



**Nippon india Mutual Fund**

Wealth sets you free

(Formerly Reliance Mutual Fund)

# Markets for You

20 Feb 2020

Good gets *better*

**Indices Performance**

| Global Indices    | 19-Feb | Prev_Day | Abs. Change | % Change* |
|-------------------|--------|----------|-------------|-----------|
| Russell 3000      | 1,552  | 1,542    | 10          | 0.65      |
| Nasdaq            | 9,817  | 9,733    | 84          | 0.87      |
| FTSE              | 7,457  | 7,382    | 75          | 1.02      |
| Nikkei            | 23,401 | 23,194   | 207         | 0.89      |
| Hang Seng         | 27,656 | 27,530   | 126         | 0.46      |
| Indian Indices    | 19-Feb | Prev_Day | Abs. Change | % Change* |
| S&P BSE Sensex    | 41,323 | 40,894   | 429         | 1.05      |
| Nifty 50          | 12,126 | 11,993   | 133         | 1.11      |
| Nifty 100         | 12,248 | 12,099   | 149         | 1.23      |
| Nifty 500         | 9,971  | 9,846    | 125         | 1.27      |
| Nifty Bank        | 30,838 | 30,563   | 276         | 0.90      |
| S&P BSE Power     | 1,835  | 1,808    | 27          | 1.52      |
| S&P BSE Small Cap | 14,672 | 14,467   | 204         | 1.41      |
| S&P BSE HC        | 14,502 | 14,200   | 301         | 2.12      |

**P/E Dividend Yield**

| Date      | Sensex |            | Nifty |            |
|-----------|--------|------------|-------|------------|
|           | P/E    | Div. Yield | P/E   | Div. Yield |
| 19-Feb    | 25.27  | 1.03       | 27.60 | 1.26       |
| Month Ago | 26.13  | 1.01       | 28.61 | 1.24       |
| Year Ago  | 22.56  | 1.22       | 26.23 | 1.27       |

**Nifty 50 Top 3 Gainers**

| Company              | 19-Feb | Prev_Day | % Change* |
|----------------------|--------|----------|-----------|
| Bharti Infratel      | 225    | 210      | 7.19      |
| AGC Networks Limited | 376    | 358      | 4.99      |
| Grasim Indus         | 757    | 724      | 4.59      |

**Nifty 50 Top 3 Losers**

| Company     | 19-Feb | Prev_Day | % Change* |
|-------------|--------|----------|-----------|
| Tata Motors | 158    | 162      | -2.20     |
| JSW Steel   | 281    | 285      | -1.39     |
| Sun Pharma  | 404    | 409      | -1.25     |

**Advance Decline Ratio**

|           | BSE  | NSE  |
|-----------|------|------|
| Advances  | 1513 | 1188 |
| Declines  | 1016 | 634  |
| Unchanged | 178  | 130  |

**Institutional Flows (Equity)**

| Description (Cr) | Inflow/Outflow | YTD   |
|------------------|----------------|-------|
| FII Flows*       | 173            | 21579 |
| MF Flows**       | 192            | 1964  |

 \*18<sup>th</sup> Feb 2020; \*\*17<sup>th</sup> Feb 2020

**Economic Indicator**

| YoY(%) | Current            | Quarter Ago        | Year Ago          |
|--------|--------------------|--------------------|-------------------|
| CPI    | 7.59%<br>(Jan-20)  | 4.62%<br>(Oct-19)  | 1.97%<br>(Jan-19) |
| IIP    | -0.30%<br>(Dec-19) | -4.60%<br>(Sep-19) | 2.50%<br>(Dec-18) |
| GDP    | 4.50%<br>(Sep-19)  | 5.00%<br>(Jun-19)  | 7.00%<br>(Sep-18) |

Since May-17, MOSPI has revised base year of IIP &amp; WPI from 2004-05 to 2011-12, and for CPI from 2010 to 2012

[1] Data as on 18 Feb 2020

**Global Indices**

- Asian equity markets broadly gained though the upside remained limited amid renewed worries about the economic impact of the coronavirus outbreak. Today (as of Feb 20), Asian markets opened higher with the People's Bank of China expected to cut loan prime rate to deal with the slowdown from the coronavirus outbreak. Both Nikkei and Hang Seng rose 1.46% and 0.21% (as at 8.a.m. IST), respectively.
- European markets closed higher as a slowing of the rate of new cases lifted sentiment. Also, many Chinese companies have re-started production after a prolonged shutdown.
- U.S. markets gained on the back of strength in tech shares. Though investors remained worried of the impact of the virus outbreak on the economy, the lowest number of newly confirmed cases since late Jan 2020 supported sentiment.

**Indian Equity Market**

- Indian equity markets gained after a four-day losing streak. Positive global cues were the main reason behind the surge as the number of new coronavirus cases in China came down and many companies resumed work.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.05% and 1.11% to close at 41,323.00 and 12,125.90 respectively. S&P BSE MidCap and S&P BSE SmallCap gained 1.34% and 1.41% respectively.
- The overall market breadth on BSE was strong with 1,513 scrips advancing and 1,016 scrips declining. A total of 178 scrips remained unchanged.
- On the BSE sectoral front, all sectors gained. S&P BSE Energy was the major gainer, up 2.37%, followed by S&P BSE Healthcare and S&P BSE Oil & Gas, up 2.12% and 1.61%, respectively. S&P BSE FMCG and S&P BSE Consumer Durables gained 1.57% and 1.53% respectively.

**Domestic News**

- A leading rating agency has said a slowing economy and weakening consumer sentiment will continue to weigh on auto sales. It said the marginal improvement seen in the Dec 2019 quarter, driven by festive discounts, may not sustain. Vehicle sales have been hampered by weak consumer sentiment and still-weak availability of financing following tighter liquidity at non-banking lenders since the middle of 2018. The report said the sector faces extra challenges from the adoption of stricter emission standards from Apr 1, 2020.
- As India leapfrogs straight to Euro-VI emission compliant fuels from Euro-IV grades, it will start to use the world's cleanest petrol and diesel from Apr 1, 2020. India will join a select league of nations using petrol and diesel containing just 10 parts per million of sulphur. This is being done to cut vehicular emissions that is said to be one of the reasons for the steep pollution in major cities.
- India has approved a plan to sign an initial pact on intellectual property rights with the U.S., media reports showed. This comes a few days ahead of a visit by the U.S. President. The U.S. has for long urged India to strengthen protection for intellectual property and that has been a cause of friction on top of trade disputes between the two countries.
- The government approved a Rs. 4,558-crore scheme to promote the dairy sector. This will benefit about 95 lakh farmers. Cabinet, Information and Broadcasting minister said the scheme will take the "White revolution" to the next level. He further said that the Cabinet has also decided to raise the benefit under the interest subvention scheme from 2% to 2.5%. Both the decisions are aimed at benefiting the farming community.

*Good gets better*

| FII Derivative Trade Statistics |           |           |           |           |
|---------------------------------|-----------|-----------|-----------|-----------|
| (Rs Cr)                         | 19-Feb    | Buy       | Sell      | Open Int. |
| Index Futures                   | 4164.23   | 4618.80   | 13997.51  |           |
| Index Options                   | 275571.84 | 274595.85 | 58723.74  |           |
| Stock Futures                   | 13829.85  | 14930.82  | 100765.65 |           |
| Stock Options                   | 6180.09   | 6153.97   | 5170.55   |           |
| Total                           | 299746.01 | 300299.44 | 178657.45 |           |

| Derivative Statistics- Nifty Options |        |          |        |
|--------------------------------------|--------|----------|--------|
|                                      | 19-Feb | Prev_Day | Change |
| Put Call Ratio (OI)                  | 1.38   | 1.11     | 0.28   |
| Put Call Ratio(Vol)                  | 0.94   | 0.78     | 0.16   |

| Debt Watch                        |        |         |          |          |
|-----------------------------------|--------|---------|----------|----------|
|                                   | 19-Feb | Wk. Ago | Mth. Ago | Year Ago |
| Call Rate <sup>[1]</sup>          | 4.95%  | 4.93%   | 5.02%    | 6.31%    |
| T-Repo <sup>[1]</sup>             | 4.89%  | 4.91%   | 4.98%    | 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 <sup>[1]</sup>      | 5.02%  | 5.05%   | 5.09%    | 6.35%    |
| 364 Day T-Bill <sup>[1]</sup>     | 5.18%  | 5.25%   | 5.10%    | 6.50%    |
| 10 Year Gilt <sup>[1]</sup>       | 6.39%  | 6.48%   | 6.63%    | 7.37%    |
| G-Sec Vol. (Rs.Cr) <sup>[1]</sup> | 52556  | 27086   | 49149    | 19291    |
| FBIL MIBOR <sup>[1]</sup>         | 5.10%  | 5.15%   | 5.22%    | 6.31%    |
| 3 Month CP Rate <sup>[1]</sup>    | 5.70%  | 5.75%   | 5.80%    | 7.65%    |
| 5 Year Corp Bond                  | 6.97%  | 7.09%   | 7.45%    | 8.49%    |
| 1 Month CD Rate <sup>[1]</sup>    | 5.10%  | 5.11%   | 5.11%    | 6.55%    |
| 3 Month CD Rate <sup>[1]</sup>    | 5.27%  | 5.32%   | 5.62%    | 7.39%    |
| 1 Year CD Rate <sup>[1]</sup>     | 5.81%  | 6.08%   | 6.12%    | 7.70%    |

| Currency Market |        |          |        |
|-----------------|--------|----------|--------|
| Currency        | 18-Feb | Prev_Day | Change |
| USD/INR         | 71.40  | 71.43    | -0.02  |
| GBP/INR         | 92.82  | 93.17    | -0.35  |
| EURO/INR        | 77.36  | 77.42    | -0.05  |
| JPY/INR         | 0.65   | 0.65     | 0.00   |

| Commodity Prices   |        |        |          |          |
|--------------------|--------|--------|----------|----------|
| Commodity          | 19-Feb | Wk Ago | Mth. Ago | Year Ago |
| NYMEX Crude(\$/b)  | 53.26  | 51.08  | 58.55    | 56.07    |
| Brent Crude(\$/bl) | 60.56  | 56.13  | 64.34    | 66.40    |
| Gold(\$/oz)        | 1611   | 1565   | 1556     | 1341     |
| Gold(Rs./10 gm)    | 41491  | 40467  | 39804    | 33519    |

Source: Thomson Reuters Eikon

[1] Data as on 18 Feb 2020

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**Derivatives Market**

- Nifty Feb 2020 Futures stood at 12,142.70, a premium of 16.80 points above the spot closing of 12,125.90. The turnover on NSE's Futures and Options segment rose to Rs. 17,39,011.09 crore on February 19, 2020, compared with Rs. 14,89,668.46 crore on February 18, 2020.
- The Put-Call ratio stood at 0.9 compared with the previous session's close of 0.78.
- The Nifty Put-Call ratio stood at 1.38 compared with the previous session's close of 1.11.
- Open interest on Nifty Futures stood at 14.25 million, compared with the previous session's close of 14.33 million.

**Indian Debt Market**

- The domestic debt market remained closed on account of Chatrapati Shivaji Jayanti.

**Currency Market Update**

- The domestic currency market remained closed on account of Chatrapati Shivaji Jayanti.
- The euro rose against the greenback amid reports that the Chinese government is considering taking some stimulus measures to counter the negative impact of coronavirus outbreak in the country.

**Commodity Market Update**

- Gold prices rose as its safe haven appeal improved on persisting concerns over the coronavirus outbreak in China.
- Brent crude prices rose following a decline in new cases of coronavirus in China.

**International News**

- A Commerce Department report showed U.S. housing starts slumped 3.6% to an annual rate of 1.567 million in Jan 2020 after soaring 17.7% to 1.626 million in Dec 2019.
- A Labor Department report showed U.S. producer price index for final demand climbed 0.5% in Jan 2020 after rising 0.2% in Dec 2019.
- Preliminary data from the Office for National Statistics showed U.K. consumer price index rose 1.8% YoY following a 1.3% increase in Dec 2019, its highest level in six months.
- European Central Bank showed euro area current account surplus rose to EUR 332.561 billion in Dec 2019 from EUR 32.420 billion in Nov 2019.
- Eurostat reported euro zone construction output declined 3.1% MoM in Dec 2019, after a 0.7% rise in Nov 2019.





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**Thank you for  
your time.**

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