

Markets for You

07 Aug 2020

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Indices Performance

Global Indices	06-Aug	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,713	1,698	16	0.91
Nasdaq	11,108	10,998	110	1.00
FTSE	6,027	6,105	-78	-1.27
Nikkei	22,418	22,515	-97	-0.43
Hang Seng	24,931	25,103	-172	-0.69
Indian Indices	06-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	38,025	37,663	362	0.96
Nifty 50	11,200	11,102	99	0.89
Nifty 100	11,345	11,248	97	0.86
Nifty 500	9,169	9,089	80	0.88
Nifty Bank	21,643	21,510	133	0.62
S&P BSE Power	1,529	1,530	-1	-0.09
S&P BSE Small Cap	13,562	13,430	133	0.99
S&P BSE HC	18,821	18,611	210	1.13

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
6-Aug	26.41	1.02	30.68	1.47
Month Ago	24.30	1.06	28.13	1.49
Year Ago	25.33	1.27	26.97	1.35

Nifty 50 Top 3 Gainers

Company	06-Aug	Prev_Day	% Change [#]
Infosys	971	945	2.77
Bajaj Finance	3345	3262	2.55
GAIL	96	93	2.52

Nifty 50 Top 3 Losers

Company	06-Aug	Prev_Day	% Change [#]
Shree Cements Limited	21723	22104	-1.72
Eicher Motors	21681	21959	-1.26
Adani Ports & SEZ	324	327	-1.01

Advance Decline Ratio

	BSE	NSE
Advances	1558	1132
Declines	1109	744
Unchanged	163	85

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-219	-3685
MF Flows**	-266	29898

 *6th Aug 2020; **3rd Aug 2020

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	6.09% (Jun-20)	5.84% (Mar-20)	3.18% (Jun-19)
IIP	-34.71% (May-20)	5.20% (Feb-20)	4.50% (May-19)
GDP	3.10% (Mar-20)	4.10% (Dec-19)	5.70% (Mar-19)

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 05 Aug, 2020

Global Indices

- Majority of the Asian markets closed higher with investors remaining optimistic that the U.S. lawmakers will eventually reach an agreement on a new coronavirus relief bill. Nonetheless, underlying sentiments remained cautious amid concerns about the economic outlook as the number of COVID-19 cases continues to rise. Today (as on Aug 7), majority of the markets are trading lower as investors await several economic data releases for Jul. Both Nikkei and Hang Seng are down 0.45% and 0.62% (as at 8:00 AM IST), respectively.
- European markets closed lower in reaction to the Bank of England's decision to leave interest rates and the size of its bond-buying program unchanged.
- U.S. markets edged higher with notable buying interest in major tech stocks. Investors also took positive cues after initial jobless claims for the week to Aug 1 pulled back by much more than expected.

Indian Equity Market

- Indian equity markets closed higher with investors taking positive cues from the outcome of the MPC's latest policy meeting. The central bank announced a host of measures to support the economy, battered by the COVID-19 pandemic.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.96% and 0.89% to close at 38,025.45 and 11,200.15 respectively.
- The overall market breadth on BSE was strong with 1,558 scrips advancing and 1,109 scrips declining. A total of 163 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE IT was the major gainer, up 2.21% followed by S&P BSE Teck, up 1.76% and S&P BSE FMCG, up 1.37%. S&P BSE Telecom was the major loser, down 0.31% followed by S&P BSE Capital Goods, down 0.29% and S&P BSE Power, down 0.09%.

Domestic News

- The Monetary Policy Committee (MPC) in its monetary policy review kept key policy repo rate unchanged at 4.00%. The reverse repo rate thus remained unchanged at 3.35% and the marginal standing facility rate and the bank rate also stood unchanged at 4.25%. All members of the MPC voted for a status quo. The MPC also decided to continue with its accommodative stance on its monetary policy as long as it is necessary to revive the growth and mitigate the impact of the COVID-19 pandemic on the domestic economy while ensuring that retail inflation remains within its medium-term target.
- MPC noted that the inflation outlook of the country was marred with uncertainty. Hence the MPC decided to keep the key policy repo rate on hold and remain watchful of the incoming data till there is some clarity regarding the inflation outlook of the country.
- According to the MPC, the whole year GDP growth for FY21 is expected to be negative. This is because the domestic economy is still reeling under the impact of the COVID-19 pandemic.


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

FII Derivative Trade Statistics		06-Aug		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	3478.16	4006.22	7234.92	
Index Options	297581.46	298301.60	51547.98	
Stock Futures	14554.74	14922.06	88022.24	
Stock Options	6757.88	6712.16	4218.26	
Total	322372.24	323942.04	151023.40	

Derivative Statistics- Nifty Options			
	06-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.49	1.26	0.24
Put Call Ratio(Vol)	1.02	1.01	0.01

Debt Watch				
	06-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.41%	3.45%	3.50%	5.64%
T-Repo	2.90%	3.18%	3.14%	5.61%
Repo	4.00%	4.00%	4.00%	5.75%
Reverse Repo	3.35%	3.35%	3.35%	5.50%
91 Day T-Bill	3.22%	3.28%	3.07%	5.46%
364 Day T-Bill	3.46%	3.48%	3.39%	5.78%
10 Year Gilt	5.86%	5.83%	5.84%	6.34%
G-Sec Vol. (Rs.Cr)	43511	30966	31893	66675
FBIL MIBOR ^[1]	3.79%	3.90%	3.88%	5.75%
3 Month CP Rate	3.65%	3.65%	3.85%	6.10%
5 Year Corp Bond	6.46%	6.35%	6.50%	7.72%
1 Month CD Rate	3.14%	3.18%	3.29%	5.65%
3 Month CD Rate	3.30%	3.33%	3.24%	5.95%
1 Year CD Rate	3.74%	3.75%	3.92%	6.75%

Currency Market			
Currency	06-Aug	Prev_Day	Change
USD/INR	74.86	74.91	-0.05
GBP/INR	98.54	98.00	0.54
EURO/INR	89.07	88.53	0.54
JPY/INR	0.71	0.71	0.00

Commodity Prices				
Commodity	06-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	41.88	39.80	40.46	53.55
Brent Crude(\$/bl)	45.68	43.13	43.90	57.77
Gold(\$/oz)	2063	1960	1784	1474
Gold(Rs./10 gm)	55560	53099	48168	36463

Source: Refinitiv

[1] Data as on 05 Aug, 2020

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Derivatives Market

- Nifty Aug 2020 Futures stood at 11,199.50, a discount of 0.65 points below the spot closing of 11,200.15. The turnover on NSE's Futures and Options segment rose to Rs. 39,88,372.83 crore on August 06, 2020, compared with Rs. 21,74,184.82 crore on August 05, 2020.
- The Put-Call ratio stood at 0.87 compared with the previous session's close of 0.95.
- The Nifty Put-Call ratio stood at 1.49 compared with the previous session's close of 1.26.
- Open interest on Nifty Futures stood at 11.18 million, compared with the previous session's close of 10.88 million.

Indian Debt Market

- Bond yields rose after the Monetary Policy Committee (MPC) left key policy rates unchanged.
- MPC kept repo and reverse repo unchanged at 4% and 3.35% respectively and continued with the accommodative stance while ensuring that inflation remains within the target going forward.
- Yield on the present 10-year benchmark paper (5.79% GS 2030) rose 3 bps to close at 5.86% compared with the previous close of 5.83% after moving in a range of 5.81% to 5.89%.
- Yield on the upcoming new 10-year benchmark paper (5.77% GS 2030) increased 5 bps to close at 5.81% compared to the previous closing of 5.76% after moving in a range of 5.76% to 5.81%.
- Banks borrowed Rs. 45 crore under the central bank's Marginal Standing Facility on Aug 5, 2020 compared Rs. 53 crore on Aug 4, 2020.

Currency Market Update

- The Indian rupee was almost steady against the U.S. dollar, amid the Monetary Policy Committee's (MPC) decision to keep policy rates steady and a recovery in the U.S. dollar index. The rupee closed at 74.93 per dollar compared with the previous close of 74.94.
- Euro rose against the greenback as market participants awaited U.S. lawmakers to agree on a new package of support for the U.S. economy.

Commodity Market Update

- Gold prices surged to a record high amid persisting concerns over the COVID-19 pandemic.
- Brent crude prices fell as concerns over a second wave of coronavirus infections weighed on the market sentiment.

International News

- The Institute for Supply Management report (ISM) showed U.S. non-manufacturing/services index rose to 58.1 in Jul 2020 from 57.1 in Jun 2020. Surprising rise was partially due to a notable acceleration in the pace of growth in new orders.
- Data from Destatis showed, Germany's factory orders surged 27.9% MoM in Jun 2020, much better than 10.4% rise in the previous month on strong domestic demand as consumption benefited from the easing of lockdown measures.
- The Labor Department reported U.S. initial jobless claims fell to 249,000 to 1.186 million from the previous week's revised level of 1.435 million (1.434 million originally reported). Fall in claims came after two straight weekly increases in first-time claims



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