

Markets for You

23 Jan 2020

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Indices Performance				
Global Indices	22-Jan	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,493	1,492	1	0.08
Nasdaq	9,384	9,371	13	0.14
FTSE	7,572	7,611	-39	-0.51
Nikkei	24,031	23,865	167	0.70
Hang Seng	28,341	27,985	356	1.27
Indian Indices	22-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	41,115	41,324	-208	-0.50
Nifty 50	12,107	12,170	-63	-0.52
Nifty 100	12,231	12,287	-56	-0.46
Nifty 500	9,947	9,988	-41	-0.41
Nifty Bank	30,701	30,948	-246	-0.80
S&P BSE Power	1,952	1,981	-29	-1.45
S&P BSE Small Cap	14,633	14,652	-19	-0.13
S&P BSE HC	14,003	14,005	-2	-0.02

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
22-Jan	25.26	1.03	27.73	1.26
Month Ago	29.18	1.11	28.60	1.22
Year Ago	23.93	1.15	26.54	1.24

Nifty 50 Top 3 Gainers				
Company	22-Jan	Prev_Day	% Change [#]	
Zee Ente.	300	284	5.72	
AGC Networks Limited	234	223	4.98	
Grasim Indus	793	772	2.75	

Nifty 50 Top 3 Losers				
Company	22-Jan	Prev_Day	% Change [#]	
ONGC	116	123	-5.17	
Coal India	192	202	-5.07	
NTPC	112	117	-4.27	

Advance Decline Ratio				
	BSE	NSE		
Advances	1063	737		
Declines	1444	1097		
Unchanged	171	139		

Institutional Flows (Equity)			
Description (Cr)	Inflow/Outflow	YTD	
FII Flows*	1697	11778	
MF Flows**	-1020	1106	

*22nd Jan 2020; **20th Jan 2020

Economic Indicator			
YoY(%)	Current	Quarter Ago	Year Ago
CPI	7.35% (Dec-19)	3.99% (Sep-19)	2.11% (Dec-18)
IIP	1.80% (Nov-19)	-1.40% (Aug-19)	0.20% (Nov-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 Jan 2020

Global Indices

- As per the last close, Asian markets managed to recover and end the session mostly higher. China's response to a virus outbreak eased some fears of a global pandemic. According to media reports, the World Health Organization is expected to declare a Public Health Emergency of International Concern in response to the coronavirus outbreak. Today (as of Jan 23), Asian markets opened almost on a lower note after death toll rose in China due to coronavirus. Both Nikkei and Hang Seng were trading down 0.65% and 0.82%, respectively.
- As per the last close, European markets closed on a lower note though panic about coronavirus in China subsided after the country revealed measures to restrict the spread of the disease.
- As per the last close, U.S. markets closed on a mixed note. Upbeat earnings by a U.S. tech major and reports that China's government is taking steps to stop the spread of coronavirus boosted market sentiment. However, investors remained cautious ahead of earnings results from a slew of other U.S. majors in the coming days.

Indian Equity Market

- Indian equity markets closed in the red for the third consecutive session despite positive global cues as China's response to a virus outbreak soothed concerns of a global pandemic. Reports that domestic crude oil production fell during Dec 2019 and production remained down so far in FY20 weighed on the market sentiment. Further, investors remained focused towards the mixed bag of earnings results for the quarter ended Dec 31, 2019 and were cautious ahead of the Union Budget on Feb 1, 2020.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.50% and 0.52% to close at 41,115.38 and 12,106.90, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap fell 0.32% and 0.13%, respectively.
- The overall market breadth on BSE was weak with 1,444 scrips declining and 1,063 scrips advancing. A total of 171 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Metal stood as the major loser and fell 1.57%, followed by S&P BSE Oil & Gas and S&P BSE Power that fell 1.49% and 1.45%, respectively. Reports from Ministry of Petroleum and Natural Gas showed that crude oil production fell during Dec 2019 which likely kept S&P BSE Oil & Gas sector under pressure.

Domestic News

- A major domestic credit rating agency has projected the India's Gross Domestic Product (GDP) growth for FY21 at 5.5%. The rating agency is of the view that the Indian economy is going through a phase of low consumption and subdued demand which it attributed to a slew of factors namely crisis in the non-banking financial segment, slowdown in bank lending, decline in income growth of households and a fall in savings. The rating agency further added that the domestic economy will return to a high growth phase if the government is able to revive the domestic demand cycle through some reformatory measures.
- Capital market regulator Securities and Exchange Board of India notified norms for portfolio managers. According to the new norms, the minimum investment limit for investors has been doubled to Rs. 50 lakh. SEBI also mandated that the portfolio managers need to increase their net worth to Rs 5 crore within three years. The objective of the move is to keep retail investors from portfolio management schemes and put a check on mis-selling.
- According to media reports, the Finance Minister in the Union Budget on Feb 1 may relax the 5% income tax slab from the present Rs. 2.5 lakh-Rs 5 lakh to Rs. 2.5 lakh to Rs. 7 lakh. The move is implemented may result in significant savings for the salaried people.
- As per reports, data from the Central Electricity Authority showed that coal imports by power producers in the country rose 17.6% during the period from Apr to Dec of 2019 to 52.48 million tonnes compared to 44.64 million tonnes in the same period of the previous year. Coal imports rose due to higher consumption by power generating firms.
- Axis Bank standalone net profit grew 4.52% YoY and came in at Rs. 1,757 crore for the quarter ended Dec 31, 2019. Gross non-performing assets grew 3.4% YoY to Rs. 30,073 crore for the quarter under review.
- Zee Entertainment's profit before tax fell 37% YoY to Rs. 510.8 crore for the quarter ended Dec 31, 2019. Meanwhile, revenue fell 5.5% YoY to Rs. 2,048.7 crore.

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FII Derivative Trade Statistics	22-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3286.79	3838.98	16470.94
Index Options	262484.82	264076.49	65312.46
Stock Futures	13003.03	14021.00	104401.85
Stock Options	6027.04	6039.02	6411.23
Total	284801.68	287975.49	192596.48

Derivative Statistics- Nifty Options	22-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.00	1.08	-0.08
Put Call Ratio(Vol)	0.80	0.81	-0.01

Debt Watch	22-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	4.98%	4.95%	5.09%	6.43%
T-Repo	5.00%	4.98%	4.89%	6.52%
Repo	5.15%	5.15%	5.15%	6.50%
Reverse Repo	4.90%	4.90%	4.90%	6.25%
91 Day T-Bill	5.10%	5.11%	5.00%	6.54%
364 Day T-Bill	5.28%	5.29%	5.17%	6.80%
10 Year Gilt	6.64%	6.63%	6.60%	7.30%
G-Sec Vol. (Rs.Cr)	23033	30039	61012	30725
FBIL MIBOR ^[1]	5.15%	5.15%	5.23%	6.55%
3 Month CP Rate	5.80%	5.80%	5.40%	7.60%
5 Year Corp Bond	7.40%	7.46%	7.68%	8.48%
1 Month CD Rate	5.26%	5.17%	5.08%	6.75%
3 Month CD Rate	5.65%	5.41%	5.13%	7.09%
1 Year CD Rate	6.03%	6.06%	6.04%	7.95%

Currency Market	22-Jan	Prev_Day	Change
Currency			
USD/INR	71.21	71.18	0.02
GBP/INR	93.01	92.62	0.39
EURO/INR	78.91	78.99	-0.08
JPY/INR	0.65	0.65	0.00

Commodity Prices	22-Jan	Wk Ago	Mth. Ago	Year Ago
Commodity				
NYMEX Crude(\$/bl)	56.76	57.81	60.38	52.54
Brent Crude(\$/bl)	62.40	62.86	70.50	61.24
Gold(\$/oz)	1559	1556	1478	1285
Gold(Rs./10 gm)	39912	39602	37957	32324

Source: Thomson Reuters Eikon

[1] Data as on 21 Jan 2020

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Derivatives Market

- Nifty Jan 2020 Futures stood at 12,145.25, a premium of 38.35 points above the spot closing of 12,106.90. The turnover on NSE's Futures and Options segment rose to Rs. 16,74,537.87 crore on January 22, 2020, compared with Rs. 12,82,524.23 crore on January 21, 2020.
- The Put-Call ratio stood at 0.87 compared with the previous session's close of 0.91.
- The Nifty Put-Call ratio stood at 1 compared with the previous session's close of 1.08.
- Open interest on Nifty Futures stood at 14.84 million, compared with the previous session's close of 14.74 million.

Indian Debt Market

- Bond yields stood unchanged ahead of RBI's special open market operation (OMO), slated for Jan 23, 2020. Additionally, market participants are looking forward to the upcoming federal budget on Feb 1, 2020.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) closed unchanged at 6.64% compared with the previous close after trading in the range of 6.63% to 6.65%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,959 crore (gross) on Jan 22, 2020 compared with borrowings of Rs. 3,214 crore (gross) on Jan 21, 2020. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 16,974 crore on Jan 21, 2020.
- Banks borrowed Rs. 3,400 crore under the central bank's Marginal Standing Facility on Jan 21, 2020 compared with borrowings of Rs. 3,916 crore on Jan 20, 2020.

Currency Market Update

- The Indian rupee in spot trade was almost unchanged against the greenback due to lack of domestic cues in the wake of a virus outbreak in China. The rupee closed at 71.20 a dollar, unchanged compared to the previous day's close of the same.
- The euro was almost steady against the greenback ahead of the outcome of the European Central Bank monetary policy review which is due on Jan 23, 2020.

Commodity Market Update

- Gold prices inched up amid concerns over the mysterious coronavirus that has infected hundreds in China.
- Brent crude prices fell after the International Energy Agency forecasted a market surplus in the first half of this year.

International News

- According to data from the Office for National Statistics, U.K. public sector net borrowing fell to GBP 4.765 billion in Dec 2019 from GBP 4.981 billion in Dec 2018. The public sector net cash requirement fell to GBP 16.596 billion in Dec 2019 from GBP 22.085 billion a year ago.
- According to data from the Census and Statistics Department, Hong Kong's consumer price inflation rose 2.9% YoY in Dec 2019 as against 3% increase in Nov 2019. The slowdown in inflation was mainly due to smaller increases in local transport fares and the costs for meals bought away from home.

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