

Indices Performance				
Global Indices	07-Jan	Prev_Day	Abs. Change	% Change
Russell 3000	1,964	1,919	45	2.33
Nasdaq	13,067	12,741	327	2.56
FTSE	6,857	6,842	15	0.22
Nikkei	27,490	27,056	434	1.60
Hang Seng	27,549	27,692	-144	-0.52
Indian Indices	07-Jan	Prev_Day	Abs. Change	% Change
S&P BSE Sensex	48,093	48,174	-81	-0.17
Nifty 50	14,137	14,146	-9	-0.06
Nifty 100	14,306	14,306	0	0.00
Nifty 500	11,766	11,738	28	0.24
Nifty Bank	31,956	31,798	158	0.50
S&P BSE Power	2,114	2,127	-13	-0.62
S&P BSE Small Cap	18,773	18,615	158	0.85
S&P BSE HC	22,012	22,017	-5	-0.02

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
7-Jan	33.51	0.83	38.88	1.12
Month Ago	32.39	0.89	36.73	1.19
Year Ago	25.68	1.04	28.03	1.25

Nifty 50 Top 3 Gainers				
Company	07-Jan	Prev_Day	% Change	
Tata Steel	723	684	5.70	
Hindalco	273	259	5.35	
Bharti Airtel	545	525	3.80	

Nifty 50 Top 3 Losers				
Company	07-Jan	Prev_Day	% Change	
Nestle India Limited	18127	18515	-2.10	
HDFC Standard Life Insurance Con	704	719	-2.05	
HUL	2369	2417	-2.00	

Advance Decline Ratio			
	BSE	NSE	
Advances	1942	1210	
Declines	1144	737	
Unchanged	141	84	

Institutional Flows (Equity)			
Description (Cr)	Inflow/Outflow	YTD	
FII Flows*	-345	4017	
MF Flows**	-1156	-46995	

*7th Jan 2021; **17th Dec 2020

Economic Indicator			
YoY(%)	Current	Quarter Ago	Year Ago
CPI	6.93% (Nov-20)	6.69% (Aug-20)	5.54% (Nov-19)
IIP	3.60% (Oct-20)	-10.50% (Jul-20)	-6.60% (Oct-19)
GDP	-7.50% (Sep-20)	-23.90% (Jun-20)	4.40% (Sep-19)

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 06 Jan, 2021

Global Indices

- Asian markets largely went up on hopes that a projected Democrat-controlled U.S. Senate will be a net positive for economic growth globally. Today (as on Jan 8), markets are trading higher following overnight gains in Wall Street. Both Nikkei and Hang Seng are up 1.08% and 0.38% (as at 8:00 AM IST), respectively.
- European markets rose amid hopes of additional fiscal stimulus in the U.S. following the Electoral College certifying President-elect's victory.
- U.S. markets rose as U.S. lawmakers certified President-elect's victory along with Democratic victories in Georgia's Senate runoff elections.

Indian Equity Market

- Indian equity markets dipped marginally as investors remained on sidelines ahead of the announcement of advance estimate of India's Gross Domestic Product (GDP) for FY21. The data is expected to help market participants assess the overall health of the nation's economy.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.17% and 0.06% to close at 48,093.32 and 14,137.35 respectively.
- The overall market breadth on BSE was strong with 1,942 scrips advancing and 1,144 scrips declining. A total of 141 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Metal was the major gainer, up 3.7% followed by S&P BSE Telecom, up 2.99% and S&P BSE Basic Materials, up 1.67%. S&P BSE FMCG was the major loser, down 1.07% followed by S&P BSE IT, down 0.95% and S&P BSE Power, down 0.62%.

Domestic News

- According to first advance estimates of gross domestic product (GDP) released by the National Statistical Office, the central government projects the India's economy to contract by 7.7% in FY21. The agriculture sector estimate stood at 3.4%, mining estimate stood at -12.4% for FY21 for FY21. The report also mentioned that inability of India during the lockdown to contain the coronavirus to go about doing business had a profound impact on the economy.
- The Securities and Exchange Board of India (Sebi) has proposed the development of a liberalized ownership system to enable stock exchanges and depositories to be set up by new entrants. The proposed structure would allow for higher shareholdings with dilution over a period of time at the start-up level.
- Sebi came out with a timetable for exchanges concerning the repayment of a security deposit by trading members on the surrender of membership. For trading members (TMs) engaged in trading on behalf of customers, exchanges must release the security deposit after three years from the date of receipt of the surrender request by the exchange or five years from the date of impairment of the trading terminals of TM, whichever is the earlier, upon the acceptance of the surrender request by Sebi.
- According to the Centre for Monitoring Indian Economy, India's unemployment rate rose sharply to 9.1% in Dec 2020 from 6.5% in Nov 2020, the highest since the economic recovery started in Jun 2020. In rural India, the rise was due to high unemployment, raising doubts about the ongoing economic recovery. While urban unemployment rose to 8.84% in Dec from 7.07% in Nov, the rural unemployment rose to 9.15% in Dec from 6.24% in the preceding month. Even the employment fell by 4.8 million to 388.8 million in Dec compared to 393.6 million in Nov.
- State Bank of India (SBI) said it had concluded the issuance of USD 600 million in bonds to finance the expansion of overseas business.
- JSW Steel posted crude steel production rose 6% QoQ and 2% YoY to 4.08 million tonnes in the quarter ended Dec 2020. The company said its average capacity utilisation improved from 86% of 2Q FY21 to 91% for 3Q FY21.

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FII Derivative Trade Statistics		07-Jan		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	3510.20	3805.41	13384.04	
Index Options	468040.91	459963.15	77868.99	
Stock Futures	14750.62	14653.16	97235.72	
Stock Options	8079.67	8174.09	8694.33	
Total	494381.40	486595.81	197183.08	

Derivative Statistics- Nifty Options			
	07-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.19	1.25	-0.06
Put Call Ratio(Vol)	1.07	1.08	-0.01

Debt Watch				
	07-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.20%	3.31%	3.02%	4.91%
T-Repo	3.21%	2.75%	3.05%	4.62%
Repo	4.00%	4.00%	4.00%	5.15%
Reverse Repo	3.35%	3.35%	3.35%	4.90%
91 Day T-Bill	3.04%	3.01%	2.97%	4.86%
364 Day T-Bill	3.43%	3.42%	3.36%	5.22%
10 Year Gilt	5.90%	5.90%	5.92%	6.55%
G-Sec Vol. (Rs.Cr)	18019	17664	26573	34759
FBIL MIBOR ⁽¹⁾	3.47%	3.51%	3.36%	5.17%
3 Month CP Rate	3.45%	3.28%	3.30%	5.80%
5 Year Corp Bond	6.32%	6.30%	6.39%	7.62%
1 Month CD Rate	3.04%	3.04%	3.05%	4.96%
3 Month CD Rate	3.04%	3.00%	3.32%	5.43%
1 Year CD Rate	3.79%	3.78%	3.61%	6.06%

Currency Market			
Currency	07-Jan	Prev_Day	Change
USD/INR	73.13	73.14	-0.01
GBP/INR	99.34	99.65	-0.31
EURO/INR	90.05	90.00	0.05
JPY/INR	0.71	0.71	0.00

Commodity Prices				
Commodity	07-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	50.60	48.32	45.67	62.67
Brent Crude(\$/bl)	54.22	50.86	49.29	69.63
Gold(\$/oz)	1912	1896	1864	1574
Gold(Rs./10 gm)	50871	50005	49059	40372

Source: Refinitiv

[1] Data as on 06 Jan, 2021

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Derivatives Market

- Nifty Jan 2021 Futures stood at 14,191.10, a premium of 53.75 points above the spot closing of 14,137.35. The turnover on NSE's Futures and Options segment rose to Rs. 60,51,311.48 crore on January 07, 2021, compared with Rs. 39,30,886.96 crore on January 06, 2021.
- The Put-Call ratio stood at 1.05 compared with the previous session's close of 0.98.
- The Nifty Put-Call ratio stood at 1.19 compared with the previous session's close of 1.25.
- Open interest on Nifty Futures stood at 13.37 million, compared with the previous session's close of 13.43 million.

Indian Debt Market

- Bond yields inched down on bargain hunting. However, most of the gains were neutralized as market participants preferred to remain on the sidelines and awaited the release of the country's initial gross domestic product estimate for the financial year ending Mar 31, 2021.
- Yield on the 10-year benchmark paper (5.77% GS 2030) fell marginally by 1 bps to close at 5.89% from the previous close of 5.90% after trading in the range of 5.89% to 5.91%.

Currency Market Update

- The Indian rupee fell at its fastest pace against the U.S. currency in nearly two months on likely intervention by the Reserve Bank of India (RBI) by continuous greenback purchases through three large state-run banks.
- Euro fell against the U.S. dollar after Democrats won control of the U.S. Senate, paving the way for possible larger fiscal stimulus under President-elect Joe Biden.

Commodity Market Update

- Gold prices fell following increase in yields on U.S. 10-year Treasury.
- Brent crude prices remained at elevated levels after crude inventories in U.S. fell by 8 million barrels in the week ended Jan 1, 2021.

International News

- According to the Institute for Supply Management report, U.S. services Purchasing Managers' Index (PMI) unexpectedly went up to 57.2 in Dec 2020 from 55.9 in Nov 2020. Rise came as the business activity index and new orders index rose in Dec 2020.
- Preliminary data from the European Commission showed, eurozone economic sentiment index improved to 90.4 in Dec 2020 from 87.7 in Nov 2020. Recovery was driven by markedly higher confidence in industry and among consumers.
- The Commerce Department report showed the U.S. trade deficit expanded to \$68.1 billion in Nov 2020 from \$63.1 billion in Oct 2020 due to faster rise in the value of imports than exports. Trade deficit rose to its highest level since Aug 2006.

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