

Markets for You

13 Aug 2020

Good gets *better*

Indices Performance

Global Indices	12-Aug	Prev_Day	Abs. Change	% Change#
Russell 3000	1,698	1,664	34	2.05
Nasdaq	11,012	10,783	229	2.13
FTSE	6,280	6,154	126	2.04
Nikkei	22,844	22,750	94	0.41
Hang Seng	25,244	24,891	353	1.42
Indian Indices	12-Aug	Prev_Day	Abs. Change	% Change#
S&P BSE Sensex	38,370	38,407	-37	-0.10
Nifty 50	11,308	11,323	-14	-0.12
Nifty 100	11,458	11,471	-13	-0.11
Nifty 500	9,285	9,291	-6	-0.07
Nifty Bank	22,264	22,227	37	0.17
S&P BSE Power	1,575	1,565	11	0.67
S&P BSE Small Cap	13,834	13,837	-3	-0.02
S&P BSE HC	19,096	19,380	-284	-1.46

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
12-Aug	26.84	1.01	31.33	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	12-Aug	Prev_Day	% Change#
HCL Tech	717	684	4.87
SBI	203	195	4.23
Eicher Motors	22117	21443	3.14

Nifty 50 Top 3 Losers

Company	12-Aug	Prev_Day	% Change#
Kotak Bank	1335	1365	-2.16
Cipla	762	778	-2.04
Britannia Industries Limited	3810	3880	-1.80

Advance Decline Ratio

	BSE	NSE
Advances	1472	1007
Declines	1261	896
Unchanged	140	85

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	11771	11241
MF Flows**	-66	28366

 *12th 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	-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 & WPI from 2004-05 to 2011-12, and for CPI from 2010 to 2012

[1] Data as on 11 Aug, 2020

Global Indices

- Majority of the Asian markets rose, led by positive impact of Russia's announcement that its coronavirus vaccine has been approved. However, gains were restricted by worries about a political uncertainty in Washington over coronavirus relief. Today (as on Aug 13), markets are trading higher following a surge in the U.S. markets overnight as tech stocks rallied. Both Nikkei and Hang Seng are up 1.62% and 0.82% (as at 8:00 AM IST), respectively.
- European markets edged higher after data showed factory output in the euro zone grew for the second straight month in June, although the MoM increase was lower than market expectation.
- U.S. markets rose following sharp rebound in tech stocks and media reports that U.S. government has secured 100 million doses of Moderna's (MRNA) experimental COVID-19 vaccine in a deal valued at up to \$1.525 billion.

Indian Equity Market

- Indian equity markets closed in the red as investors' sentiment were weighed down by weak industrial output data for Jun. However, a section of market participants found some solace as the same improved compared to the preceding month, thereby restricting fall. Meanwhile, investors keenly awaited the retail inflation numbers for Jul.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.1% and 0.12% to close at 38,369.63 and 11,308.40 respectively.
- The overall market breadth on BSE was strong with 1,472 scrips advancing and 1,261 scrips declining. A total of 140 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Auto was the major gainer, up 1.94% followed by S&P BSE Consumer Discretionary Goods & Services, up 0.83% and S&P BSE Utilities, up 0.68%. S&P BSE Healthcare was the major loser, down 1.46% followed by S&P BSE Consumer Durables, down 0.85% and S&P BSE Metal, down 0.81%.

Domestic News

- Data released by the Petroleum Planning and Analysis Cell of the Oil Ministry showed, Fuel consumption dropped to 11.7% YoY and 3.5% MoM to 15.67 million tonnes in Jul 2020. Diesel demand which accounts for about two-fifth of India's overall fuel usage fell 19.25% YoY to 5.52 million tonnes in Jul 2020. Petrol demand declined 10.3% YoY to 2.26 million tonnes.
- The Finance Ministry said Prime Minister will launch a platform-"Transparent Taxation Honoring the Honest", which will further carry forward the journey of direct tax reforms. This year's union budget announced to unveil a 'taxpayer charter', which is expected to have statutory status and will empower citizens by ensuring time-bound services by the Income Tax department.
- As per the circular, the Reserve Bank of India has asked large urban cooperative banks to undertake the system-based asset classification from Jun 30, 2021 to improve efficiency and transparency.
- The government released Rs. 6,195.08 crore to 14 states as the fifth equated monthly instalment of the post devolution revenue deficit grant. The finance ministry said it would provide them additional resources during the Corona crisis.
- Natco Pharma reported a 14.49% decline in its consolidated net profit to Rs 122.1 crore in the quarter ended Jun 2020 as against Rs 142.8 crore for the corresponding period of the previous fiscal mainly on account of margin pressure on formulations.
- Stride Ventures said it has provided ZipLoan, a technology-enabled lending platform that provides loans to micro, small and medium enterprises (MSMEs), a debt fund of Rs. 15 crore.


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FII Derivative Trade Statistics		12-Aug		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2760.50	2654.30	8474.96	
Index Options	153036.74	152878.47	51216.07	
Stock Futures	12187.69	14427.60	90413.20	
Stock Options	5598.83	5629.30	5504.98	
Total	173583.76	175589.67	155609.21	

Derivative Statistics- Nifty Options			
	12-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.45	1.43	0.02
Put Call Ratio(Vol)	0.98	0.93	0.05

Debt Watch				
	12-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.49%	3.41%	3.50%	5.32%
T-Repo	3.19%	3.00%	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	3.26%	3.25%	3.16%	5.35%
364 Day T-Bill	3.52%	3.47%	3.36%	5.65%
10 Year Gilt	5.89%	5.83%	5.76%	6.49%
G-Sec Vol. (Rs.Cr)	31845	25267	69637	52233
FBIL MIBOR ^[1]	3.81%	3.79%	3.87%	5.40%
3 Month CP Rate	3.65%	3.65%	3.80%	5.90%
5 Year Corp Bond	6.57%	6.43%	6.26%	7.76%
1 Month CD Rate	3.09%	3.12%	3.20%	5.45%
3 Month CD Rate	3.30%	3.31%	3.24%	6.01%
1 Year CD Rate	3.80%	3.77%	3.90%	6.64%

Currency Market			
Currency	12-Aug	Prev_Day	Change
USD/INR	74.83	74.84	-0.02
GBP/INR	97.62	97.78	-0.16
EURO/INR	87.78	87.81	-0.03
JPY/INR	0.70	0.70	0.00

Commodity Prices				
Commodity	12-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	42.55	42.20	40.51	54.93
Brent Crude(\$/bl)	45.89	46.19	43.71	56.27
Gold(\$/oz)	1918	2039	1798	1511
Gold(Rs./10 gm)	53758	55230	49143	37270

Source: Refinitiv

[1] Data as on 11 Aug, 2020

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Derivatives Market

- Nifty Aug 2020 Futures stood at 11,317.80, a premium of 9.40 points above the spot closing of 11,308.40. The turnover on NSE's Futures and Options segment rose to Rs. 16,67,098.85 crore on August 12, 2020, compared with Rs. 13,68,029.32 crore on August 11, 2020.
- The Put-Call ratio stood at 0.89 compared with the previous session's close of 0.88.
- The Nifty Put-Call ratio stood at 1.45 compared with the previous session's close of 1.43.
- Open interest on Nifty Futures stood at 11.63 million, compared with the previous session's close of 11.37 million.

Indian Debt Market

- Bond yields fell marginally after rising in the last four consecutive sessions on value buying after the benchmark yield hit a three-month high in the initial session.
- Yield on the present 10-year benchmark paper (5.79% GS 2030) eased 1 bps to 5.89% compared with the previous closing of 5.90% after moving in a range of 5.88% to 5.93%.
- Yield on the upcoming new 10-year benchmark paper (5.77% GS 2030) fell 1 bps to 5.85% compared with the previous closing of 5.86% after moving in a range of 5.85% to 5.88%.
- RBI conducted the auction of 91-day, 182-days and 364-days treasury bills for a notified amount of Rs. 12000 crore, Rs. 13000 crore and Rs. 10000 crore, respectively for which full amount was accepted. The cut off price stood at Rs. 99.19 (3.27%), Rs. 98.33 (3.41%) and Rs. 96.59 (3.54%).

Currency Market Update

- The Indian rupee fell against the U.S. dollar on suspected intervention by the Reserve Bank of India through higher dollar purchases by state-run banks, and on weakening risk appetite across Asia.
- Euro rose against the U.S. dollar, as political dispute over a stimulus package for the U.S. economy paused its recent rebound. Euro closed at \$1.1782, up 0.37% compared with the previous close of \$1.1739.

Commodity Market Update

- Gold prices rose on persisting concerns over the COVID-19 pandemic.
- Brent crude prices rose after crude inventories in U.S. fell by 4.5 million barrels for the week ended Aug 7, 2020.

International News

- According to the data from the Labor Department, U.S. producer prices rose 0.6% in Jul 2020 after falling 0.2% in Jun 2020. The rebound in producer prices reflected the largest increase since Oct 2018.
- According to the Office for National Statistics, U.K. gross domestic product (GDP) contracted 20.4% sequentially in the quarter ended Jun 2020 following 2.2% drop in the quarter ended Mar 2020. In the midst of the coronavirus pandemic, the UK economy contracted at the fastest pace ever in quarter ended Jun 2020, despite signs of recovery taking hold in Jun following the relaxation of movement restrictions.


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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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