

# Markets for You

12 Aug 2020

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**Indices Performance**

Global Indices	11-Aug	Prev_Day	Abs. Change	% Change#
Russell 3000	1,664	1,689	-25	-1.48
Nasdaq	10,783	10,968	-186	-1.69
FTSE	6,154	6,051	104	1.71
Nikkei	22,750	22,330	420	1.88
Hang Seng	24,891	24,377	513	2.11
Indian Indices	11-Aug	Prev_Day	Abs. Change	% Change#
S&P BSE Sensex	38,407	38,182	225	0.59
Nifty 50	11,323	11,270	52	0.46
Nifty 100	11,471	11,433	38	0.33
Nifty 500	9,291	9,269	22	0.24
Nifty Bank	22,227	21,900	327	1.49
S&P BSE Power	1,565	1,567	-2	-0.14
S&P BSE Small Cap	13,837	13,869	-32	-0.23
S&P BSE HC	19,380	19,642	-262	-1.33

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
11-Aug	26.93	1.00	31.37	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	11-Aug	Prev_Day	% Change#
Zee Ente.	160	151	5.65
Axis Bank	448	431	3.92
JSW Steel	254	245	3.49

**Nifty 50 Top 3 Losers**

Company	11-Aug	Prev_Day	% Change#
Shree Cements Limited	21552	22396	-3.77
Titan Industries Limited	1066	1108	-3.73
United Phos	482	494	-2.51

**Advance Decline Ratio**

	BSE	NSE
Advances	1579	1060
Declines	1179	831
Unchanged	161	91

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1272	-531
MF Flows**	-66	28366

 \*11<sup>th</sup> Aug 2020; \*\*7<sup>th</sup> Aug 2020

**Economic Indicator**

YoY(%)	Current	Quarter Ago	Year Ago
CPI	6.09% (Jun-20)	5.84% (Mar-20)	3.18% (Jun-19)
IIP	-16.60% (Jun-20)	-18.30% (Mar-20)	1.30% (Jun-19)
GDP	3.10% (Mar-20)	4.10% (Dec-19)	5.70% (Mar-19)

Since May-17, MOSPI has revised base year of IIP &amp; WPI from 2004-05 to 2011-12, and for CPI from 2010 to 2012

[1] Data as on 10 Aug, 2020

**Global Indices**

- Asian markets mostly closed higher as investors continued to take positive cues from the overnight gains in the Wall Street and remained unfazed by China's retaliatory actions against the United States. Today (as on Aug 12) markets are trading flat as investors continue to monitor developments on the COVID-19 situation. Both Nikkei and Hang Seng are down 0.03% and 0.09% (as at 8:00 AM IST), respectively.
- European markets rose on the back of news about Russia registering the first vaccine 'Sputnik V.' against the coronavirus pandemic, which outweighed concerns about U.S.-China tensions.
- U.S. markets closed in the red amid strong selling pressure in tech stocks towards end of the session.

**Indian Equity Market**

- Indian equity markets edged higher, tracking positive global cues of U.S. President's executive orders last weekend towards coronavirus relief to Americans. Additionally, Prime Minister's statement on the COVID-19 situation in India instilled confidence among the investors to overcome the pandemic situation.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.59% and 0.46% to close at 38,407.01 and 11,322.50 respectively.
- The overall market breadth on BSE was strong with 1,579 scrips advancing and 1,179 scrips declining. A total of 161 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Metal was the major gainer, up 1.5% followed by S&P BSE Bankex, up 1.41% and S&P BSE Finance, up 1.1%. S&P BSE Telecom was the major loser, down 1.46% followed by S&P BSE Healthcare, down 1.33% and S&P BSE Consumer Durables, down 1.31%.

**Domestic News**

- India's index of industrial production plunged 16.6% YoY in Jun 2020, worse than 1.3% growth in the corresponding period last year but better than 33.9% contraction in May 2020. Manufacturing sector fell 17.1% YoY in Jun 2020 compared with 0.3% a year earlier. Sequential numbers indicated some recovery in the sector that was hit by lockdowns imposed to curb the spread of coronavirus.
- The Ministry of Road Transport and Highways through National Highways Authority of India (NHA) constructed 1,640 kilometres in the June quarter of 2020, which converts into 18.22 km per day. It indicated that the government used labour optimally to complete work with minimal hindrance. During this period, government awarded contracts for 1,658 km of highways.
- According to media reports, the Commerce Department has suggested to the Revenue Department that some broad benefits be continued under Merchandise Export from India Scheme (MEIS), planned successor scheme. Earlier government's decided to withdraw the MEIS scheme in a phased manner.
- According to rating agency ICRA, around 5-8% of overall loans may be restructured compared the 10-15% of loans anticipated to come under the moratorium by Sep 2020 amid stricter norms for loans to be eligible for restructuring.
- JSW Steel reported crude steel production rose 9% to 12.46 lakh tonnes in Jul 2020 as against 11.44 lakh tonnes in Jun 2020. However, it had recorded crude steel production of 13.17 lakh tonnes in Jul 2019. The average capacity utilisation was 83% in Jul 2020 as against 76% in Jun 2020.
- Axis Bank raised Rs. 10,000 crore through qualified institutional placement of share that will be used by the lender to enhance its capital adequacy, finance its growth strategy, and absorb any form of risk due to pandemic.


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FII Derivative Trade Statistics		11-Aug		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2729.95	2705.47	8481.38	
Index Options	119913.03	119494.42	47790.95	
Stock Futures	13983.05	14624.45	91228.62	
Stock Options	4467.59	4504.73	5137.59	
Total	141093.62	141329.07	152638.54	

Derivative Statistics- Nifty Options			
	11-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.43	1.59	-0.16
Put Call Ratio(Vol)	0.93	0.97	-0.04

Debt Watch				
	11-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.47%	3.39%	3.50%	5.32%
T-Repo	3.20%	3.18%	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	3.28%	3.27%	3.16%	5.35%
364 Day T-Bill	3.48%	3.47%	3.36%	5.65%
10 Year Gilt	5.90%	5.83%	5.76%	6.49%
G-Sec Vol. (Rs.Cr)	25800	28088	69637	52233
FBIL MIBOR <sup>[1]</sup>	3.78%	3.86%	3.87%	5.40%
3 Month CP Rate	3.70%	3.65%	3.80%	5.90%
5 Year Corp Bond	6.56%	6.45%	6.26%	7.76%
1 Month CD Rate	3.07%	3.16%	3.20%	5.45%
3 Month CD Rate	3.37%	3.33%	3.24%	6.01%
1 Year CD Rate	3.76%	3.76%	3.90%	6.64%

Currency Market			
Currency	11-Aug	Prev_Day	Change
USD/INR	74.84	74.88	-0.03
GBP/INR	97.78	97.84	-0.06
EURO/INR	87.81	88.33	-0.52
JPY/INR	0.70	0.71	0.00

Commodity Prices				
Commodity	11-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	41.48	41.62	40.51	54.36
Brent Crude(\$/bl)	43.99	44.54	43.71	56.51
Gold( \$/oz)	1911	2018	1798	1497
Gold(Rs./10 gm)	53758	53772	49143	37270

Source: Refinitiv

[1] Data as on 10 Aug, 2020

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**Derivatives Market**

- Nifty Aug 2020 Futures stood at 11,344.35, a premium of 21.85 points above the spot closing of 11,322.50. The turnover on NSE's Futures and Options segment rose to Rs. 13,68,029.32 crore on August 11, 2020, compared with Rs. 10,49,122.07 crore on August 10, 2020.
- The Put-Call ratio stood at 0.88 compared with the previous session's close of 0.85.
- The Nifty Put-Call ratio stood at 1.43 compared with the previous session's close of 1.59.
- Open interest on Nifty Futures stood at 11.37 million, compared with the previous session's close of 11.38 million.

**Indian Debt Market**

- Bond yields stood mostly unchanged as investors remained on the sidelines and were awaiting consumer price inflation data due on Aug 12, 2020.
- Yield on the present 10-year benchmark paper (5.79% GS 2030) rose 1 bps to 5.90% compared to the previous closing of 5.89% after moving in a range of 5.89% to 5.91%.
- Yield on the upcoming new 10-year benchmark paper (5.77% GS 2030) stood steady at 5.86% same as previous close after moving in a range of 5.85% to 5.87%.
- Banks did not borrow under the central bank's Marginal Standing Facility on Aug 10, 2020 compared to borrowing of Rs. 65 crore on Aug 7, 2020.

**Currency Market Update**

- The Indian rupee rose against the U.S. dollar following positive Asian cues on hopes of a bi-partisan stimulus deal in the U.S.
- Euro rose against the dollar as market participants purchased those currencies, which can benefit from an improving global market outlook. Euro was at \$1.1739, marginally up 0.03% compared with the previous close of \$1.1736.

**Commodity Market Update**

- Gold prices fell on hopes that U.S. Congress will agree a massive stimulus deal and expectations of an ease in tensions between U.S. and China. Gold prices closed at \$1,911.25 per ounce, down 5.72% compared with previous close of \$2,027.26 per ounce.

**International News**

- According to Office for National Statistics, U.K. employment declined 220,000 in three months to Jun 2020 from the previous quarter to 32.92 million. The employment rate fell 0.2% to 76.4% in the quarter ended Jun 2020.
- According to data from the Ministry of Finance, Japan had a current account surplus of 167.5 billion yen in Jun 2020 following 1,176.8 billion yen surplus in May 2020. Exports fell 25.7% YoY to 4.793 trillion yen, while imports fell 14.4% to 4.870 trillion yen.
- According to survey data from the ZEW - Leibniz Centre for European Economic Research, Germany's economic sentiment increased unexpectedly to 71.5 in Aug 2020 from 59.3 in Jul 2020. Meanwhile, the current conditions index fell 0.4 points to -81.3 in Aug 2020.


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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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