

Markets for You

17 Feb 2020

Good gets *better*

Indices Performance

Global Indices	14-Feb	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,542	1,537	6	0.37
Nasdaq	9,731	9,712	19	0.20
FTSE	7,409	7,452	-43	-0.58
Nikkei	23,688	23,828	-140	-0.59
Hang Seng	27,816	27,730	86	0.31
Indian Indices	14-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	41,258	41,460	-202	-0.49
Nifty 50	12,113	12,175	-61	-0.50
Nifty 100	12,230	12,302	-71	-0.58
Nifty 500	9,961	10,018	-57	-0.57
Nifty Bank	30,835	31,230	-395	-1.27
S&P BSE Power	1,852	1,896	-44	-2.31
S&P BSE Small Cap	14,683	14,742	-59	-0.40
S&P BSE HC	14,415	14,447	-32	-0.22

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
14-Feb	25.01	1.03	27.45	1.26
Month Ago	26.33	1.01	28.67	1.22
Year Ago	22.80	1.19	26.58	1.26

Nifty 50 Top 3 Gainers

Company	14-Feb	Prev_Day	% Change [#]
AGC Networks Limited	338	322	4.99
Bharti Airtel	565	540	4.64
Yes Bank	39	37	4.57

Nifty 50 Top 3 Losers

Company	14-Feb	Prev_Day	% Change [#]
GAIL	123	130	-5.95
IndusInd Bank	1176	1231	-4.45
Bharti Infratel	235	245	-3.84

Advance Decline Ratio

	BSE	NSE
Advances	912	639
Declines	1628	1204
Unchanged	169	114

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	663	22548
MF Flows**	449	1969

*14th Feb 2020; **12th 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

Global Indices

- Asian equity markets were mixed as the death toll from China's virus outbreak neared 1,400, which raised fears of greater global contagion. Almost 64,000 people have been made ill by the virus in China. Meanwhile, the U.S. and China lowered tariffs on each other's goods as part of the phase one trade deal. Today (as of Feb 17), Asian markets opened lower on Japan's weak GDP data for the quarter ended Dec 2019. Nikkei was trading down 0.92% and Hangseng was trading up 0.24% (as at 8.a.m. IST).
- European markets closed mixed as investors focused on China's coronavirus epidemic and a series of corporate earnings.
- U.S. markets were flattish as investors took stock of economic data and earnings. The underlying sentiment was dampened by the worsening virus outbreak situation in China.

Indian Equity Market

- Indian equity markets declined after the Supreme Court rejected the modification pleas of telecom companies. The telcos had sought new schedule of adjusted gross revenue (AGR) payment, instead the apex court ordered them to clear their dues to the government by Mar 17, 2020. The companies have to pay AGR dues of Rs. 1.47 lakh crore to the telecom department.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.49% and 0.5% to close at 41,257.74 and 12,113.45 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 0.79% and 0.4% respectively.
- The overall market breadth on BSE was weak with 912 scrips advancing and 1,628 scrips declining. A total of 169 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Telecom was the major gainer, up 2.5% followed by S&P BSE Energy, up 0.47% and S&P BSE Teck, up 0.22%. S&P BSE Utilities was the major loser, down 2.58% followed by S&P BSE Power, down 2.31% and S&P BSE Metal, down 1.48%.

Domestic News

- India's Wholesale Price Index (WPI) - based inflation moved up to 3.1% in Jan 2020 from 2.59% in Dec 2019 and 2.76% in Jan 2019. Fuel and power inflation came in at 3.42% in Jan from 1.46% in Dec. LPG inflation came increased 1.78% in Jan from a deceleration of 14.69% in Dec.
- The finance minister said the government is open to more modifications inside and outside the Budget for economic growth. This would be done based on the feedback given by economists and experts.
- The country's exports dropped 1.66% to \$25.97 billion in Jan 2020, which is the sixth straight month of contraction, on account of a significant fall in shipments of petroleum, plastic, carpet, gems and jewellery, and leather products, media reports showed. Imports also fell for the eighth consecutive months, down 0.75% to \$41.14 billion in Jan, widening the trade deficit to a seven-month high of \$15.17 billion, government data showed.
- Media reports showed the Supreme Court rejected a plea by telecom operators seeking more time to settle adjusted gross revenue (AGR) dues. The court began contempt proceedings against the companies and said operators must deposit the dues by Mar 17, 2020. After Supreme Court verdict, the Department of Telecommunications has ordered telcos to clear dues before Feb 14, 2020, midnight.

Good gets better

FII Derivative Trade Statistics		14-Feb	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2276.46	3511.95	13221.26
Index Options	307550.41	306478.33	54893.24
Stock Futures	12176.71	11653.91	103158.98
Stock Options	4173.90	4120.55	4928.16
Total	326177.48	325764.74	176201.64

Derivative Statistics- Nifty Options			
	14-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.28	1.41	-0.14
Put Call Ratio(Vol)	0.95	0.96	-0.01

Debt Watch				
	14-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.03%	5.03%	4.97%	6.28%
T-Repo	4.95%	4.92%	4.94%	6.21%
Repo	5.15%	5.15%	5.15%	6.25%
Reverse Repo	4.90%	4.90%	4.90%	6.00%
91 Day T-Bill	5.03%	5.10%	5.08%	6.35%
364 Day T-Bill	5.20%	5.25%	5.16%	6.49%
10 Year Gilt	6.37%	6.44%	6.67%	7.33%
G-Sec Vol. (Rs.Cr)	95610	76366	38155	33308
FBIL MIBOR	5.15%	5.20%	5.15%	6.30%
3 Month CP Rate	5.70%	5.80%	5.80%	7.15%
5 Year Corp Bond	7.03%	6.97%	7.44%	8.36%
1 Month CD Rate	5.10%	5.16%	5.12%	6.41%
3 Month CD Rate	5.36%	5.62%	5.34%	7.07%
1 Year CD Rate	5.78%	6.10%	6.04%	7.60%

Currency Market			
Currency	14-Feb	Prev_Day	Change
USD/INR	71.39	71.47	-0.08
GBP/INR	93.13	92.56	0.57
EURO/INR	77.35	77.70	-0.35
JPY/INR	0.65	0.65	0.00

Commodity Prices				
Commodity	14-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	51.98	50.29	58.31	54.35
Brent Crude(\$/bl)	57.96	55.12	64.17	64.39
Gold(\$/oz)	1584	1570	1546	1312
Gold(Rs./10 gm)	40676	40556	39602	32845

Source: Thomson Reuters Eikon

Disclaimer:

The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since Nippon Life India Asset Management Limited (NAM India) (formerly Reliance Nippon Life Asset Management Limited) has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrive data; NAM India does not in any manner assure the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect NAM India's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor(s), the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor(s), the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Readers are requested to click here for ICRA Analytics Ltd disclaimer

Derivatives Market

- Nifty Feb 2020 Futures stood at 12,129.65, a premium of 16.20 points above the spot closing of 12,113.45. The turnover on NSE's Futures and Options segment fell to Rs. 12,46,565.90 crore on February 14, 2020, compared with Rs. 28,46,771.71 crore on February 13, 2020.
- The Put-Call ratio stood at 0.91 compared with the previous session's close of 0.72.
- The Nifty Put-Call ratio stood at 1.28 compared with the previous session's close of 1.41.
- Open interest on Nifty Futures stood at 14.18 million, compared with the previous session's close of 14.39 million.

Indian Debt Market

- Bond yields fell as the underlying market sentiment remained upbeat after the Reserve Bank of India announced to conduct long term repos which led to consistent buying of domestic debt by foreign portfolio investors.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) fell 6 bps to close at 6.37% compared with the previous close of 6.43% after trading in the range of 6.37% to 6.56%.
- Banks borrowed Rs. 3,310 crore under the central bank's Marginal Standing Facility on Feb 13, 2020 compared with borrowings of Rs. 4,080 crore on Feb 12, 2020.
- Banks borrowed Rs. 3,310 crore under the central bank's Marginal Standing Facility on Feb 13, 2020 compared with borrowings of Rs. 4,080 crore on Feb 12, 2020.

Currency Market Update

- The Indian rupee in spot trade weakened against the greenback following losses in the domestic equity market and rise in global crude oil prices. The rupee closed at 71.40 a dollar, down 0.15% compared to the previous day's close of 71.29.
- The euro weakened against the greenback after the year on year growth of the euro zone economy in the fourth quarter of 2019 slowed from the previous quarter.

Commodity Market Update

- Gold prices rose as persisting concerns over the coronavirus outbreak in China and its impact on global growth boosted the safe haven appeal of the yellow metal. Gold prices closed at \$1,584.32 per ounce, up 0.52% compared with previous close of \$1,576.10 per ounce.

International News

- According to Commerce Department report, retail sales in the U.S. rose 0.3% in Jan 2020 after edging up 0.2% in Dec 2019.
- A Labor Department report showed U.S. import prices were unchanged in Jan 2020 after rising 0.2% in Dec 2019.
- A Federal Reserve report showed U.S. industrial production fell 0.3% in Jan 2020 following a decrease of 0.4% in Dec 2019.
- Flash estimates from Eurostat showed euro area gross domestic product grew only 0.1% sequentially, following third quarter's 0.3% expansion. The rate came in line with the estimate released on Jan 31, 2020.
- A Commerce Department report showed business inventories in the U.S. inched up 0.1% in Dec 2019 after slipping 0.2% in Nov 2019.


Good gets better

**Thank you for
your time.**

Good gets *better*