

Indices Performance				
Global Indices	16-Dec	Prev_Day	Abs. Change	% Change
Russell 3000	1,918	1,908	10	0.53
Nasdaq	12,658	12,595	63	0.50
FTSE	6,571	6,513	58	0.88
Nikkei	26,757	26,688	70	0.26
Hang Seng	26,460	26,207	253	0.97
Indian Indices	16-Dec	Prev_Day	Abs. Change	% Change
S&P BSE Sensex	46,666	46,263	403	0.87
Nifty 50	13,683	13,568	115	0.85
Nifty 100	13,808	13,698	110	0.81
Nifty 500	11,320	11,224	96	0.86
Nifty Bank	30,698	30,691	7	0.02
S&P BSE Power	2,093	2,081	12	0.56
S&P BSE Small Cap	17,852	17,696	156	0.88
S&P BSE HC	21,305	21,139	165	0.78

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
16-Dec	33.39	0.86	37.63	1.16
Month Ago	30.51	0.93	34.57	1.25
Year Ago	28.64	1.13	28.09	1.24

Nifty 50 Top 3 Gainers				
Company	16-Dec	Prev_Day	% Change	
HDFC Ltd.	2425	2350	3.16	
Hindalco	251	245	2.82	
Divi's Lab	3718	3628	2.47	

Nifty 50 Top 3 Losers				
Company	16-Dec	Prev_Day	% Change	
ICICI Bank	512	518	-1.08	
NTPC	105	106	-0.90	
Ultratech Cem	5113	5157	-0.85	

Advance Decline Ratio			
	BSE	NSE	
Advances	1860	1216	
Declines	1165	747	
Unchanged	173	66	

Institutional Flows (Equity)		
Description (Cr)	Inflow/Outflow	YTD
FII Flows*	2311	152453
MF Flows**	52	-42210

*16th Dec 2020; **15th Dec 2020

Economic Indicator			
YoY(%)	Current	Quarter Ago	Year Ago
CPI	6.93% (Nov-20)	6.69% (Aug-20)	5.54% (Nov-19)
IIP	3.60% (Oct-20)	-10.50% (Jul-20)	-6.60% (Oct-19)
GDP	-7.50% (Sep-20)	-23.90% (Jun-20)	4.40% (Sep-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 15 Dec, 2020

Global Indices

- Asian markets largely closed in the green as sentiments were underpinned by possibility of new fiscal stimulus deal in U.S. before previous benefits expire by the end of the year. Growing optimism over COVID-19 vaccine provided additional support. Today (as on Dec 17), markets are trading mixed with investors reacting to the latest policy announcements by the U.S. Fed. Both Nikkei and Hang Seng are up 0.13% and 0.56% (as at 8:00 AM IST), respectively.
- European markets went up after European Commission President said that Britain and the EU have moved closer to sealing an agreement, and that the next days were going to be decisive.
- U.S. markets witnessed a mixed trend after U.S. Fed announced its widely expected decision to leave interest rates unchanged. It also revealed plans to continue its asset purchase program until the economy shows substantial progress.

Indian Equity Market

- Indian equity markets continued with the bull rally, tracking firm global cues. Growing optimism over U.S. stimulus measures, hopes of an effective COVID-19 vaccine and expectation of a conclusive U.S. Fed meeting to announce a positive policy lifted market sentiments.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.87% and 0.85% to close at 46,666.46 and 13,682.70 respectively.
- The overall market breadth on BSE was strong with 1,860 scrips advancing and 1,165 scrips declining. A total of 173 scrips remained unchanged.
- On the BSE sectoral front, all sectors gained. S&P BSE Realty was the major gainer, up 5.03%, followed by S&P BSE Consumer Durables and S&P BSE Telecom, up 2.39% and 1.75%, respectively. S&P BSE Metal and S&P BSE Consumer Discretionary Goods & Services gained 1.75% and 1.42% respectively.

Domestic News

- Securities Exchange Board of India approved the new shareholding requirements for companies in the Corporate Insolvency Resolution Process and agreed to relax the minimum participation of the promoter in the follow-on public offer.
- According to a Reserve Bank of India report, sound loans and poor capital positions mean that Indian banks are unable to cut their interest rates in line with the key policy rate of the central bank, reducing monetary policy effectiveness. The paper also illustrates that concerns about the quality of assets must be addressed and the capital positions of lenders strengthened to ensure that policy actions have their maximum effect.
- As per media reports, the finance ministry has extended the deadline for states to introduce the 'citizen-centric' reforms until Feb 15, 2021, in order to take advantage of the additional borrowing cap given by the Centre in May. On Dec 31, this year the earlier deadline dropped. As per the ministry, it is possible that the extension of the completion date of the reforms will also motivate other States to expeditiously complete the reform process and take advantage of the associated financial benefits.
- According to the Minister of Labour, EPFO has resolved 52 lakh COVID-19 non-refundable advance claims and disbursed Rs. 13,300 crore so far. In March, in view of the lockdown to tackle the pandemic, the government allowed over 6 crore subscribers of EPFO to withdraw a sum not exceeding their basic pay and dearness allowance for three months from their EPF account.
- Daimler Financial Services India (DFS), Daimler AG's captive finance arm, restructured loans worth Rs 1,399 crore until Sep 2020 as some accounts were under pressure due to the economic slowdown.
- IBM has acquired Montreal-based fintech company Expertus Technologies for an undisclosed amount. This is expected to improve the portfolio of IBM as an end-to-end provider of digital payment solutions and to further advance the hybrid cloud and AI strategy of IBM.

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FII Derivative Trade Statistics		16-Dec	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3055.76	3151.02	11937.67
Index Options	214830.62	213414.58	84831.95
Stock Futures	12469.26	12646.47	104776.80
Stock Options	4720.88	4680.34	7532.49
Total	235076.52	233892.41	209078.91

Derivative Statistics- Nifty Options			
	16-Dec	Prev_Day	Change
Put Call Ratio (OI)	1.74	1.54	0.20
Put Call Ratio(Vol)	1.17	0.98	0.19

Debt Watch				
	16-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.20%	3.15%	3.21%	5.08%
T-Repo	3.18%	3.20%	2.62%	4.91%
Repo	4.00%	4.00%	4.00%	5.15%
Reverse Repo	3.35%	3.35%	3.35%	4.90%
91 Day T-Bill	3.12%	3.09%	3.05%	5.02%
364 Day T-Bill	3.42%	3.43%	3.44%	5.11%
10 Year Gilt	5.94%	5.92%	5.90%	6.80%
G-Sec Vol. (Rs.Cr)	18337	37985	32529	19855
FBIL MIBOR ⁽¹⁾	3.45%	3.46%	3.41%	5.24%
3 Month CP Rate	3.35%	3.35%	3.28%	5.37%
5 Year Corp Bond	6.29%	6.36%	6.47%	7.92%
1 Month CD Rate	3.11%	3.12%	3.09%	5.07%
3 Month CD Rate	3.11%	3.43%	3.07%	5.07%
1 Year CD Rate	3.75%	3.77%	3.74%	5.80%

Currency Market			
Currency	16-Dec	Prev_Day	Change
USD/INR	73.52	73.65	-0.13
GBP/INR	98.92	98.24	0.68
EURO/INR	89.41	89.50	-0.10
JPY/INR	0.71	0.71	0.00

Commodity Prices				
Commodity	16-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	47.81	45.43	41.12	60.16
Brent Crude(\$/bl)	50.91	49.38	42.79	69.88
Gold(\$/oz)	1864	1839	1889	1476
Gold(Rs./10 gm)	49601	49505	50738	37891

Source: Refinitiv

[1] Data as on 15 Dec, 2020

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Derivatives Market

- Nifty Dec 2020 Futures stood at 13,699.45, a premium of 16.75 points above the spot closing of 13,682.70. The turnover on NSE's Futures and Options segment rose to Rs. 25,87,753.33 crore on December 16, 2020, compared with Rs. 21,05,350.46 crore on December 15, 2020.
- The Put-Call ratio stood at 1 compared with the previous session's close of 0.91.
- The Nifty Put-Call ratio stood at 1.74 compared with the previous session's close of 1.54.
- Open interest on Nifty Futures stood at 14.4 million, compared with the previous session's close of 13.41 million.

Indian Debt Market

- Bond yields were almost steady ahead of the U.S. Federal Reserve's policy decision due later today.
- Yield on the 10-year benchmark paper (5.77% GS 2030) remained unchanged at 5.94% from the previous close after trading in the range of 5.94% to 5.95%.
- Data from RBI showed that reserve money increased at an annualized rate of 14.6% in the week to Dec 11, 2020, compared with an increase of 9.7% a year earlier. The currency in circulation rose 21.9% during the same week compared with an increase of 12.9% a year earlier.
- Banks borrowed Rs. 26 crore under the central bank's marginal standing facility on Dec 15, compared to that of Dec 14 when banks borrowed Rs. 10 crore.

Currency Market Update

- The Indian rupee rose against the greenback following decline in the dollar index that fell to more-than-two-year lows amid buoyant risk appetite. The rupee rose to 73.57 per U.S. dollar from the previous close of 73.64.
- Euro rose against the U.S. dollar after strong euro zone survey figures and hopes of progress on Brexit negotiations.

Commodity Market Update

- Gold prices rose as the greenback remained under pressure on hopes of further fiscal support for the U.S. economy.
- Brent crude prices inched down after data from the American Petroleum Institute showed that crude inventories in U.S. rose by 2 million barrels in the week ended Dec 11, 2020.

International News

- The U.S. Federal Reserve kept interest rates unchanged in its monetary policy review. However, the U.S. Federal Reserve indicated that it will continue its asset purchase program until the U.S. economy shows significant progress towards the central bank's goals of price stability and maximum employment.
- Preliminary survey results from IHS Markit showed that the composite output index of euro zone rose to 49.8 in Dec 2020 from 45.3 in the previous month.
- Preliminary survey results from IHS Markit showed that the flash composite output index of Germany rose to 52.5 in Dec 2020 from 51.7 in Nov 2020. The manufacturing PMI rose to 58.6 in Dec 2020 from 57.8 in Nov 2020. The services PMI rose to 47.7 in Dec 2020 from 46.0 in the previous month.

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