

Markets for You

27 Feb 2020

Good gets *better*

| Indices Performance | | | | |
|---------------------|--------|----------|-------------|-----------------------|
| Global Indices | 26-Feb | Prev_Day | Abs. Change | % Change [#] |
| Russell 3000 | 1,419 | 1,420 | -1 | -0.06 |
| Nasdaq | 8,981 | 8,966 | 15 | 0.17 |
| FTSE | 7,042 | 7,018 | 25 | 0.35 |
| Nikkei | 22,426 | 22,605 | -179 | -0.79 |
| Hang Seng | 26,696 | 26,893 | -197 | -0.73 |
| Indian Indices | 26-Feb | Prev_Day | Abs. Change | % Change [#] |
| S&P BSE Sensex | 39,889 | 40,281 | -392 | -0.97 |
| Nifty 50 | 11,679 | 11,798 | -119 | -1.01 |
| Nifty 100 | 11,790 | 11,917 | -127 | -1.07 |
| Nifty 500 | 9,623 | 9,725 | -102 | -1.05 |
| Nifty Bank | 30,307 | 30,433 | -126 | -0.41 |
| S&P BSE Power | 1,777 | 1,808 | -31 | -1.70 |
| S&P BSE Small Cap | 14,329 | 14,448 | -119 | -0.82 |
| S&P BSE HC | 13,909 | 14,038 | -129 | -0.92 |

| P/E Dividend Yield | | | | |
|--------------------|--------|------------|-------|------------|
| Date | Sensex | | Nifty | |
| | P/E | Div. Yield | P/E | Div. Yield |
| 26-Feb | 24.48 | 1.08 | 26.58 | 1.30 |
| Month Ago | 25.54 | 1.02 | 28.10 | 1.24 |
| Year Ago | 26.34 | 1.19 | 26.43 | 1.25 |

| Nifty 50 Top 3 Gainers | | | |
|------------------------|--------|----------|-----------------------|
| Company | 26-Feb | Prev_Day | % Change [#] |
| Yes Bank | 37 | 35 | 3.98 |
| Bharti Infratel | 219 | 216 | 1.13 |
| SBI | 328 | 327 | 0.43 |

| Nifty 50 Top 3 Losers | | | |
|-----------------------|--------|----------|-----------------------|
| Company | 26-Feb | Prev_Day | % Change [#] |
| GAIL | 108 | 114 | -5.22 |
| Sun Pharma | 375 | 389 | -3.65 |
| Tata Motors | 145 | 150 | -3.57 |

| Advance Decline Ratio | | | |
|-----------------------|------|------|--|
| | BSE | NSE | |
| Advances | 808 | 557 | |
| Declines | 1655 | 1289 | |
| Unchanged | 145 | 111 | |

| Institutional Flows (Equity) | | |
|------------------------------|----------------|-------|
| Description (Cr) | Inflow/Outflow | YTD |
| FII Flows* | -1838 | 20140 |
| MF Flows** | 1573 | 3435 |

*26th Feb 2020; **25th 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 25 Feb 2020

Global Indices

- Asian equity markets fell amid continued fears that the coronavirus outbreak could intensify into a pandemic. The number of new coronavirus cases in South Korea increased and the outbreak spread to more countries, with Switzerland, Austria and Romania reporting their first infections. Today (as of Feb 27), Asian markets opened lower among virus spread fears. Both Nikkei and Hang Seng dropped 1.51% and 0.63% (as at 8.a.m. IST), respectively.
- European markets were mixed even as investors remained worried over the spread of the virus to more countries and increase in the number of infections outside of China.
- U.S. markets declined as the 10-year Treasury yield traded at a record low amid virus spread concerns. The U.S. Centers for Disease Control and Prevention warned that Americans should begin to prepare for community spread of the coronavirus in the U.S.

Indian Equity Market

- Indian equity markets declined as coronavirus concerns, F&O expiry, and expectations of another quarter of subdued GDP growth dented sentiment. News that the U.S. Centers for Disease Control and Prevention has urged Americans to prepare as the global situation suggested a pandemic was likely, made investors jittery.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.97% and 1.01% to close at 39,888.96 and 11,678.50 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 1.34% and 0.82% respectively.
- The overall market breadth on BSE was weak with 808 scrips advancing and 1,655 scrips declining. A total of 145 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Telecom was the only gainer, up 0.25%. S&P BSE Realty was the major loser, down 2.16% followed by S&P BSE Auto, down 2.12% and S&P BSE Capital Goods, down 2.1%.

Domestic News

- A major global rating agency has said global recession is likely if coronavirus becomes a pandemic. The chances of it are high and rising with infections surging in Italy and Korea. The coronavirus has been a body blow to the Chinese economy, which now threatens to take out the entire global economy, the agency said.
- Latest study by the World Bank suggests India could be less urbanised than official figures imply. India's official urbanisation rate for 2011 is 31.2%. The urbanization rate emerging from the new study for India is 29.9%. The estimate of the urban population falls short of the official estimate by roughly 15 lakh people in each of the states of Odisha, Gujarat, and Rajasthan. The gap is even bigger in Madhya Pradesh, where it reaches 39 lakh people, and especially in Tamil Nadu, where it approaches 66 lakh people.
- Media reports showed the Department for Promotion of Industry and Internal Trade (DPIIT) has amended the foreign direct investment (FDI) policy to allow 100% FDI for insurance intermediaries, which includes insurance broking, insurance companies, third party administrators, surveyors and loss assessors.
- The Employees Provident Fund Organisation added 7,246,661 new accounts in the first nine months of FY20, the statistics and programme implementation ministry said. The number of accounts added by the government-managed pension fund during Apr-Dec 2019 was higher compared with the 6,112,223 accounts added in the entire fiscal FY19. However, the number of new employees added in Dec fell marginally to 1,008,600 from 1,162,863 in Nov 2019.

Good gets better

Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.

| FII Derivative Trade Statistics | | | |
|---------------------------------|------------------|------------------|------------------|
| (Rs Cr) | 26-Feb | | |
| | Buy | Sell | Open Int. |
| Index Futures | 7971.77 | 6497.76 | 17431.15 |
| Index Options | 265296.68 | 266603.60 | 59701.36 |
| Stock Futures | 40848.11 | 42401.25 | 103488.10 |
| Stock Options | 5029.93 | 4979.44 | 4586.33 |
| Total | 319146.49 | 320482.05 | 185206.94 |

| Derivative Statistics- Nifty Options | | | |
|--------------------------------------|--------|----------|--------|
| | 26-Feb | Prev_Day | Change |
| Put Call Ratio (OI) | 1.01 | 1.06 | -0.05 |
| Put Call Ratio(Vol) | 0.83 | 0.84 | -0.01 |

| Debt Watch | | | | |
|---------------------------|--------|---------|----------|----------|
| | 26-Feb | Wk. Ago | Mth. Ago | Year Ago |
| Call Rate | 4.93% | 4.95% | 4.96% | 6.19% |
| T-Repo | 4.84% | 4.89% | 5.00% | 6.19% |
| 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% | 5.02% | 5.08% | 6.28% |
| 364 Day T-Bill | 5.15% | 5.18% | 5.27% | 6.43% |
| 10 Year Gilt | 6.35% | 6.39% | 6.58% | 7.42% |
| G-Sec Vol. (Rs.Cr) | 74919 | 52556 | 39080 | 19749 |
| FBIL MIBOR ^[1] | 5.14% | 5.10% | 5.15% | 6.35% |
| 3 Month CP Rate | 5.80% | 5.70% | 5.75% | 7.75% |
| 5 Year Corp Bond | 6.86% | 6.97% | 7.23% | 8.37% |
| 1 Month CD Rate | 5.15% | 5.10% | 5.21% | 6.73% |
| 3 Month CD Rate | 5.39% | 5.27% | 5.61% | 7.33% |
| 1 Year CD Rate | 5.80% | 5.81% | 6.13% | 7.68% |

| Currency Market | | | |
|-----------------|--------|----------|--------|
| Currency | 26-Feb | Prev_Day | Change |
| USD/INR | 71.73 | 71.86 | -0.13 |
| GBP/INR | 93.16 | 92.98 | 0.19 |
| EURO/INR | 77.98 | 78.01 | -0.03 |
| JPY/INR | 0.65 | 0.65 | 0.00 |

| Commodity Prices | | | | |
|---------------------|--------|--------|----------|----------|
| Commodity | 26-Feb | Wk Ago | Mth. Ago | Year Ago |
| NYMEX Crude(\$/bbl) | 48.64 | 53.26 | 54.04 | 55.35 |
| Brent Crude(\$/bbl) | 55.95 | 60.56 | 59.63 | 65.05 |
| Gold(\$/oz) | 1640 | 1611 | 1570 | 1329 |
| Gold(Rs./10 gm) | 42530 | 41491 | 40002 | 33264 |

Source: Refinitiv

[1] Data as on 25 Feb 2020

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Derivatives Market

- Nifty Feb 2020 Futures stood at 11,695.65, a premium of 17.15 points above the spot closing of 11,678.50. The turnover on NSE's Futures and Options segment rose to Rs.1906810.10 crore on February 26, 2020, compared with Rs. 14,15,568.01 crore on February 25, 2020.
- The Put-Call ratio stood at 0.85 compared with the previous session's close of 0.88.
- The Nifty Put-Call ratio stood at 1.01 compared with the previous session's close of 1.06.
- Open interest on Nifty Futures stood at 17.88 million, compared with the previous session's close of 16.21 million.

Indian Debt Market

- Bond yields eased after the U.S. Treasury yields declined. Fall in crude oil prices amid the ongoing coronavirus scare and the RBI's announcement to conduct repos also aided the sentiment.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) dipped 2 bps to close at 6.35% compared with the previous close at 6.37% after trading in the range of 6.32% to 6.35%.
- Banks borrowed Rs. 3,300 crore under the central bank's Marginal Standing Facility on Feb 25, 2020 compared with borrowings of Rs. 3,177 crore on Feb 24, 2020.

Currency Market Update

- The Indian rupee in spot trade strengthened against the greenback following selling of the greenback by foreign banks. Fall in global crude oil prices also contributed to the upside. The rupee closed at 71.64 a dollar, up 0.13% compared to the previous day's close of 71.73.
- The euro closed steady against the greenback on anticipation that the U.S. Federal Reserve might not ease its monetary policy as expected.

Commodity Market Update

- Gold prices rose after the coronavirus spread to Italy and Middle East.
- Brent crude prices plunged on persisting concerns over the coronavirus outbreak and worries of a subsequent fall in crude demand across the globe.

International News

- A Commerce Department report showed new home sales in the U.S. jumped to their highest level in over 12 years in Jan 2020. New home sales spiked 7.9% to an annual rate of 764,000 after jumping 2.3% to 708,000 in Dec 2019.
- Data from the British Retail Consortium showed U.K. shop prices declined at a faster pace in Feb 2020 as weak demand forced further promotion. The BRC-Nielsen shop price index declined 0.6% versus a 0.3% fall in Jan 2020.
- The DIW think tank said Germany's economy is set to grow a modest 0.1% in the first quarter of 2020 as the industrial sector is set to remain sluggish and the spread of the coronavirus across the world dampen business sentiment.


Good gets better
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your time.**

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