

# Markets for You

11 Dec 2019

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## Indices Performance

Global Indices	10-Dec	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,377	1,379	-2	-0.11
Nasdaq	8,616	8,622	-6	-0.07
FTSE	7,214	7,234	-20	-0.28
Nikkei	23,410	23,431	-21	-0.09
Hang Seng	26,437	26,495	-58	-0.22
Indian Indices	10-Dec	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	40,240	40,487	-248	-0.61
Nifty 50	11,857	11,938	-81	-0.68
Nifty 100	11,946	12,033	-88	-0.73
Nifty 500	9,595	9,671	-76	-0.79
Nifty Bank	31,160	31,317	-156	-0.50
S&P BSE Power	1,837	1,872	-34	-1.83
S&P BSE Small Cap	13,145	13,280	-135	-1.02
S&P BSE HC	13,220	13,322	-102	-0.77

## P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
10-Dec	28.38	1.14	27.63	1.26
Month Ago	27.59	1.15	27.51	1.25
Year Ago	22.86	1.24	25.37	1.27

## Nifty 50 Top 3 Gainers

Company	10-Dec	Prev_Day	% Change <sup>#</sup>
Eicher Motors	21259	20997	1.25
Cipla	453	448	1.15
Bajaj Finance	3987	3945	1.06

## Nifty 50 Top 3 Losers

Company	10-Dec	Prev_Day	% Change <sup>#</sup>
Yes Bank	51	56	-10.13
Zee Ente.	271	284	-4.65
GAIL	111	116	-4.43

## Advance Decline Ratio

	BSE	NSE
Advances	791	500
Declines	1748	1357
Unchanged	166	101

## Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	733	92773
MF Flows**	809	52179

\*10<sup>th</sup> Dec 2019; \*\*3<sup>rd</sup> Dec 2019

## Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.62% (Oct-19)	3.15% (Jul-19)	3.38% (Oct-18)
IIP	-4.30% (Sep-19)	1.30% (Jun-19)	4.60% (Sep-18)
GDP	4.50% (Sep-19)	5.00% (Jun-19)	7.00% (Sep-18)

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 09 Dec 2019

## Global Indices

- Asian equity markets remained subdued as investors stayed away from making big bets ahead of key central bank meetings and the nearing deadline of Dec 15 for additional U.S. tariffs on Chinese imports. Today (as of Dec 11), Asian markets opened almost higher as investors looked forward to the U.S. Federal Reserve's policy meet, scheduled later in the day. However, Nikkei and Hang Seng were trading down 0.26% and 0.10%, respectively (as at 8.a.m. IST).
- European markets closed lower as impending central bank meetings and approaching tariff deadline kept investors under pressure. Also, markets looked forward to U.K. elections, scheduled during the week.
- U.S. markets lost as investors became cautious of the nearing tariffs deadline of Dec 15, 2019. U.S. and China haven't yet reached any kind of agreement that may stop the further raising of tariffs.

## Indian Equity Market

- Indian equity markets fell as investors took a cautious stance ahead of the release of key economic domestic and global data. A weak rupee and continuously falling auto sales kept the markets under pressure.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.61% and 0.68% to close at 40,239.88 and 11,856.80 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 1.11% and 1.02% respectively.
- The overall market breadth on BSE was weak with 791 scrips advancing and 1,748 scrips declining. A total of 166 scrips remained unchanged.
- On the BSE sectoral front, all sectors lost. S&P BSE Utilities was the major loser, down 2.16%, followed by S&P BSE Power and S&P BSE Oil & Gas, down 1.83% and 1.73%, respectively. S&P BSE Metal and S&P BSE Basic Materials lost 1.38% and 1.27% respectively.

## Domestic News

- Society of Indian Automobile Manufacturers (SIAM) data showed domestic car sales in Nov 2019 declined 10.83% to 1,60,306 units compared with 1,79,783 units in Nov 2018, media reports said. Motorcycle sales, too, went down 14.87% to 8,93,538 units against 10,49,651 units sold in the same period last year. Sales of commercial vehicles also dropped 14.98% to 61,907 units, as per the SIAM report. Production of passenger vehicles rose 4.06% but overall domestic auto sales declined by over 12%.
- The Reserve Bank of India (RBI) has requested the government to reduce interest rates on small savings schemes such as public provident fund (PPF) and post office deposits. This will help banks cut rates on deposits and loans and lead to better transmission of RBI's rate cuts. Small savings schemes' rates were left unchanged by the government at the end of Sep 2019. The central bank believes that a cut in rates on the small savings schemes will help banks to cut deposit rates.
- Minister of State for Finance has dismissed reports that the government is set to withdraw Rs. 2000 denomination note, media reports showed. The minister said there is misconception among people that Rs. 1000 denomination note will be introduced again to replace Rs. 2000 denomination note.
- Media reports showed the government plans to take steps to boost exports, including to emerging markets through preferential and free trade agreements. Union minister said efforts are being undertaken to increase exports to emerging markets of Africa, Latin America through PTAs/FTAs (preferential/free trade agreements). Based on feedback from Engineering Export Promotion Council India, non-tariff barriers for engineering sector have been identified.

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FII Derivative Trade Statistics		10-Dec	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2214.58	2199.28	13126.06
Index Options	214062.00	213378.95	47195.38
Stock Futures	11223.66	10556.40	93989.67
Stock Options	3887.30	3863.64	3359.91
Total	231387.54	229998.27	157671.02

Derivative Statistics- Nifty Options			
	10-Dec	Prev_Day	Change
Put Call Ratio (OI)	1.17	1.32	-0.15
Put Call Ratio(Vol)	0.88	0.92	-0.04

Debt Watch				
	10-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.00%	5.05%	5.02%	6.42%
T-Repo	4.75%	4.72%	5.00%	6.30%
Repo	4.85%	5.15%	5.15%	6.50%
Reverse Repo	4.90%	4.90%	4.90%	6.25%
91 Day T-Bill	5.00%	4.85%	5.06%	6.67%
364 Day T-Bill	5.18%	5.10%	5.30%	7.06%
10 Year Gilt	6.71%	6.47%	6.56%	7.59%
G-Sec Vol. (Rs.Cr)	38431	30179	32461	34033
FBIL MIBOR <sup>[1]</sup>	5.20%	5.24%	5.14%	6.50%
3 Month CP Rate	5.40%	5.25%	5.60%	7.35%
5 Year Corp Bond	7.67%	7.44%	7.46%	8.48%
1 Month CD Rate	4.97%	4.86%	5.51%	7.01%
3 Month CD Rate	5.12%	5.13%	5.29%	7.12%
1 Year CD Rate	5.86%	5.80%	5.78%	8.24%

Currency Market			
Currency	10-Dec	Prev_Day	Change
USD/INR	70.90	71.16	-0.27
GBP/INR	93.27	93.75	-0.47
EURO/INR	78.46	78.72	-0.26
JPY/INR	0.65	0.66	0.00

Commodity Prices				
Commodity	10-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	59.17	56.10	56.97	51.02
Brent Crude(\$/bl)	68.41	64.79	62.29	60.31
Gold( \$/oz)	1464	1477	1458	1245
Gold(Rs./10 gm)	37590	38062	37919	31423

Source: Thomson Reuters Eikon

[1] Data as on 09 Dec 2019

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**Derivatives Market**

- Nifty Dec 2019 Futures stood at 11,898.20, a premium of 41.40 points above the spot closing of 11,856.80. The turnover on NSE's Futures and Options segment fell to Rs. 9,83,279.01 crore on December 10, 2019, compared with Rs. 9,91,452.25 crore on December 09, 2019.
- The Put-Call ratio stood at 0.94 compared with the previous session's close of 0.92.
- The Nifty Put-Call ratio stood at 1.17 compared with the previous session's close of 1.32.
- Open interest on Nifty Futures stood at 14.05 million, compared with the previous session's close of 13.91 million.

**Indian Debt Market**

- Bond yields rose amid worries over a fiscal slippage and the government's plan for additional borrowing. Besides, speculations that the inflation would escalate further dampened the market sentiment.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) rose 4 bps to close at 6.71% compared with the previous close of 6.67% after trading in a range of 6.65% to 6.73%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,272 crore (gross) on Dec 10, 2019 compared with borrowings of Rs. 3,527 crore (gross) on Dec 9, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 12,678 crore on Dec 9, 2019.
- Banks borrowed Rs. 3,251 crore under the central bank's Marginal Standing Facility on Dec 9, 2019 compared with borrowings of Rs. 3,838 crore on Dec 6, 2019.

**Currency Market Update**

- The Indian rupee in spot trade rose against the U.S. dollar following selling of the greenback by foreign banks. However, losses in the domestic equity market capped the gains. The rupee closed at 70.92 a dollar, up 0.17% compared with the previous close 71.04.
- The euro rose against the greenback after Germany's ZEW indicator of economic sentiment rose higher than expected in Dec 2019.

**Commodity Market Update**

- Gold prices rose as doubts over a phase-one deal between U.S. and China persisted.
- Brent crude prices rose amid reports that both U.S. and China are planning to delay the tariffs set to take effect from Dec 15.

**International News**

- Revised data released by the Labor Department showed U.S. labor productivity dipped by slightly less than originally estimated in the third quarter. The report said labor productivity edged down 0.2% in the third quarter compared with the previously reported 0.3% drop.
- Survey data from the market research group Kantar showed U.K. supermarket sales growth slowed further in the 12 weeks to Dec 1, 2019, as consumers delay their Christmas shopping. Supermarket sales rose only 0.5% YoY.
- Data from the Office for National Statistics showed the U.K. economy stagnated in Oct 2019 as Brexit uncertainties and upcoming election weighed on most of the sectors. Gross domestic product remained unchanged in Oct from Sep, when it was down 0.1%.



**Thank you for  
your time.**

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