

Markets for You

11 Aug 2020

Good gets *better*

Indices Performance

Global Indices	10-Aug	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,689	1,698	-9	-0.51
Nasdaq	10,968	11,011	-43	-0.39
FTSE	6,051	6,032	18	0.31
Nikkei ^[1]	22,330	22,418	-88	-0.39
Hang Seng	24,377	24,532	-154	-0.63
Indian Indices	10-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	38,182	38,041	142	0.37
Nifty 50	11,270	11,214	56	0.50
Nifty 100	11,433	11,361	72	0.63
Nifty 500	9,269	9,199	70	0.76
Nifty Bank	21,900	21,754	146	0.67
S&P BSE Power	1,567	1,547	20	1.28
S&P BSE Small Cap	13,869	13,669	200	1.47
S&P BSE HC	19,642	18,761	881	4.69

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
10-Aug	26.67	1.01	31.23	1.46
Month Ago	24.25	1.06	28.27	1.49
Year Ago	26.28	1.23	27.41	1.33

Nifty 50 Top 3 Gainers

Company	10-Aug	Prev_Day	% Change [#]
Cipla	796	729	9.19
L&T Ltd.	960	916	4.85
M&M	629	600	4.74

Nifty 50 Top 3 Losers

Company	10-Aug	Prev_Day	% Change [#]
Eicher Motors	21353	21807	-2.08
Asian Paints	1782	1806	-1.32
RIL	2120	2146	-1.24

Advance Decline Ratio

	BSE	NSE
Advances	1742	1242
Declines	1026	658
Unchanged	163	108

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1306	-1803
MF Flows**	-66	28366

*10th Aug 2020; **7th 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 07 Aug, 2020

Global Indices

- Asian markets largely closed on a positive note with investors taking positive cues from U.S. President's approval of a series of executive orders expanding coronavirus economic relief to Americans struggling during the pandemic. However, ongoing U.S.- China tension kept investors wary. Today (as on Aug 11), markets are trading higher, tracking overnight gains in Wall Street. Both Nikkei and Hang Seng are up 1.27% and 2.00% (as at 8:00 am IST), respectively.
- European markets closed higher with investors reacting positively to the encouraging U.S. jobs data, released last week, and news about U.S. President signing executive orders aimed at extending coronavirus relief to Americans.
- U.S. markets largely closed on a positive note after U.S. President signed executive orders aimed at extending coronavirus relief to Americans. Nonetheless, concerns about growing tensions between the U.S. and China kept buying interest somewhat subdued.

Indian Equity Market

- Indian equity markets edged higher, led by encouraging quarterly numbers from major pharma companies and the government's new initiative Atmanirbhar Bharat (Self-Reliant India), wherein the Ministry of Defence announced a phased, year-wise restraint on the import of 101 items of defence equipment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.37% and 0.5% to close at 38,182.08 and 11,270.15 respectively. S&P BSE MidCap and S&P BSE SmallCap gained 1.42% and 1.47% respectively.
- The overall market breadth on BSE was strong with 1,742 scrips advancing and 1,026 scrips declining. A total of 163 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Healthcare was the major gainer, up 4.69% followed by S&P BSE Capital Goods, up 3.3% and S&P BSE Realty, up 2.73%. S&P BSE Energy was the major loser, down 0.99% followed by S&P BSE Oil & Gas, down 0.13%.

Domestic News

- Niti Aayog CEO said India has attracted over USD 22 billion worth of foreign direct investments (FDI) during the COVID-19 pandemic, which indicates country's FDI regime is the most liberal in the world. Almost 90% plus of the USD 22 billion FDI in India during the pandemic came through the automatic route.
- Prime Minister said government is contemplating to invest Rs. 10,000 crore for building a trans-shipment port at Great Nicobar Island in the Bay of Bengal. This will provide shippers an alternative to similar ports in the region.
- Union Minister of Transport said the government is working on the idea of a land bank and a social microfinance institution to help people run small shops and businesses.
- MSME Minister requested chief ministers of all states to direct their state or union territory ministries and departments along with public sector units to clear pending payments to Micro, Small, and Medium Enterprises (MSME) on priority.
- Flipkart revealed the launch of 'Flipkart Leap' - the first startup accelerator program for the e-commerce giant to assist new and emerging businesses. Flipkart Leap discovers business-to-consumer and business-to-business startups and helps them grow through an intense virtual program lasting 16 weeks. Shortlisted companies are to receive \$25,000 equity-free award.
- Equitas Holdings Ltd reported 25.3% decline in its consolidated net profit to Rs. 52.48 crore in quarter ended Jun 2020 as against net profit of Rs 70.27 crore in the same quarter a year ago. Total income of the company rose to Rs. 787.09 crore in quarter ended Jun 2020 from Rs 662.52 crore in the same period of 2019.

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FII Derivative Trade Statistics		10-Aug		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2947.29	3010.61	8473.56	
Index Options	134408.89	134993.59	47267.57	
Stock Futures	13071.09	14380.81	88952.01	
Stock Options	3991.66	4007.78	4737.16	
Total	154418.93	156392.79	149430.30	

Derivative Statistics- Nifty Options			
	10-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.59	1.60	-0.02
Put Call Ratio(Vol)	0.97	0.99	-0.01

Debt Watch				
	10-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.43%	3.48%	3.50%	5.32%
T-Repo	3.20%	3.16%	3.13%	5.37%
Repo	4.00%	4.00%	4.00%	5.40%
Reverse Repo	3.35%	3.35%	3.35%	5.15%
91 Day T-Bill	3.29%	3.27%	3.16%	5.35%
364 Day T-Bill	3.48%	3.47%	3.36%	5.65%
10 Year Gilt	5.89%	5.84%	5.76%	6.49%
G-Sec Vol. (Rs.Cr)	26971	17692	69637	52233
FBIL MIBOR ^[1]	3.82%	3.86%	3.87%	5.40%
3 Month CP Rate	3.70%	3.65%	3.80%	5.90%
5 Year Corp Bond	6.54%	6.45%	6.26%	7.76%
1 Month CD Rate	3.06%	3.16%	3.20%	5.45%
3 Month CD Rate	3.33%	3.32%	3.24%	6.01%
1 Year CD Rate	3.80%	3.76%	3.90%	6.64%

Currency Market			
Currency	10-Aug	Prev_Day	Change
USD/INR	74.88	74.96	-0.08
GBP/INR	97.84	98.39	-0.55
EURO/INR	88.33	88.78	-0.46
JPY/INR	0.71	0.71	0.00

Commodity Prices				
Commodity	10-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	41.89	40.78	40.51	54.36
Brent Crude(\$/bl)	43.78	44.46	43.71	56.51
Gold(\$/oz)	2027	1977	1798	1497
Gold(Rs./10 gm)	55331	53615	49143	37270

Source: Refinitiv

[1] Data as on 07 Aug, 2020

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Derivatives Market

- Nifty Aug 2020 Futures stood at 11,293.35, a premium of 23.20 points above the spot closing of 11,270.15. The turnover on NSE's Futures and Options segment rose to Rs. 10,49,122.07 crore on August 10, 2020, compared with Rs. 9,91,308.23 crore on August 07, 2020.
- The Put-Call ratio stood at 0.85 compared with the previous session's close of 0.89.
- The Nifty Put-Call ratio stood at 1.59 compared with the previous session's close of 1.6.
- Open interest on Nifty Futures stood at 11.38 million, compared with the previous session's close of 11.37 million.

Indian Debt Market

- Bond yields rose initially as investors hoped for bond-supportive measures from the Reserve Bank of India, after a status quo on the policy front last week. However, most of the gains were erased as investor's resorted to value buying.
- Yield on the present 10-year benchmark paper (5.79% GS 2030) stood steady at 5.89% same as previous close after moving in a range of 5.89% to 5.92%.
- Yield on the upcoming new 10-year benchmark paper (5.77% GS 2030) increased 2 bps to close at 5.86% compared to the previous closing of 5.84% after moving in a range of 5.85% to 5.87%.
- Banks borrowed Rs. 65 crore under the central bank's Marginal Standing Facility on Aug 7, 2020 compared to no borrowing on Aug 6, 2020.

Currency Market Update

- The Indian rupee was almost unchanged against the U.S. dollar for a third consecutive session, as greenback inflows and strong domestic equity market neutralised the negative impact of a rebound in the U.S. dollar index. The rupee closed at 74.89 per dollar, up 0.05% from the previous close of 74.93.
- Euro fell against the U.S. dollar as investors focused on fiscal stimulus in the United States.

Commodity Market Update

- Gold prices fell on profit booking. However, escalating tensions between U.S. and China boosted the safe haven appeal of the bullion.
- Brent crude prices fell on escalating tensions between U.S. and China.

International News

- According to data from Sentix, eurozone's investor confidence index rose to -13.4 in Aug 2020 from -18.2 in Jul 2020. The current situation index of the survey rose to -41.3 in Aug from -49.5 in Jul.
- According to data from the National Bureau of Statistics, China's consumer price inflation rose to 2.7% in Jul 2020 from 2.5% in Jun 2020. The rise in inflation came due to higher food costs as regional flooding disrupted transportation and the fall in factory gate prices slowed further reflecting the recovery in economic activity.


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

Thank you for
your time.

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