

# Markets for You

13 Feb 2020

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## Indices Performance

Global Indices	12-Feb	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,539	1,525	13	0.88
Nasdaq	9,726	9,639	87	0.90
FTSE	7,534	7,499	35	0.47
Nikkei	23,861	23,686	175	0.74
Hang Seng	27,824	27,584	240	0.87
Indian Indices	12-Feb	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	41,566	41,216	350	0.85
Nifty 50	12,201	12,108	93	0.77
Nifty 100	12,328	12,246	82	0.67
Nifty 500	10,037	9,987	50	0.50
Nifty Bank	31,493	31,301	192	0.61
S&P BSE Power	1,897	1,916	-18	-0.96
S&P BSE Small Cap	14,731	14,750	-19	-0.13
S&P BSE HC	14,296	14,334	-38	-0.27

## P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
12-Feb	25.29	1.02	27.65	1.25
Month Ago	26.32	1.01	28.51	1.23
Year Ago	23.39	1.16	26.84	1.25

## Nifty 50 Top 3 Gainers

Company	12-Feb	Prev_Day	% Change <sup>#</sup>
HUL	2260	2153	5.00
AGC Networks Limited	307	292	4.98
Kotak Bank	1715	1677	2.23

## Nifty 50 Top 3 Losers

Company	12-Feb	Prev_Day	% Change <sup>#</sup>
Yes Bank	35	37	-4.48
Bharti Infratel	243	249	-2.19
BPCL	475	481	-1.30

## Advance Decline Ratio

	BSE	NSE
Advances	977	722
Declines	1535	1109
Unchanged	182	119

## Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	2157	22548
MF Flows**	442	1520

\*12<sup>th</sup> Feb 2020; \*\*11<sup>th</sup> Feb 2020

## Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	7.35% (Dec-19)	3.99% (Sep-19)	2.11% (Dec-18)
IIP	1.80% (Nov-19)	-1.40% (Aug-19)	0.20% (Nov-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 11 Feb 2020

## Global Indices

- Asian equity markets gained as worries over the spread of virus in mainland China eased and the U.S. Federal Reserve Chairman said that the U.S. economy is in a good place, despite the potential threat from the coronavirus outbreak in China. Today (as of Feb 13), Asian markets opened mixed as a spike in the number of new coronavirus cases in China's Hubei province was reported. Nikkei was down 0.02% and Hang Seng was up 0.21% (as at 8.a.m. IST).
- European markets closed higher as investors took stock of corporate earnings and the spread of the new coronavirus.
- U.S. markets touched all-time highs as investors shrug off virus outbreak concerns around corporate profits and the global economy.

## Indian Equity Market

- Indian equity markets gained in sync with their global peers as hopes that the coronavirus outbreak in China could be bottoming out. Data showed the growth rate of new coronavirus cases in China slowed to the lowest since Jan 30, 2020.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.85% and 0.77% to close at 41,565.90 and 12,201.20 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 0.29% and 0.13% respectively.
- The overall market breadth on BSE was weak with 977 scrips advancing and 1,535 scrips declining. A total of 182 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE FMCG was the major gainer, up 1.9% followed by S&P BSE Energy, up 0.8% and S&P BSE Bankex, up 0.76%. S&P BSE Power was the major loser, down 0.96% followed by S&P BSE Realty, down 0.81% and S&P BSE Consumer Durables, down 0.38%.

## Domestic News

- India's consumer inflation accelerated to 7.59% YoY in Jan 2020 from 7.35% in Dec 2019 and 1.97% in Jan 2019. Food inflation dropped to 13.63% in Jan compared with a growth of 14.19% in Dec and a degrowth of 2.24% in the same month of the previous year. Food and beverages inflation rose to 11.8% in Jan compared with 12.2% in Dec. Transport and communication inflation rose to 6.08% in Jan from 4.77% in Dec.
- India's Index of Industrial Production (IIP) growth contracted 0.3% YoY in Dec 2019 as against growth of 1.8% in Nov 2019 and increase of 2.5% in Dec 2018. Mining rose 5.4%, while manufacturing and electricity deaccelerated 1.2% and 0.1% in Dec 2019.
- The cabinet has approved changes in the 'Direct Tax Vivad se Vishwas Bill, 2020', media reports showed. The bill aims to increase its scope to cover litigation pending in various debt recovery tribunals. It was proposed to cover tax disputes pending at the level of commissioner (appeals), Income Tax Appellate Tribunals (ITAT), high courts and the Supreme Court.
- Media reports showed the government plans to revisit a policy to regulate cab aggregators and hold a "wider stakeholder consultation" before finalising it. The transport ministry, which had nearly finalised the policy towards the end of 2019, will spend more time on the policy.

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FII Derivative Trade Statistics	12-Feb		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3753.07	2347.63	14662.05
Index Options	203134.35	202232.71	59352.54
Stock Futures	12276.36	11697.45	103651.00
Stock Options	4760.68	4716.92	4737.61
Total	223924.46	220994.71	182403.20

Derivative Statistics- Nifty Options	12-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.61	1.39	0.22
Put Call Ratio(Vol)	1.05	0.95	0.10

Debt Watch	12-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	4.93%	4.93%	4.99%	6.27%
T-Repo <sup>[1]</sup>	4.91%	4.94%	4.92%	6.28%
Repo	5.15%	5.15%	5.15%	6.25%
Reverse Repo	4.90%	4.90%	4.90%	6.00%
91 Day T-Bill	5.09%	5.11%	5.02%	6.38%
364 Day T-Bill	5.23%	5.30%	5.23%	6.60%
10 Year Gilt	6.48%	6.51%	6.59%	7.36%
G-Sec Vol. (Rs.Cr)	27086	38587	34381	20378
FBIL MIBOR <sup>[1]</sup>	5.19%	5.15%	5.22%	6.44%
3 Month CP Rate	5.75%	5.80%	5.80%	7.45%
5 Year Corp Bond	7.10%	7.27%	7.48%	8.46%
1 Month CD Rate	5.11%	5.16%	5.03%	6.41%
3 Month CD Rate	5.32%	5.47%	5.09%	7.19%
1 Year CD Rate	6.08%	5.99%	6.09%	7.94%

Currency Market	12-Feb	Prev_Day	Change
USD/INR	71.26	71.23	0.03
GBP/INR	92.32	92.00	0.32
EURO/INR	77.74	77.71	0.03
JPY/INR	0.65	0.65	0.00

Commodity Prices	12-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	51.08	50.82	58.99	53.09
Brent Crude(\$/bl)	56.13	55.95	68.16	62.97
Gold( \$/oz)	1565	1556	1562	1311
Gold(Rs./10 gm)	40467	40059	39607	32891

Source: Thomson Reuters Eikon

[1] Data as on 11 Feb 2020

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### Derivatives Market

- Nifty Feb 2020 Futures stood at 12,228.45, a premium of 27.25 points above the spot closing of 12,201.20. The turnover on NSE's Futures and Options segment rose to Rs. 13,02,740.38 crore on February 12, 2020, compared with Rs. 11,40,798.72 crore on February 11, 2020.
- The Put-Call ratio stood at 0.98 compared with the previous session's close of 0.93.
- The Nifty Put-Call ratio stood at 1.61 compared with the previous session's close of 1.39.
- Open interest on Nifty Futures stood at 14.48 million, compared with the previous session's close of 14.71 million.

### Indian Debt Market

- Bond yields rose as market participants expect the economy's Jan retail inflation to come in north of the central bank's upper band of inflation target.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) rose 1 bps to 6.48% compared with the previous close of 6.47% after trading in the range of 6.47% to 6.49%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,135 crore (gross) on Feb 12, 2020 compared with borrowings of Rs. 2,150 crore (gross) on Feb 11, 2020. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 29,251 crore on Feb 11, 2020.
- Banks borrowed Rs. 1,530 crore under the central bank's Marginal Standing Facility on Feb 11, 2020 compared with borrowings of Rs. 4,280 crore on Feb 10, 2020.

### Currency Market Update

- The Indian rupee in spot trade weakened against the greenback following increase in global crude oil prices. Greenback purchase by state run banks also weakened the rupee.
- The euro weakened against the U.S. dollar on growing possibility that central banks across the globe will be more accommodative amid concerns over the coronavirus outbreak in China.

### Commodity Market Update

- Gold prices fell as concerns over the coronavirus outbreak in China eased to some extent after a drop in the number of new coronavirus cases in China.
- Brent crude prices surged on growing possibility of deeper production cuts from OPEC.

### International News

- The Federal Reserve chairman said the central bank is closely monitoring the emergence of the coronavirus in testimony before the House Financial Services Committee. Powell noted in prepared remarks that some of the uncertainties around trade have diminished following the signing of the phase one U.S.-China trade deal but cautioned risks to the outlook remain.
- Data from Eurostat showed euro zone industrial production decreased more than expected in Dec 2019. Industrial production declined 2.1% MoM in Dec after staying flat in Nov 2019. All components of production declined in December.
- Bank of Japan said producer prices in Japan were up 0.2% MoM in Jan 2020. That exceeded expectations and followed the 0.1% increase in Dec 2019.

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**Thank you for  
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