

# Markets for You

25 Feb 2020

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## Indices Performance

Global Indices	24-Feb	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,464	1,519	-55	-3.63
Nasdaq	9,221	9,577	-355	-3.71
FTSE	7,157	7,404	-247	-3.34
Nikkei <sup>[1]</sup>	23,387	23,479	-92	-0.39
Hang Seng	26,821	27,309	-488	-1.79
Indian Indices	24-Feb	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	40,363	41,170	-807	-1.96
Nifty 50	11,829	12,081	-251	-2.08
Nifty 100	11,957	12,211	-254	-2.08
Nifty 500	9,758	9,959	-200	-2.01
Nifty Bank	30,455	30,943	-488	-1.58
S&P BSE Power	1,810	1,842	-32	-1.73
S&P BSE Small Cap	14,513	14,747	-233	-1.58
S&P BSE HC	14,206	14,535	-329	-2.27

## P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
24-Feb	24.64	1.08	26.92	1.29
Month Ago	25.54	1.02	28.10	1.24
Year Ago	22.92	1.20	26.32	1.25

## Nifty 50 Top 3 Gainers

Company	24-Feb	Prev_Day	% Change <sup>#</sup>
AGC Networks Limited	414	394	4.99
			NA
			NA

## Nifty 50 Top 3 Losers

Company	24-Feb	Prev_Day	% Change <sup>#</sup>
JSW Steel	259	282	-8.11
Vedanta Limited	133	142	-6.43
Tata Steel	415	444	-6.34

## Advance Decline Ratio

	BSE	NSE
Advances	726	478
Declines	1796	1382
Unchanged	176	133

## Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	841	23713
MF Flows**	707	2847

\*24<sup>th</sup> Feb 2020; \*\*19<sup>th</sup> Feb 2020

## Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	7.59% (Jan-20)	4.62% (Oct-19)	1.97% (Jan-19)
IIP	-0.30% (Dec-19)	-4.60% (Sep-19)	2.50% (Dec-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 21 Feb 2020; [2] Data as on 20 Feb 2020

## Global Indices

- Asian equity markets fell as investors panicked over the spread of the coronavirus outside of China. With the number of new coronavirus cases reported outside China going up, the impact of the health emergency on the global economy is being feared to be grave. South Korea raised its coronavirus alert to the highest level, while Italy and Iran confirmed an increase in infections. Today (as of Feb 25), Asian markets opened lower as coronavirus spread fears deepened. Both Nikkei and Hang Seng declined 3.74% and 0.37% (as at 8.a.m. IST), respectively.
- U.S. markets fell the most in two years as the number of coronavirus cases outside of China surged, leading to fears that the world could face a prolonged global economic slowdown.
- European markets plunged as the coronavirus spread intensified outside of China also. Italy saw a sudden surge in the number of people affected, together with S. Korea and Iran.

## Indian Equity Market

- Indian equity markets fell steeply tracking losses in global markets as coronavirus concerns deepened. Number of people infected with the virus outside of China, in countries such as S. Korea, Italy and Iran, increased alarmingly. Even the International Monetary Fund sounded warning alarms that the epidemic could put an already fragile global economy recovery at risk.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 1.96% and 2.08% to close at 40,363.23 and 11,829.40 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 1.6% and 1.58% respectively.
- The overall market breadth on BSE was weak with 726 scrips advancing and 1,796 scrips declining. A total of 176 scrips remained unchanged.
- On the BSE sectoral front, all sectors lost. S&P BSE Metal was the major loser, down 5.71%, followed by S&P BSE Auto and S&P BSE Telecom, down 3.39% and 3.33%, respectively. S&P BSE Basic Materials and S&P BSE Energy lost 2.97% and 2.67% respectively.

## Domestic News

- The U.S. President has said India and America are in discussion for a "fantastic" trade agreement. He said it will be among the biggest ever made. Addressing the 'Namaste Trump' event at the Motera Stadium in Ahmedabad, the President said that both the countries are in the early stages of discussion for an "incredible" trade agreement to reduce barriers of investments.
- The International Monetary Fund (IMF) has warned that the coronavirus epidemic could put an already fragile global economy recovery at risk, media reports showed. G20 financial chiefs discussed ways to contain its economic ripple effects. Global growth was poised for a modest rebound to 3.3% this year, up from 2.9% last year.
- The government has reallocated unused export quota of 6,50,000 tonnes of sugar in the ongoing 2019-20 marketing year under the Maximum Admissible Export Quota (MAEQ) scheme, media reports showed. For the current year, the government has allowed export of 6 million tonnes of sugar under the quota to help deal with the surplus sugar.
- An industry body has said Indian industry and trade, including pharmaceuticals, are ready to manage the "evolving" coronavirus situation without causing any major impact on the supply chain and no major challenge is foreseen in the near term, media reports showed.

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FII Derivative Trade Statistics			
(Rs Cr)	24-Feb		
	Buy	Sell	Open Int.
Index Futures	3281.23	4035.65	13278.13
Index Options	428521.02	429066.84	55859.97
Stock Futures	17017.68	16920.28	102815.36
Stock Options	6936.77	6925.59	5733.24
<b>Total</b>	<b>455756.70</b>	<b>456948.36</b>	<b>177686.70</b>

Derivative Statistics- Nifty Options			
	24-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.10	1.12	-0.02
Put Call Ratio(Vol)	0.85	0.96	-0.11

Debt Watch				
	24-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.04%	4.93%	4.96%	6.34%
T-Repo	4.98%	4.85%	5.00%	6.32%
Repo	5.15%	5.15%	5.15%	6.25%
Reverse Repo	4.90%	4.90%	4.90%	6.00%
91 Day T-Bill	5.00%	5.02%	5.08%	6.30%
364 Day T-Bill	5.14%	5.20%	5.27%	7.53%
10 Year Gilt	6.37%	6.39%	6.58%	7.41%
G-Sec Vol. (Rs.Cr)	69545	47709	39080	32550
FBIL MIBOR <sup>[2]</sup>	5.17%	5.15%	5.15%	6.35%
3 Month CP Rate	5.75%	5.70%	5.75%	7.75%
5 Year Corp Bond	6.87%	6.98%	7.23%	8.52%
1 Month CD Rate	5.23%	5.13%	5.21%	6.50%
3 Month CD Rate	5.47%	5.29%	5.61%	7.37%
1 Year CD Rate	5.81%	5.82%	6.13%	7.73%

Currency Market			
Currency	24-Feb	Prev_Day	Change
USD/INR	71.85	71.59	0.26
GBP/INR	92.95	92.40	0.55
EURO/INR	77.73	77.25	0.48
JPY/INR	0.64	0.64	0.00

Commodity Prices				
Commodity	24-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bbl)	51.33	51.98	54.04	56.98
Brent Crude(\$/bbl)	57.03	58.67	59.63	67.45
Gold(\$/oz)	1660	1581	1570	1328
Gold(Rs./10 gm)	43392	40728	40002	33252

Source: Thomson Reuters Eikon

[1] Data as on 21 Feb 2020; [2] Data as on 20 Feb 2020

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**Derivatives Market**

- Nifty Feb 2020 Futures stood at 11,827.55, a discount of 1.85 points below the spot closing of 11,829.40. The turnover on NSE's Futures and Options segment fell to Rs. 12,76,171.66 crore on February 24, 2020, compared with Rs. 33,14,285.28 crore on February 20, 2020.
- The Put-Call ratio stood at 0.9 compared with the previous session's close of 0.76.
- The Nifty Put-Call ratio stood at 1.1 compared with the previous session's close of 1.12.
- Open interest on Nifty Futures stood at 16.59 million, compared with the previous session's close of 14.41 million.

**Indian Debt Market**

- Bond yields eased with the steep fall in the U.S. Treasury yields and decline in crude oil prices amid the ongoing concern over the global spread of coronavirus.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) dropped 5 bps at 6.37% compared with the previous close of 6.42% after trading in the range of 6.34% to 6.40%.
- RBI announced the auction of government securities for eighteen states for a notified amount of Rs. 22,632 crore. Gujarat will have the option of accepting an additional amount of up to Rs. 500 crore and Maharashtra will have the option of accepting an additional amount of up to Rs. 1,000 crore. The auction will be conducted on Feb 25, 2020.
- Banks borrowed Rs. 4,065 crore under the central bank's Marginal Standing Facility on Feb 20, 2020 compared with borrowings of Rs. 2,715 crore on Feb 18, 2020.

**Currency Market Update**

- The Indian rupee in spot trade weakened against the greenback amid concerns over the spread of coronavirus outbreak outside China.
- The euro was almost steady against the greenback as the spread of the coronavirus outside China dampened the investor risk sentiment. According to reports, Italy, South Korea and Iran reported sharp increases in coronavirus cases over the weekend.

**Commodity Market Update**

- Gold prices surged as the spread of coronavirus outside China boosted its safe haven appeal. According to reports, there has been a sharp rise in new coronavirus infections in South Korea, Italy and Iran which fueled concerns of a wider spread of the virus.

**International News**

- Survey data from the ifo institute showed Germany's business confidence improved marginally in Feb 2020 despite fears about the coronavirus outbreak. The business climate index rose to 96.1 in Feb from a revised 96.0 in Jan 2020. The initial estimate was 95.9.
- The Bank of Japan said producer prices in Japan were up 2.3% YoY in Jan 2020. That exceeded expectations and compared with a gain of 2.1% in Dec 2019.
- Data from the Monetary Authority of Singapore and the Ministry of Trade and Industry showed Singapore's consumer price index rose 0.8% YoY in Jan, same as seen in Dec 2019.
- The Monetary Committee of the Bank of Israel decided to the rate unchanged at 0.25%. The previous change in the rate was a 15 basis point hike in Nov 2018.



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your time.**

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