

### Indices Performance

Global Indices	18-Dec	Prev_Day	Abs. Change	% Change
Russell 3000	1,937	1,936	0	0.03
Nasdaq	12,756	12,765	-9	-0.07
FTSE	6,529	6,551	-22	-0.33
Nikkei	26,763	26,807	-43	-0.16
Hang Seng	26,499	26,678	-180	-0.67
Indian Indices	18-Dec	Prev_Day	Abs. Change	% Change
S&P BSE Sensex	46,961	46,890	70	0.15
Nifty 50	13,761	13,741	20	0.14
Nifty 100	13,873	13,853	20	0.15
Nifty 500	11,355	11,346	9	0.08
Nifty Bank	30,715	30,847	-132	-0.43
S&P BSE Power	2,079	2,088	-9	-0.44
S&P BSE Small Cap	17,769	17,811	-42	-0.24
S&P BSE HC	21,475	21,320	155	0.73

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
18-Dec	33.60	0.86	37.84	1.15
Month Ago	31.50	0.91	35.59	1.23
Year Ago	29.11	1.11	28.48	1.22

### Nifty 50 Top 3 Gainers

Company	18-Dec	Prev_Day	% Change
Dr.Reddy	5229	5073	3.07
Infosys	1190	1159	2.64
Bajaj Auto	3348	3270	2.36

### Nifty 50 Top 3 Losers

Company	18-Dec	Prev_Day	% Change
IndusInd Bank	905	936	-3.27
ONGC	99	102	-2.46
HDFC Bank	1411	1442	-2.11

### Advance Decline Ratio

	BSE	NSE
Advances	1247	751
Declines	1744	1196
Unchanged	159	83

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	2633	157103
MF Flows**	-1156	-46995

\*18<sup>th</sup> Dec 2020; \*\*17<sup>th</sup> 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

### Global Indices

- Asian markets largely went down, dragged by fresh instance of U.S.- China tension following media reports that U.S. government is adding multiple Chinese companies, including the latter's top chipmaker, to a trade blacklist. Today (as on Dec 21), markets are trading lower with investors looking ahead to the release of China's benchmark lending rate. Both Nikkei and Hang Seng are down 0.57% and 0.55% (as at 8:00 AM IST), respectively.
- European markets slipped amid worries over surging COVID-19 cases and likelihood of tighter restrictions, uncertainty over Brexit and U.S. stimulus deal, and fresh tensions between the U.S. and China.
- U.S. markets went down as traders cashed in on recent gains following the recent rally.

### Indian Equity Market

- Indian equity markets managed to end the last trading session of the week in the green after witnessing initial selling pressure on account of profit booking. However, late buying at lower levels helped benchmarks stage recovery.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.15% and 0.14% to close at 46,960.69 and 13,760.55 respectively.
- The overall market breadth on BSE was weak with 1,247 scrips advancing and 1,744 scrips declining. A total of 159 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE IT was the major gainer, up 1.7% followed by S&P BSE Teck, up 1.27% and S&P BSE Consumer Durables, up 0.95%. S&P BSE Telecom was the major loser, down 1.41% followed by S&P BSE Oil & Gas, down 0.74% and S&P BSE Realty, down 0.67%.

### Domestic News

- According to the minutes of the Monetary Policy Committee (MPC), the Reserve Bank of India is likely to retain its accommodative monetary policy stance, but the scope for further rate cuts is limited by a faster-than-expected recovery in inflation. In the midst of persistently high inflation, the MPC kept key interest rates unchanged this month, but said it would ensure enough liquidity for stressed sectors to keep India's nascent economic recovery on track.
- According to the Labour Ministry, point-to-point rate of inflation based on the CPI-AL (Consumer Price Index-Agricultural Labourers) and CPI-RL (Rural Labourers) fell to 6% and 5.86%, respectively, in Nov 2020, from 6.59% and 6.45%, respectively, in Oct 2020. The decrease came mainly due to lower prices of food items.
- According to media reports, the Textiles Ministry is implementing a system in which the Production Linked Incentive Scheme for technical textiles and manmade fibre segment will be introduced. As per the Textile Ministry, the new Textile Policy is on the anvil, recalling that the previous national Textile Policy was announced two decades ago.
- As per media reports, the government will encourage banks to use the co-originating funding model to address the needs of the country's micro, small and medium enterprises (MSMEs), especially in smaller towns.
- Reliance Industries and BP Plc have begun production off the east coast of India from the R-cluster, ultra-deep-water gas field in block KG D6. In block KG D6, R-cluster, Satellites cluster and MJ, RL and BP are developing three deepwater gas projects, which together are expected to meet about 15% of India's gas demand by 2023.
- Razorpay said it has seen good business growth over the past few months and aims to reach a total payment volume (TPV) of USD 50 billion by the end of 2021.

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FII Derivative Trade Statistics		18-Dec	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2526.76	2901.30	15022.76
Index Options	397405.26	395849.01	76026.65
Stock Futures	12033.34	12394.64	104494.56
Stock Options	5588.78	5575.50	8241.47
<b>Total</b>	<b>417554.14</b>	<b>416720.45</b>	<b>203785.44</b>

Derivative Statistics- Nifty Options			
	18-Dec	Prev_Day	Change
Put Call Ratio (OI)	1.62	1.77	-0.15
Put Call Ratio(Vol)	1.01	1.22	-0.21

Debt Watch				
	18-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.22%	3.13%	3.13%	5.06%
T-Repo	3.23%	3.08%	2.68%	4.89%
Repo	4.00%	4.00%	4.00%	5.15%
Reverse Repo	3.35%	3.35%	3.35%	4.90%
91 Day T-Bill	3.09%	3.00%	2.85%	4.97%
364 Day T-Bill	3.33%	3.40%	3.40%	5.25%
10 Year Gilt	5.96%	5.93%	5.88%	6.71%
G-Sec Vol. (Rs.Cr)	23604	45292	22121	39930
FBIL MIBOR	3.40%	3.48%	3.39%	5.25%
3 Month CP Rate	3.35%	3.35%	3.25%	5.40%
5 Year Corp Bond	6.30%	6.36%	6.44%	7.81%
1 Month CD Rate	3.09%	3.13%	2.94%	5.06%
3 Month CD Rate	3.09%	3.09%	3.02%	5.07%
1 Year CD Rate	3.74%	3.76%	3.69%	5.86%

Currency Market			
Currency	18-Dec	Prev_Day	Change
USD/INR	73.51	73.43	0.08
GBP/INR	99.50	99.54	-0.05
EURO/INR	90.03	89.79	0.25
JPY/INR	0.71	0.71	0.00

Commodity Prices				
Commodity	18-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	48.99	46.54	41.62	60.88
Brent Crude(\$/bl)	52.54	50.73	42.46	70.96
Gold( \$/oz)	1881	1839	1871	1475
Gold(Rs./10 gm)	49939	48985	50738	37955

Source: Refinitiv

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### Derivatives Market

- Nifty Dec 2020 Futures stood at 13,774.05, a premium of 13.50 points above the spot closing of 13,760.55. The turnover on NSE's Futures and Options segment fell to Rs. 15,96,153.71 crore on December 18, 2020, compared with Rs. 48,87,816.78 crore on December 17, 2020.
- The Put-Call ratio remained unchanged compared with the previous session's close of 0.96.
- The Nifty Put-Call ratio stood at 1.62 compared with the previous session's close of 1.77.
- Open interest on Nifty Futures stood at 15.04 million, compared with the previous session's close of 14.86 million.

### Indian Debt Market

- Bond yields were largely unchanged as market participants awaited more open market operations (OMO) by the Reserve Bank of India (RBI).
- Yield on the 10-year benchmark paper (5.77% GS 2030) inched up 1 bps to close at 5.96% from the previous close of 5.95% after trading in the range of 5.95% to 5.98%.
- RBI announced to conduct 91 days, 182 days and 364 days Treasury Bills auction for a notified amount of Rs. 9,000 crore, Rs. 3,000 crore and Rs. 4,000 crore, respectively on Dec 23, 2020.
- Banks borrowed Rs. 21 crore under the central bank's marginal standing facility on Dec 17, compared to that of Dec 16 when banks borrowed Rs. 32 crore.

### Currency Market Update

- The Indian rupee gained against the U.S. dollar amid broad decline in dollar index and continuous inflows into domestic equity market.
- Euro fell against the U.S. dollar on profit booking after rising in the last four consecutive sessions as dollar index fell to its lowest in two and a half years.

### Commodity Market Update

- Gold prices inched down as market participants resorted to profit booking.
- Brent crude prices rose as prospects of an imminent U.S. fiscal stimulus deal and the rollout of COVID-19 vaccines boosted market sentiment.

### International News

- The Bank of Japan (BoJ) in its monetary policy review decided to keep interest rates unchanged at -0.1%. BoJ also decided to extend the timeframe for emergency loan facility by six months to Sep 2021.
- Data from the U.S. Commerce Department showed that housing starts jumped by 1.2% to an annual rate of 1.547 million in Nov 2020 from a revised of 1.528 million in Oct 2020. Building permits rose 6.2% to an annual rate of 1.639 million in Nov 2020 from 1.544 million in Oct 2020.
- Survey results released by the Munich-based ifo Institute showed that the German business confidence index rose to 92.1 in Dec 2020 from revised 90.9 in the previous month. The expectations index improved to 92.8 in Dec 2020 from 91.8 in the previous month.

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