

Indices Performance

Global Indices	21-Dec	Prev_Day	Abs. Change	% Change
Russell 3000	1,934	1,937	-3	-0.15
Nasdaq	12,743	12,756	-13	-0.10
FTSE	6,416	6,529	-113	-1.73
Nikkei	26,714	26,763	-49	-0.18
Hang Seng	26,307	26,499	-192	-0.72
Indian Indices	21-Dec	Prev_Day	Abs. Change	% Change
S&P BSE Sensex	45,554	46,961	-1,407	-3.00
Nifty 50	13,328	13,761	-432	-3.14
Nifty 100	13,431	13,873	-442	-3.18
Nifty 500	10,964	11,355	-391	-3.44
Nifty Bank	29,456	30,715	-1,258	-4.10
S&P BSE Power	1,986	2,079	-93	-4.49
S&P BSE Small Cap	16,957	17,769	-812	-4.57
S&P BSE HC	20,688	21,475	-788	-3.67

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
21-Dec	31.70	0.87	36.65	1.19
Month Ago	31.28	0.92	35.36	1.23
Year Ago	29.18	1.11	28.60	1.22

Nifty 50 Top 3 Gainers

Company	21-Dec	Prev_Day	% Change
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA

Nifty 50 Top 3 Losers

Company	21-Dec	Prev_Day	% Change
ONGC	90	99	-9.24
Tata Motors	165	181	-8.86
GAIL	115	125	-8.28

Advance Decline Ratio

	BSE	NSE
Advances	564	259
Declines	2472	1729
Unchanged	156	54

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	3841	160944
MF Flows**	-1156	-46995

*21st Dec 2020; **17th 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 18 Dec, 2020

Global Indices

- Asian markets went down following media reports that a new strain of COVID-19 virus has been found in the U.K. that is 70 % more infectious. Stumbling trade negotiations between Britain and the European Union and rising U.S.-China tensions also weighed on market sentiments. Today (as on Dec 22), markets are trading lower following overnight jitters regarding new coronavirus strain in the U.K. Both Nikkei and Hang Seng are down 0.62% and 0.17% (as at 8:00 AM IST), respectively.
- European markets closed in the red amid worries about a rapid surge in a new variant of the coronavirus in the U.K. and tighter lockdown measures.
- U.S. markets managed to recover from the initial sell-off, triggered by news of new variant of coronavirus strain in U.K., to close with mixed trend following media reports that Congressional leaders moved towards the passage of a new \$900 billion relief package.

Indian Equity Market

- Indian equity markets witnessed sharp decline, tracking weak global cues after scientists in the United Kingdom discovered a new strain of COVID-19 leading to several nations restricting flight services to Britain. India has joined the growing list of countries that have already announced restrictions on travel to the U.K.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 3% and 3.14% to close at 45,553.96 and 13,328.40 respectively.
- The overall market breadth on BSE was weak with 564 scrips advancing and 2,472 scrips declining. A total of 156 scrips remained unchanged.
- On the BSE sectoral front, all sectors lost. S&P BSE Metal was the major loser, down 6.05%, followed by S&P BSE Oil & Gas and S&P BSE Utilities, down 5.99% and 5.68%, respectively. S&P BSE Realty and S&P BSE Basic Materials lost 5.03% and 4.74% respectively.

Domestic News

- Capital market regulator Securities and Exchange Board of India (SEBI) has come out with norms to improve the risk management system in limited purpose clearing corporation (LPCC). According to the new norms, LPCC would have the flexibility to collect clearing member primary contribution. This implies that LPCC will have the flexibility to either collect the contribution upfront or staggered over a period of time. In case the LPCC seeks staggered contribution or is not seeking contribution from clearing members then the remaining balance should be met by LPCC to ensure adequacy of total Settlement Guarantee Fund (SGF) corpus at all times.
- SEBI came out with new stress testing parameters for commodity derivatives. The objective of the move is to counter extreme volatility in price movements. According to the new norms, the margin period of risk will now be 15 years instead of 10 years and all the price movements during the last 15 years will be scanned for stress testing.
- According to the Agriculture Minister, the government is focused on farm mechanization. The minister on a separate note urged the industry to come out with small machines and equipment for farmers who have very little land such that they are able to increase their income.
- According to media reports, Google India has partnered with Sheroes to support 500 rural women entrepreneurs. Google will connect them with experts and give access to resources, guidance and mentorship.
- According to media reports, Edelweiss Financial Services (EFSL) will raise up to Rs. 200 crore through issuance of secured redeemable non-convertible debentures (NCDs)

Good gets better

FII Derivative Trade Statistics		21-Dec	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3869.40	4065.91	15320.23
Index Options	183712.63	181318.58	85226.66
Stock Futures	14259.54	14651.09	104859.74
Stock Options	6905.56	6953.97	8289.47
Total	208747.13	206989.55	213696.10

Derivative Statistics- Nifty Options			
	21-Dec	Prev_Day	Change
Put Call Ratio (OI)	1.12	1.62	-0.50
Put Call Ratio(Vol)	0.97	1.01	-0.03

Debt Watch				
	21-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.24%	3.15%	3.16%	5.09%
T-Repo	3.24%	3.06%	2.73%	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	3.10%	3.15%	2.86%	5.00%
364 Day T-Bill	3.38%	3.38%	3.40%	5.17%
10 Year Gilt	5.96%	5.95%	5.88%	6.60%
G-Sec Vol. (Rs.Cr)	24545	23523	37873	61012
FBIL MIBOR ⁽¹⁾	3.40%	3.47%	3.36%	5.23%
3 Month CP Rate	3.35%	3.35%	3.18%	5.40%
5 Year Corp Bond	6.33%	6.32%	6.38%	7.68%
1 Month CD Rate	3.17%	3.10%	2.92%	5.08%
3 Month CD Rate	3.10%	3.09%	3.05%	5.13%
1 Year CD Rate	3.75%	3.72%	3.67%	6.04%

Currency Market			
Currency	21-Dec	Prev_Day	Change
USD/INR	73.65	73.51	0.14
GBP/INR	98.35	99.50	-1.15
EURO/INR	89.75	90.03	-0.28
JPY/INR	0.71	0.71	0.00

Commodity Prices				
Commodity	21-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	47.74	46.97	41.97	60.38
Brent Crude(\$/bl)	50.36	50.02	42.81	70.50
Gold(\$/oz)	1876	1827	1870	1478
Gold(Rs./10 gm)	50115	48695	50199	37957

Source: Refinitiv

[1] Data as on 18 Dec, 2020

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Derivatives Market

- Nifty Dec 2020 Futures stood at 13,329.75, a premium of 1.35 points above the spot closing of 13,328.40. The turnover on NSE's Futures and Options segment rose to Rs. 33,11,832.38 crore on December 21, 2020, compared with Rs. 15,96,153.71 crore on December 18, 2020.
- The Put-Call ratio stood at 0.97 compared with the previous session's close of 0.96.
- The Nifty Put-Call ratio stood at 1.12 compared with the previous session's close of 1.62.
- Open interest on Nifty Futures stood at 13.65 million, compared with the previous session's close of 15.04 million.

Indian Debt Market

- Bond yields remained unchanged as market participants restrained from taking any major step after the members of Monetary Policy Committee raised inflation concerns in the minutes of the Dec 2020 meeting.
- Yield on the 10-year benchmark paper (5.77% GS 2030) stood steady at 5.96% same as previous close after trading in the range of 5.95% to 5.97%.
- Banks borrowed Rs. 1 crore under the central bank's marginal standing facility on Dec 18, compared to that of Dec 17 when banks borrowed Rs. 21 crore.

Currency Market Update

- The Indian rupee recorded its biggest single day decline since Nov 12, 2020 against the U.S. dollar, on diminishing risk appetite in the region after new covid-19 virus-related lockdowns in the U.K.
- Euro fell against the U.S. dollar as market participants turned to safe haven currencies after a fast-spreading new coronavirus strain lead to lockdown in the U.K. and disrupted international freight.

Commodity Market Update

- Gold prices fell as fears of a new coronavirus strain strengthened the safe haven greenback.
- Brent crude prices fell as a fast-spreading new coronavirus strain led to tighter restrictions in Europe which hurt the demand outlook of the commodity.

International News

- According to the Conference Board, U.S Leading economic index improved 0.6% in Nov 2020, slower than 0.8% rise in the previous month.
- As per the monthly Distributive Trades Survey data from the Confederation of British Industry, U.K. retailers expect sales to fall in Jan 2021 after broadly stabilizing in Dec 2020. The retail sales balance declined to -3% in the reported month from -25% in Nov 2020.
- China's central bank kept 1 year and the 5-year loan prime rates were maintained steady at 3.85% and 4.65%, respectively as the economy continued to recover strongly from the coronavirus driven downturn.
- Hong Kong's composite consumer price index eased 0.2% YoY in Nov 2020, similar as seen in the prior month. This is the fifth consecutive decline in Nov 2020.

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