

# Markets for You

26 Feb 2020

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Indices Performance				
Global Indices	25-Feb	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,420	1,464	-44	-3.02
Nasdaq	8,966	9,221	-256	-2.77
FTSE	7,018	7,157	-139	-1.94
Nikkei	22,605	23,387	-781	-3.34
Hang Seng	26,893	26,821	72	0.27
Indian Indices	25-Feb	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	40,281	40,363	-82	-0.20
Nifty 50	11,798	11,829	-32	-0.27
Nifty 100	11,917	11,957	-40	-0.33
Nifty 500	9,725	9,758	-34	-0.34
Nifty Bank	30,433	30,455	-22	-0.07
S&P BSE Power	1,808	1,810	-2	-0.13
S&P BSE Small Cap	14,448	14,513	-65	-0.45
S&P BSE HC	14,038	14,206	-168	-1.18

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
25-Feb	24.58	1.08	26.85	1.29
Month Ago	25.54	1.02	28.10	1.24
Year Ago	26.55	1.18	26.53	1.24

Nifty 50 Top 3 Gainers			
Company	25-Feb	Prev_Day	% Change <sup>#</sup>
AGC Networks Limited	435	414	5.00
TCS	2156	2115	1.93
JSW Steel	263	259	1.41

Nifty 50 Top 3 Losers			
Company	25-Feb	Prev_Day	% Change <sup>#</sup>
Dr.Reddy	3087	3176	-2.81
Hindalco	174	179	-2.57
GAIL	114	117	-2.40

Advance Decline Ratio			
	BSE	NSE	
Advances	929	683	
Declines	1516	1153	
Unchanged	171	132	

Institutional Flows (Equity)		
Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1736	21978
MF Flows**	164	2255

\*25<sup>th</sup> Feb 2020; \*\*24<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 24 Feb 2020

### Global Indices

- Asian equity markets ended mixed as the speed of new coronavirus infections slowed in China and countries around the world increased efforts to prevent a pandemic. The U.S. pledged \$2.5 billion to fight the disease. South Korea said it aims to test more than 200,000 members of a church at the centre of a surge in coronavirus cases. Today (as of Feb 26), Asian markets opened lower as U.S. markets plunged on virus concerns. Both Nikkei and Hang Seng fell 1.46% and 1.54% (as at 8.a.m. IST), respectively.
- European markets closed lower as investors weighed concerns over the spread of the coronavirus in Italy and across the globe.
- U.S. markets declined on the back of plunge in the 10-year Treasury yield to a record low and comments from health officials warning of a possible virus outbreak in the U.S.

### Indian Equity Market

- Indian equity markets fell yet again as concerns over the coronavirus outbreak dented sentiment across the globe. The increase in the number of cases outside of China has spooked investors worried over the fragile global economic recovery.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.2% and 0.27% to close at 40,281.20 and 11,797.90 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 0.44% and 0.45% respectively.
- The overall market breadth on BSE was weak with 929 scrips advancing and 1,516 scrips declining. A total of 171 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Realty was the major gainer, up 1.04% followed by S&P BSE Telecom, up 0.87% and S&P BSE Teck, up 0.67%. S&P BSE Energy was the major loser, down 1.64% followed by S&P BSE Oil & Gas, down 1.19% and S&P BSE Healthcare, down 1.18%.

### Domestic News

- India and the U.S. signed three agreements in health and oil sectors, media reports showed. A memorandum of understanding (MoU) was signed on mental health between the health departments of the countries. Another memorandum of understanding on the safety of medical products was signed between the Central Drugs Standard Control Organization with the U.S. Food and Drug Administration. A letter of cooperation was signed between two oil companies from both sides.
- The U.S. President has promised to reduce more regulations in his country as he looked for overseas investment to boost American economy. He was speaking at a meeting with CEOs and added a trade deal with India is in the works.
- The Monetary Policy Committee (MPC) of the Reserve Bank of India could consider the developments around COVID-19, a prominent bank said in a report. The impact on India is felt through supply chain disruptions from China as well as regional players, who in turn are net importers from China.
- A prominent media agency poll showed Indian economic growth likely accelerated in the Oct-Dec 2019 period after its weakest expansion in over six years in the previous quarter. A small rebound in rural demand and private consumption is expected. Annual gross domestic product growth likely rose to 4.7% in the last quarter of 2019 from 4.5% the previous quarter.

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FII Derivative Trade Statistics		25-Feb	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	7864.59	9110.04	16349.99
Index Options	229234.59	227437.15	61239.20
Stock Futures	32141.15	33131.41	103199.15
Stock Options	6164.74	6354.52	5328.86
<b>Total</b>	<b>275405.07</b>	<b>276033.12</b>	<b>186117.20</b>

Derivative Statistics- Nifty Options			
	25-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.06	1.10	-0.04
Put Call Ratio(Vol)	0.84	0.85	-0.01

Debt Watch				
	25-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	4.94%	4.95%	4.96%	6.28%
T-Repo	4.91%	4.89%	5.00%	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	5.00%	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)	55824	52556	39080	21307
FBIL MIBOR <sup>[1]</sup>	5.17%	5.10%	5.15%	6.39%
3 Month CP Rate	5.75%	5.70%	5.75%	7.75%
5 Year Corp Bond	6.90%	6.96%	7.23%	8.33%
1 Month CD Rate	5.15%	5.10%	5.21%	6.42%
3 Month CD Rate	5.42%	5.27%	5.61%	7.26%
1 Year CD Rate	5.79%	5.81%	6.13%	7.71%

Currency Market			
Currency	25-Feb	Prev_Day	Change
USD/INR	71.86	71.85	0.01
GBP/INR	92.98	92.95	0.03
EURO/INR	78.01	77.73	0.27
JPY/INR	0.65	0.64	0.00

Commodity Prices				
Commodity	25-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	49.76	52.05	54.04	55.29
Brent Crude(\$/bl)	57.06	58.19	59.63	64.56
Gold(\$/oz)	1635	1602	1570	1327
Gold(Rs./10 gm)	42717	40976	40002	33326

Source: Refinitiv

[1] Data as on 24 Feb 2020

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**Derivatives Market**

- Nifty Feb 2020 Futures stood at 11,816.55, a premium of 18.65 points above the spot closing of 11,797.90. The turnover on NSE's Futures and Options segment rose to Rs. 14,15,568.01 crore on February 25, 2020, compared with Rs. 12,76,171.66 crore on February 24, 2020.
- The Put-Call ratio stood at 0.88 compared with the previous session's close of 0.9.
- The Nifty Put-Call ratio stood at 1.06 compared with the previous session's close of 1.1.
- Open interest on Nifty Futures stood at 16.21 million, compared with the previous session's close of 16.59 million.

**Indian Debt Market**

- Bond yields stayed nearly unchanged amid lack of fresh triggers in the market. Meanwhile, the state debt supply dampened sentiments.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) remained unchanged at 6.37% compared with the previous close after trading in the range of 6.35% to 6.39%.
- RBI announced that it would conduct Long Term Repo Operations (LTROs) on Mar 2, 2020 and Mar 9, 2020 for 3-year tenor each for a notified amount of Rs. 25,000 crore each.
- Banks borrowed Rs. 3,177 crore under the central bank's Marginal Standing Facility on Feb 24, 2020 compared with borrowings of Rs. 4,065 crore on Feb 20, 2020.

**Currency Market Update**

- The Indian rupee in spot trade strengthened against the greenback as regional risk aversion eased to some extent. However, losses in the domestic equity market and concerns over the coronavirus outbreak in China capped the gains.
- The euro rose against the greenback as expectations of a rate cut by the U.S. Federal Reserve kept the U.S. dollar under pressure.

**Commodity Market Update**

- Gold prices fell as market participants preferred to book profits from the recent bullion rally.
- Brent crude prices rose on growing possibility of OPEC output cuts and supply losses from Libya.

**International News**

- Conference Board data showed consumer confidence in the U.S. improved slightly in Feb 2020. The Conference Board said its consumer confidence index inched up to 130.7 from 130.4 in Jan 2020.
- The latest quarterly Distributive Trends Survey from the Confederation of British Industry showed British retailers plan to raise their investment in the year ahead for the first time in two years. The balance for investment intentions rose to +26% from -38% in Nov 2019.
- Data from Destatis showed German economy stagnated in the fourth quarter, in line with the initial estimate, as the positive contribution to growth from investment was nullified by foreign trade. Gross domestic product remained flat sequentially after expanding 0.2% in the previous quarter.


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your time.**

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