2020 Futures stood at 8,084.50, a premium of 0.70 points above the spot closing of 8,083.80. The turnover on NSE's Futures and Options segment fell to Rs. 4,45,927.56 crore on April 03, 2020, compared with Rs. 12,40,497.56 crore on April 01, 2020.
- The Put-Call ratio stood at 0.79 compared with the previous session's close of 0.87.
- The Nifty Put-Call ratio stood at 1.18 compared with the previous session's close of 1.02.
- Open interest on Nifty Futures stood at 10.93 million, compared with the previous session's close of 11.01 million.

#### Indian Debt Market

- Bond yields surged after as Government frontloaded its borrowing plan for the first half of this financial year. Heavy debt supply from states also dampened market sentiment.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) increased 17 bps to close at 6.31% from the previous closing of 6.14% after moving in a range of 6.20% to 6.31%.
- The Reserve Bank of India reduced trading hours for Indian government bond and foreign exchange markets among others to four hours for the next two weeks. The markets will remain functional from 10:00 a.m. to 2:00 p.m.
- RBI announced the sale (issue/re-issue) of three dated securities for Rs. 19,000 crore on Apr 9, 2020.

#### Currency Market Update

- The Indian rupee in spot trade plunged to a record low against the greenback following losses in the domestic equity market.
- The euro fell against the greenback as the safe-haven appeal of the U.S. dollar improved on reports that Japan might declare a state of emergency. The euro closed at 1.0791, down 0.16% compared to the previous day's close of 1.0808.

#### Commodity Market Update

- Gold prices surged as its safe-haven appeal improved on concerns over a global economic slowdown.
- Brent crude prices fell after a meeting between OPEC and its allies was delayed that was scheduled to be held on Apr 6, 2020.

#### International News

- Data from the U.S. Labour Department showed that employment in U.S. plunged by 701,000 jobs in Mar 2020 after increasing by an upwardly revised 275,000 jobs in Feb 2020 (273,000 jobs originally reported). The unemployment rate also surged up to 4.4% in Mar 2020 from 3.5% in Feb 2020.
- Data from the Society of Motor Manufacturers and Traders showed that car registrations in the euro zone plunged 44.4% on a yearly basis in Mar 2020.
- Singapore announced an additional S\$5.1 billion (US\$3.6 billion) stimulus to save jobs and protect the livelihoods of people amid the spread of coronavirus, or COVID-19, pandemic.



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your time.**

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