

Markets for You

19 Aug 2020

Good gets *better*

Indices Performance

Global Indices	18-Aug	Prev_Day	Abs. Change	% Change#
Russell 3000	1,733	1,721	12	0.72
Nasdaq	11,211	11,130	81	0.73
FTSE	6,077	6,127	-51	-0.83
Nikkei	23,051	23,097	-46	-0.20
Hang Seng	25,367	25,347	20	0.08
Indian Indices	18-Aug	Prev_Day	Abs. Change	% Change#
S&P BSE Sensex	38,528	38,051	478	1.26
Nifty 50	11,385	11,247	138	1.23
Nifty 100	11,542	11,403	139	1.22
Nifty 500	9,382	9,268	114	1.23
Nifty Bank	22,171	21,701	470	2.16
S&P BSE Power	1,625	1,625	0	0.01
S&P BSE Small Cap	14,154	13,972	182	1.30
S&P BSE HC	19,093	19,114	-21	-0.11

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
18-Aug	27.75	1.00	32.03	1.45
Month Ago	24.72	1.04	28.55	1.47
Year Ago	26.31	1.24	27.33	1.34

Nifty 50 Top 3 Gainers

Company	18-Aug	Prev_Day	% Change#
Grasim Indus	667	625	6.68
Ultratech Cem	4169	4036	3.30
Kotak Bank	1369	1328	3.15

Nifty 50 Top 3 Losers

Company	18-Aug	Prev_Day	% Change#
BPCL	402	408	-1.37
Tech Mahindra	713	721	-1.11
Cipla	765	772	-0.88

Advance Decline Ratio

	BSE	NSE
Advances	1872	1325
Declines	920	550
Unchanged	139	104

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	12314	27323
MF Flows**	-734	24996

 *18th Aug 2020; **14th Aug 2020

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	6.93% (Jul-20)	7.22% (Apr-20)	3.15% (Jul-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 17 Aug, 2020

Global Indices

- Asian markets witnessed mixed trend amid escalating U.S.-China political tensions and the impasse on the negotiations for a COVID-19 stimulus package in the United States. Investors also awaited the release of the minutes of the U.S. Fed's latest monetary policy meeting for any clues on the interest rate stance. Today (as on Aug 19), markets traded mixed as investors continue to monitor developments in Australia-China relations. Nikkei is down 0.08% (as at 8:00 AM IST).
- European markets closed in the red taking weak cues from U.S. government's announcement on further restrictions on one of the Chinese tech majors in a bid to limit the company's access to electronic components.
- U.S. markets witnessed a mixed trend as investors are still eyeing a second coronavirus stimulus bill from Washington.

Indian Equity Market

- Indian equity markets closed higher, led by strong buying interest in banking, financial services and metal sectors. Buying interest was further boosted by initial strength in the European markets, which commenced the session on the positive note as a new round of Brexit talks began.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.26% and 1.23% to close at 38,528.32 and 11,385.35 respectively.
- The overall market breadth on BSE was strong with 1,872 scrips advancing and 920 scrips declining. A total of 139 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Realty was the major gainer, up 4.19% followed by S&P BSE Bankex, up 2.16% and S&P BSE Basic Materials, up 2.13%. S&P BSE Utilities was the major loser, down 0.19% followed by S&P BSE Healthcare, down 0.11%.

Domestic News

- According to ILO-ADB report, India's 41 lakh youth may lose jobs in the next three months and 61 lakh jobs in six months due to the ongoing disruptions in business activities. The highest impact is expected to be seen in the construction and farm sectors. The report showed that youth between 15-24 years will be hit harder than adults age 25 and older in the immediate crisis.
- Union minister of Housing and Urban Affairs said around 3.65 crore jobs would be generated in the construction of houses sanctioned under the Pradhan Mantri Awas Yojana (Urban) (PMAY) in the country. So far, 1.65 crore jobs have already been generated under the PMAY(U), he added.
- The Centre for Monitoring Indian Economy (CMIE) said, India's unemployment rate rose to a nine-week high at 9.1% for the week ended Aug 16, 2020. Employment rate and labour participating rate also went up to 38.4% sequentially and 42.2% from 37.09% and 40.62%, respectively.
- According to the Ministry of Agriculture & Farmers Welfare, Agricultural commodities exports in Jun quarter of 2020 surged 23.24% YoY to Rs. 25,552.7 crore. The surge in exports has also led to rise in farm sector output by increasing coverage area and productivity.
- Petronet LNG Ltd standalone net profit fell 7.1% YoY to Rs. 520.23 crore in the quarter ended Jun 2020 as against Rs. 560.27 crore net profit in the same quarter a year ago. Revenue fell 43% to Rs. 4951.9 crore in the first quarter of FY21.
- Deloitte Touche Tohmatsu India LLP (Deloitte) has announced that it will acquire Spatial Access, a leading advertising and marketing advisory and analytics firm. The move will increase the advisory capabilities of Deloitte and will allow brands to make more effective advertising and marketing decisions.



FII Derivative Trade Statistics		18-Aug		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	4862.38	3304.82	9356.95	
Index Options	161240.93	160778.84	52616.71	
Stock Futures	13949.51	14051.76	89829.79	
Stock Options	6699.09	6618.26	6731.72	
Total	186751.91	184753.68	158535.17	

Derivative Statistics- Nifty Options			
	18-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.65	1.50	0.15
Put Call Ratio(Vol)	0.99	1.00	-0.01

Debt Watch				
	18-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.42%	3.47%	3.49%	5.31%
T-Repo	3.20%	3.20%	3.17%	5.25%
Repo	4.00%	4.00%	4.00%	5.40%
Reverse Repo	3.35%	3.35%	3.35%	5.15%
91 Day T-Bill	3.25%	3.28%	3.21%	5.47%
364 Day T-Bill	3.48%	3.48%	3.36%	5.72%
10 Year Gilt	5.99%	5.90%	5.80%	6.54%
G-Sec Vol. (Rs.Cr)	22729	25800	45761	56660
FBIL MIBOR ^[1]	3.82%	3.81%	3.92%	5.37%
3 Month CP Rate	3.50%	3.70%	3.65%	6.00%
5 Year Corp Bond	6.68%	6.56%	6.31%	7.83%
1 Month CD Rate	3.09%	3.07%	3.21%	5.42%
3 Month CD Rate	3.27%	3.37%	3.28%	5.67%
1 Year CD Rate	3.80%	3.76%	3.76%	6.70%

Currency Market			
Currency	18-Aug	Prev_Day	Change
USD/INR	74.82	74.85	-0.03
GBP/INR	98.44	98.08	0.36
EURO/INR	88.99	88.79	0.20
JPY/INR	0.71	0.70	0.01

Commodity Prices				
Commodity	18-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	42.84	41.48	40.50	54.78
Brent Crude(\$/bl)	45.91	43.99	44.27	58.99
Gold(\$/oz)	2001	1911	1809	1514
Gold(Rs./10 gm)	53752	53758	48942	37466

Source: Refinitiv

[1] Data as on 17 Aug, 2020

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Derivatives Market

- Nifty Aug 2020 Futures stood at 11,398.55, a premium of 13.20 points above the spot closing of 11,385.35. The turnover on NSE's Futures and Options segment rose to Rs. 14,90,766.91 crore on August 18, 2020, compared with Rs. 12,46,228.51 crore on August 17, 2020.
- The Put-Call ratio stood at 0.87 compared with the previous session's close of 0.99.
- The Nifty Put-Call ratio stood at 1.65 compared with the previous session's close of 1.5.
- Open interest on Nifty Futures stood at 11.92 million, compared with the previous session's close of 11.37 million.

Indian Debt Market

- Bond yields inched up as market participants awaited fresh measures from the Reserve Bank of India to absorb the excess supply debt from the market.
- RBI conducted the auction of state development loans for eight state governments for a notified amount of Rs. 10,550 crore for which the entire amount was accepted. Tamil Nadu has accepted an additional amount of Rs. 500 crore and Telangana has accepted an additional amount of Rs. 500 crore. The cut off yield ranged from 4.93% to 6.69%. Telengana witnessed the maximum yield while Bihar witnessed the minimum yield.

Currency Market Update

- The Indian rupee in the spot trade rose against the greenback following gains in the domestic equity market.
- The euro rose against the greenback as the ongoing impact of the U.S. Federal Reserve's stimulus program kept the U.S. dollar under pressure. Euro closed at \$1.1929, up 0.51% compared with the previous close of \$1.1869.

Commodity Market Update

- Gold prices rose as the greenback remained under pressure on growing possibility that the U.S. government may come out with an aggressive stimulus measure.
- Brent crude rose after OPEC+ said that it is almost fully complying with output cuts.

International News

- According to a report by the National Association of Home Builders, U.S. housing market index jumped to 78 in Aug 2020 after soaring to 72 in Jul 2020. With the much bigger than expected increase, the housing market index matched the record high set in Dec of 1998.
- According to VDMA, Germany's machinery exports fell 22.9% YoY in the quarter ended Jun 2020 following a moderate 5% fall in the quarter ended Mar 2020. Machinery exports fell amid the coronavirus pandemic.


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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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