

# Markets for You

31 Dec 2019

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## Indices Performance

Global Indices	30-Dec	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,423	1,432	-10	-0.68
Nasdaq	8,946	9,007	-61	-0.67
FTSE	7,587	7,645	-58	-0.76
Nikkei	23,657	23,838	-181	-0.76
Hang Seng	28,319	28,225	94	0.33
Indian Indices	30-Dec	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	41,558	41,575	-17	-0.04
Nifty 50	12,256	12,246	10	0.08
Nifty 100	12,354	12,345	10	0.08
Nifty 500	9,925	9,909	16	0.16
Nifty Bank	32,355	32,412	-57	-0.18
S&P BSE Power	1,914	1,910	4	0.21
S&P BSE Small Cap	13,649	13,548	101	0.75
S&P BSE HC	13,457	13,416	41	0.30

## P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
30-Dec	26.19	1.02	28.50	1.23
Month Ago	28.39	1.14	28.10	1.24
Year Ago	23.69	1.16	26.16	1.24

## Nifty 50 Top 3 Gainers

Company	30-Dec	Prev_Day	% Change <sup>#</sup>
Tata Motors	184	176	4.29
AGC Networks Limited	153	147	3.85
Eicher Motors	22785	22222	2.53

## Nifty 50 Top 3 Losers

Company	30-Dec	Prev_Day	% Change <sup>#</sup>
Yes Bank	47	48	-1.35
ICICI Bank	544	549	-0.99
SBI	334	337	-0.85

## Advance Decline Ratio

	BSE	NSE
Advances	1444	1089
Declines	1125	778
Unchanged	198	110

## Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	758	100842
MF Flows**	-1540	52964

\*30<sup>th</sup> Dec 2019; \*\*23<sup>rd</sup> Dec 2019

## Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	5.54% (Nov-19)	3.28% (Aug-19)	2.33% (Nov-18)
IIP	-3.80% (Oct-19)	4.90% (Jul-19)	8.40% (Oct-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 27 Dec 2019

## Global Indices

- Asian equity markets were broadly lower because of rising political tensions in North East Asia and violence in the Middle East. The North Korean leader displayed his aggressive stance against the U.S. at a ruling party meeting, while the U.S. military carried out air strikes in Iraq and Syria. Today (as of Dec 31), Asian markets opened lower as major indices in the region are set to close for New Year holidays. Nikkei is closed for New Year holiday. Hang Seng was trading down 0.28% (as at 8.a.m. IST).
- European markets declined on the second last day of the year as trading remained thin because of the holiday season.
- U.S. markets fell because of lack of any triggers and as investors looked to book profit after the recent record-setting rally.

## Indian Equity Market

- Indian equity markets were little changed in volatile trade. Lack of domestic and global triggers was the main reason behind the lukewarm session. Also, investors awaited auto sales data and other economic data due to be released in the week.
- Key benchmark indices S&P BSE Sensex lost 0.04% and Nifty 50 gained 0.08% to close at 41,558.00 and 12,255.85 respectively. S&P BSE MidCap and S&P BSE SmallCap gained 0.29% and 0.75% respectively.
- The overall market breadth on BSE was strong with 1,444 scrips advancing and 1,125 scrips declining. A total of 198 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Auto was the major gainer, up 1.36% followed by S&P BSE Metal, up 1.25% and S&P BSE Telecom, up 1.05%. S&P BSE IT was the major loser, down 0.29% followed by S&P BSE Bankex, down 0.26% and S&P BSE Finance, down 0.18%.

## Domestic News

- The Central Board of Direct Taxes (CBDT) has extended the deadline to link permanent account number (PAN) with Aadhaar till Mar 31, 2020. Media reports showed CBDT said in a statement that the due date for linking of PAN with Aadhaar as specified under sub-section 2 of Section 139AA of the Income-tax Act, 1961 has been extended from Dec 31, 2019, to Mar 31, 2020.
- Media reports showed the government together with states will try to overhaul the goods and services tax (GST) after the Union budget scheduled on Feb 1, 2020. Finance ministers of central and state governments will discuss restructuring GST slabs and rates and ways to handle a revenue shortfall and the GST compensation to states in the year starting Apr 1, 2020.
- According to a recent report by U.K.-based Centre for Economics and Business Research (CEBR), India could overtake Germany to become the fourth-largest economy in 2026. Japan could become the third largest in 2034. The report said India is set to reach a gross domestic product of \$5 trillion by 2026, which is two years later than the government's target.
- Government data showed more than 83,500 exporters have been paid refund of Integrated Goods and Services Tax (IGST) of more than Rs 1.12 lakh crore and refunds of Rs. 3,604 crore are pending with the Central Board of Indirect Taxes & Customs.

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FII Derivative Trade Statistics		30-Dec	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2426.81	2353.29	10932.27
Index Options	139089.04	137703.72	43863.61
Stock Futures	8106.29	7299.12	96697.24
Stock Options	2679.06	2614.06	1725.79
Total	152301.20	149970.19	153218.91

Derivative Statistics- Nifty Options			
	30-Dec	Prev_Day	Change
Put Call Ratio (OI)	1.40	1.46	-0.06
Put Call Ratio(Vol)	0.98	0.88	0.10

Debt Watch				
	30-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.09%	5.11%	5.06%	6.57%
T-Repo	4.61%	4.87%	4.90%	6.52%
Repo	5.15%	5.15%	5.15%	6.50%
Reverse Repo	4.90%	4.90%	4.90%	6.25%
91 Day T-Bill	4.99%	5.02%	4.85%	6.52%
364 Day T-Bill	5.18%	5.18%	5.11%	6.93%
10 Year Gilt	6.55%	6.57%	6.47%	7.39%
G-Sec Vol. (Rs.Cr)	21758	30738	36131	29338
FBIL MIBOR <sup>[1]</sup>	5.25%	5.25%	5.25%	6.68%
3 Month CP Rate	5.42%	5.40%	5.30%	7.25%
5 Year Corp Bond	7.73%	7.67%	7.47%	8.26%
1 Month CD Rate	4.96%	5.08%	5.00%	7.09%
3 Month CD Rate	5.05%	5.11%	5.08%	7.01%
1 Year CD Rate	6.05%	5.97%	5.79%	8.05%

Currency Market			
Currency	30-Dec	Prev_Day	Change
USD/INR	71.34	71.22	0.12
GBP/INR	93.55	92.55	1.00
EURO/INR	79.88	79.19	0.70
JPY/INR	0.65	0.65	0.00

Commodity Prices				
Commodity	30-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	61.63	60.46	58.07	45.10
Brent Crude(\$/bl)	69.49	69.33	66.34	50.51
Gold( \$/oz)	1515	1485	1464	1281
Gold(Rs./10 gm)	38806	38128	37876	31547

Source: Thomson Reuters Eikon

[1] Data as on 27 Dec 2019

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**Derivatives Market**

- Nifty Jan 2020 Futures stood at 12,329.30, a premium of 73.45 points above the spot closing of 12,255.85. The turnover on NSE's Futures and Options segment rose to Rs. 10,76,944.88 crore on December 30, 2019, compared with Rs. 8,00,344.79 crore on December 27, 2019.
- The Put-Call ratio stood at 0.98 compared with the previous session's close of 0.82.
- The Nifty Put-Call ratio stood at 1.4 compared with the previous session's close of 1.46.
- Open interest on Nifty Futures stood at 13.12 million, compared with the previous session's close of 13.18 million.

**Indian Debt Market**

- Bond yields rose amid increased inflation, slowdown in disinvestment, and weak fiscal situation. Under these macro-economic conditions, even the RBI's note purchase under the second open market operation failed to support the bond.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) rose 4 bps to close at 6.55% compared with the previous close of 6.51% after trading in a range of 6.50% to 6.55%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,279 crore (gross) on Dec 30, 2019 compared with borrowings of Rs. 2,894 crore (gross) on Dec 27, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 27,583 crore on Dec 27, 2019.
- Banks borrowed Rs. 2,822 crore under the central bank's Marginal Standing Facility on Dec 27, 2019 compared with borrowings of Rs. 2,328 crore on Dec 26, 2019.

**Currency Market Update**

- The Indian rupee in spot trade inched up against the greenback as the latter remained under pressure due to subdued global trading activity. However, increase in global crude oil prices capped the gains.
- The euro rose against the greenback as the latter remained under pressure due to subdued global trading activity. Optimism over U.S.-China trade relations also boosted the common bloc currency.

**Commodity Market Update**

- Gold prices edged higher as investors continued to seek the yellow metal as a hedge to falling equities and the dollar.
- Brent crude prices drifted from its bullish run amid concerns that the market has gone up too much in Dec.

**International News**

- A National Association of Realtors report showed pending home sales in the U.S. rebounded in Nov 2019. NAR said its pending home sales index jumped 1.2% to 108.5 in Nov after falling 1.3% in Oct 2019.
- According to a report by MNI Indicators, the Chicago business barometer climbed to 48.9 in Dec 2019 from 46.3 in Nov 2019. A reading below 50 still indicates a contraction in regional business activity.
- The European Central Bank may not give any major surprise in 2020 by raising interest rates into positive territory, a policymaker said.



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**Thank you for  
your time.**

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