

### Indices Performance

Global Indices	02-Feb	Prev_Day	Abs. Change	% Change
Russell 3000	2,018	1,987	31	1.56
Nasdaq	13,613	13,403	209	1.56
FTSE	6,517	6,466	50	0.78
Nikkei	28,362	28,091	271	0.97
Hang Seng	29,249	28,893	356	1.23
Indian Indices	02-Feb	Prev_Day	Abs. Change	% Change
S&P BSE Sensex	49,798	48,601	1,197	2.46
Nifty 50	14,648	14,281	367	2.57
Nifty 100	14,721	14,362	359	2.50
Nifty 500	12,053	11,770	283	2.41
Nifty Bank	34,268	33,089	1,179	3.56
S&P BSE Power	2,121	2,064	58	2.79
S&P BSE Small Cap	18,646	18,353	293	1.59
S&P BSE HC	21,063	20,683	380	1.84

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
2-Feb	33.92	0.80	38.79	1.08
Month Ago	33.50	0.83	38.55	1.13
Year Ago	24.46	1.04	26.41	1.27

### Nifty 50 Top 3 Gainers

Company	02-Feb	Prev_Day	% Change
Tata Motors	322	280	15.16
Shree Cements Limited	26433	24544	7.70
SBI	333	311	7.21

### Nifty 50 Top 3 Losers

Company	02-Feb	Prev_Day	% Change
HDFC Standard Life Insurance Co.	681	699	-2.57
Bajaj Finserv Limited	9476	9722	-2.53
Hero Moto	3294	3341	-1.40

### Advance Decline Ratio

	BSE	NSE
Advances	1714	1235
Declines	1226	715
Unchanged	174	76

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1849	16977
MF Flows**	1970	-12980

\*2<sup>nd</sup> Feb 2021; \*\*29<sup>th</sup> Jan 2021

### Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.59% (Dec-20)	7.27% (Sep-20)	7.35% (Dec-19)
IIP	-1.90% (Nov-20)	-7.10% (Aug-20)	2.10% (Nov-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 01 Feb, 2021

### Global Indices

- Asian markets closed in the green as investors remained optimistic that the declining coronavirus cases and vaccine rollouts will support the near-term economic recovery. Market participants also remained hopeful of the U.S. stimulus. Today (as on Feb 3), markets are largely trading higher, following overnight surge on Wall Street. While Nikkei is up 0.74%, Hang Seng is down 0.35% (as at 8:00 AM IST).
- European markets rose on the back of strong investor risk appetite, amid rising optimism about additional U.S. stimulus and a likely momentum in vaccination rollout.
- U.S. markets went up, led by encouraging quarterly earning numbers reported by some major companies, coupled with optimism about more fiscal stimulus by the government.

### Indian Equity Market

- Indian equity markets extended the Budget day rally for the second consecutive session with investor sentiments buoyed by the announcements made by the finance minister regarding slew of measures to revive the pandemic-hit economy.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 2.46% and 2.57% to close at 49,797.72 and 14,647.85 respectively.
- The overall market breadth on BSE was strong with 1,714 scrips advancing and 1,226 scrips declining. A total of 174 scrips remained unchanged.
- On the BSE sectoral front, all sectors gained. S&P BSE Industrials was the major gainer, up 4.23%, followed by S&P BSE Auto and S&P BSE Capital Goods, up 3.95% and 3.91%, respectively. S&P BSE Realty and S&P BSE Bankex gained 3.7% and 3.42% respectively.

### Domestic News

- The 15th Finance Commission recommended that the slabs under the Goods and Services Tax (GST) of 12% and 18% be combined into one uniform rate and that GST be rationalized to a three-rate system, complemented by a 5% merit rate and a 28%-30% de-merit rate. The true potential of GST is to generate revenue at 7.1% of GDP, while it currently generates revenue at 5.1% of GDP. GST's true potential is to generate revenue at 7.1% of GDP, while at present it generates revenue at 5.1% of GDP. The revenue gap thus stands at a huge 2% of GDP that approximately translates into a loss of sales worth Rs. 4 trillion.
- According to the preliminary data of the commerce ministry, India's exports grew 5.37% YoY to USD 27.24 billion in Jan 2021 as compared to USD 25.85 billion in Jan 2020.
- In the Union Budget 2021-22, Finance Minister announced that capital market watchdog, Securities and Exchange Board of India (Sebi), will be the appointed gold exchange regulator to make gold transactions transparent. Also, Warehousing Development and Regulatory Authority will be strengthened to create a commodity market ecosystem arrangement including vaulting, assaying and logistics in addition to warehousing.
- According to a major credit rating agency, the Indian budget for the next fiscal year is an attempt by the government to support economic growth, but fiscal consolidation will pose a major challenge for future policymakers. Currently, the credit rating agency does not see any material impact on India's key credit factors from the budget, but the brightening growth prospects of the economy would be crucial for sustaining the sustainability of public finances.
- HDFC announced 65% YoY decline in standalone net profit to Rs. 2,925.83 crore for the quarter ended Dec 2020 as against net profit of Rs. 8,372 in the year-ago period. The decline in profit came due to lower income.
- PVR Ltd has raised Rs. 800 crore by issuing shares through qualified institutional placement (QIP) to a set of investors.

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FII Derivative Trade Statistics		02-Feb	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	12258.58	10123.86	11574.32
Index Options	516140.91	518660.65	95166.24
Stock Futures	23282.22	21932.35	96218.53
Stock Options	13705.10	13683.63	8434.11
Total	565386.81	564400.49	211393.20

Derivative Statistics- Nifty Options			
	02-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.39	1.41	-0.02
Put Call Ratio(Vol)	0.99	0.97	0.02

Debt Watch				
	02-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.20%	3.25%	3.20%	4.97%
T-Repo	3.21%	3.23%	2.66%	4.92%
Repo	4.00%	4.00%	4.00%	5.15%
Reverse Repo	3.35%	3.35%	3.35%	4.90%
91 Day T-Bill	3.31%	3.26%	2.97%	5.09%
364 Day T-Bill	3.61%	3.58%	3.36%	5.27%
10 Year Gilt	6.15%	5.96%	5.90%	6.60%
G-Sec Vol. (Rs.Cr)	32456	14387	47031	31446
FBIL MIBOR <sup>(1)</sup>	3.47%	3.46%	3.47%	5.05%
3 Month CP Rate	3.85%	3.85%	3.55%	5.75%
5 Year Corp Bond	6.66%	6.57%	6.30%	7.36%
1 Month CD Rate	3.30%	3.32%	3.01%	5.14%
3 Month CD Rate	3.32%	3.35%	2.99%	5.50%
1 Year CD Rate	4.03%	3.93%	3.77%	5.95%

Currency Market			
Currency	02-Feb	Prev_Day	Change
USD/INR	72.98	73.02	-0.04
GBP/INR	99.86	100.36	-0.50
EURO/INR	88.11	88.58	-0.47
JPY/INR	0.70	0.70	0.00

Commodity Prices				
Commodity	02-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	54.74	52.58	48.32	51.53
Brent Crude(\$/bl)	58.37	55.15	50.86	58.36
Gold( \$/oz)	1837	1850	1898	1590
Gold(Rs./10 gm)	48182	49239	50040	40694

Source: Refinitiv

[1] Data as on 01 Feb, 2021

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### Derivatives Market

- Nifty Feb 2021 Futures stood at 14,696.00, a premium of 48.15 points above the spot closing of 14,647.85. The turnover on NSE's Futures and Options segment rose to Rs. 41,68,708.53 crore on February 02, 2021, compared with Rs. 38,53,697.10 crore on February 01, 2021.
- The Put-Call ratio stood at 0.99 compared with the previous session's close of 0.96.
- The Nifty Put-Call ratio stood at 1.39 compared with the previous session's close of 1.41.
- Open interest on Nifty Futures stood at 10.71 million, compared with the previous session's close of 10.82 million.

### Indian Debt Market

- Bond yields rose for the second consecutive session after the government announced a sharply higher than anticipated borrowing for FY22.
- Yield on the 10-year benchmark paper (5.77% GS 2030) surged 7 bps to close at 6.15% from the previous close of 6.08% after trading in the range of 6.11% to 6.16%.
- Tata Motors Finance plans to raise funds selling commercial papers maturing in three months at a coupon of 4.15% and has received commitments worth around Rs. 250 crore
- Banks did not borrow under the central bank's marginal standing facility both on Feb 01, 2021 as well as Jan 29, 2021.

### Currency Market Update

- The Indian rupee inched up against the U.S. dollar following rise in domestic equity market amid optimism of a quick economic rebound following the Union budget. However, persisting concerns of fiscal slippage, restricted gains.
- The euro fell against the U.S. dollar as concern about extended lockdowns in the euro zone weighed on the single currency along with optimism about U.S. stimulus.

### Commodity Market Update

- Gold prices fell as the speculative retail trading mania appeared to fade out.
- Brent crude prices surged after major oil producers showed that they were cutting crude output in line with their commitments on reducing oil production.

### International News

- According to the Commerce Department, U.S. construction spending rose 1% to an annual rate of \$1.490 trillion in Dec 2020 after increasing 1.1% to a rate of \$1.476 billion in Nov 2020.
- According to preliminary flash estimate published by Eurostat, eurozone's gross domestic product fell 0.7% sequentially in the fourth quarter of 2020 as against sharp growth of 12.4% in the third quarter of 2020. On a yearly basis, the economy fell 5.1% in the fourth quarter as against 4.3% decline in the third quarter.
- According to a report released by the Institute for Supply Management, U.S. manufacturing Purchasing Managers' Index declined to 58.7 in Jan 2021 from a downwardly revised 60.5 in Dec 2020.

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