

Indices Performance

Global Indices	26-Jan	Prev_Day	Abs. Change	% Change
Russell 3000	2,023	2,027	-4	-0.19
Nasdaq	13,626	13,636	-10	-0.07
FTSE	6,654	6,639	15	0.23
Nikkei	28,546	28,822	-276	-0.96
Hang Seng	29,391	30,159	-768	-2.55
Indian Indices	25-Jan	Prev_Day	Abs. Change	% Change
S&P BSE Sensex	48,348	48,879	-531	-1.09
Nifty 50	14,239	14,372	-133	-0.93
Nifty 100	14,348	14,480	-131	-0.91
Nifty 500	11,744	11,855	-111	-0.93
Nifty Bank	31,198	31,167	31	0.10
S&P BSE Power	2,063	2,092	-30	-1.41
S&P BSE Small Cap	18,211	18,422	-211	-1.15
S&P BSE HC	21,532	21,334	198	0.93

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
25-Jan	33.13	0.82	38.42	1.11
Month Ago	32.89	0.84	37.81	1.15
Year Ago	25.54	1.02	28.10	1.24

Nifty 50 Top 3 Gainers

Company	25-Jan	Prev_Day	% Change
Grasim Indus	1070	1004	6.55
United Phos	588	567	3.74
Cipla	837	808	3.53

Nifty 50 Top 3 Losers

Company	25-Jan	Prev_Day	% Change
RIL	1941	2050	-5.30
Indusind Bank	849	893	-4.94
HCL Tech	948	986	-3.89

Advance Decline Ratio

	BSE ^[1]	NSE ^[1]
Advances	901	501
Declines	2076	1457
Unchanged	153	71

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-839	23630
MF Flows**	-165	-11477

*25th Jan 2021; **19th Jan 2021

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.59% (Dec-20)	7.27% (Sep-20)	7.35% (Dec-19)
IIP	-1.90% (Nov-20)	-7.10% (Aug-20)	2.10% (Nov-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 25 Jan, 2021

Global Indices

- Asian markets went down amid uncertainty over a U.S. stimulus package and concerns over delays in distributing COVID-19 vaccines. Today (as on Jan 27), markets are largely trading high after IMF raised its growth forecast for global economy this year. Both Nikkei and Hang Seng are up 0.49% and 0.34% (as at 8:00 AM IST), respectively.
- European markets went up with investors focusing on earnings news. Nonetheless, worries about surging coronavirus cases, delay in vaccine supplies, political uncertainty in Italy and rising U.S.-China tensions restricted gains
- U.S. markets fell as investors remained on sidelines ahead of the Federal Reserve's monetary policy announcement on Jan 27.

Indian Equity Market

- Indian equity markets went down amid caution ahead of Union Budget 2021. Reports of a face-off between India and China and worries over peak valuations of the market also kept investors wary.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 1.09% and 0.93% to close at 48,347.59 and 14,238.90 respectively.
- The overall market breadth on BSE was weak with 901 scrips advancing and 2,076 scrips declining. A total of 153 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Healthcare was the major gainer, up 0.93% followed by S&P BSE Metal, up 0.19% and S&P BSE Basic Materials, up 0.04%. S&P BSE Energy was the major loser, down 4.44% followed by S&P BSE Oil & Gas, down 2.16% and S&P BSE Power, down 1.41%.

Domestic News

- The International Monetary Fund (IMF) projected a 11.5% growth for the Indian economy in 2021 and 6.8% in 2022. For 2020, IMF projected the growth of the Indian economy to come down by 8%. According to IMF, India is the only country in the global economy which is expected to witness a double digit growth in 2021.
- According to United Nations, foreign direct investment in India rose by 13% in 2020 from 2019. This came on the back of investments in the digital sector. In China, FDI grew by 4% as the country witnessed steep drops in capital expenditures during the early phase of the pandemic. Globally, FDI slumped 42% in 2020 to an estimated \$859 billion from \$1.5 trillion in 2019.
- Government data showed that around 9.33 lakh new members joined the Employees' State Insurance Scheme in Nov 2020 as compared to 11.99 lakh members in the previous month. During the period from Sep 2017 to Nov 2020, 4,50,93,501 new subscribers joined the ESI scheme.
- The Ministry of Finance released the 13th weekly instalment of Rs. 6,000 crore to meet the compensation shortfall of Goods and Services Tax (GST). Uptill now, 70% of the total estimated GST compensation shortfall has been released to the States & Union Territories with Legislative Assembly.
- ICICI Securities profit after tax surged 95% YoY to Rs. 267 crore in the Dec quarter of 2020 due to growth in revenue and improvement in margins. Revenue also jumped 47% YoY to Rs. 620 crore in the quarter under review.
- Kotak Mahindra Bank's standalone net profit rose 16% to Rs. 1,854 crore in the Dec quarter of 2020 due to healthy rise in net interest income (NII) and lower provisions. Asset quality of the lender has improved both year-on-year (YoY) and sequentially.

Good gets better

FII Derivative Trade Statistics		25-Jan	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	5613.93	7085.22	14085.02
Index Options	431046.80	432539.22	75750.99
Stock Futures	28891.61	29358.62	99895.90
Stock Options	18465.83	18623.84	15810.35
Total	484018.17	487606.90	205542.26

Derivative Statistics- Nifty Options			
	25-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.02	1.14	-0.12
Put Call Ratio(Vol)	0.92	1.05	-0.13

Debt Watch				
	26-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate ^[1]	3.25%	3.16%	3.23%	4.96%
T-Repo ^[1]	3.23%	3.22%	3.17%	5.00%
Repo	4.00%	4.00%	4.00%	5.15%
Reverse Repo	3.35%	3.35%	3.35%	4.90%
91 Day T-Bill ^[1]	3.26%	3.26%	3.10%	5.08%
364 Day T-Bill ^[1]	3.58%	3.45%	3.45%	5.27%
10 Year Gilt ^[1]	5.96%	5.98%	5.93%	6.58%
G-Sec Vol. (Rs.Cr) ^[1]	14387	22045	33530	39080
FBIL MIBOR ^[1]	3.46%	3.48%	3.45%	5.15%
3 Month CP Rate ^[1]	3.85%	3.80%	3.30%	5.75%
5 Year Corp Bond	6.57%	6.51%	6.37%	7.23%
1 Month CD Rate ^[1]	3.32%	3.51%	3.15%	5.21%
3 Month CD Rate ^[1]	3.35%	3.35%	3.10%	5.61%
1 Year CD Rate ^[1]	3.93%	3.88%	3.79%	6.13%

Currency Market			
Currency	25-Jan	Prev_Day	Change
USD/INR	72.93	73.04	-0.11
GBP/INR	100.03	100.06	-0.03
EURO/INR	88.82	88.86	-0.04
JPY/INR	0.70	0.70	0.00

Commodity Prices				
Commodity	26-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	52.58	52.84	48.16	54.04
Brent Crude(\$/bl)	55.15	55.52	50.43	59.63
Gold(\$/oz)	1850	1839	1876	1570
Gold(Rs./10 gm) ^[1]	49239	48977	49787	40002

Source: Refinitiv

[1] Data as on 25 Jan, 2021

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Derivatives Market

- Nifty Jan 2021 Futures stood at 14,253.15, a premium of 14.25 points above the spot closing of 14,238.90. The turnover on NSE's Futures and Options segment rose to Rs. 34,54,658.19 crore on January 25, 2021, compared with Rs. 31,26,119.13 crore on January 22, 2021.
- The Put-Call ratio stood at 0.96 compared with the previous session's close of 1.03.
- The Nifty Put-Call ratio stood at 1.02 compared with the previous session's close of 1.14.
- Open interest on Nifty Futures stood at 14.04 million, compared with the previous session's close of 13.74 million.

Indian Debt Market

- Bond yields rose as market participants lowered positions ahead of the annual budget due on Feb. 1, 2021.
- Yield on the 10-year benchmark paper (5.77% GS 2030) rose 2 bps to close at 5.96% from the previous close of 5.94% after trading in the range of 5.93% to 5.96%.
- Banks borrowed Rs. 10 crore under the central bank's marginal standing facility on Jan 22, 2020 compared with nil borrowing on Jan 21, 2020.
- RBI announced the auction of four government securities- 4.48% GS 2023, GOI FRB 2033, 6.22% GS 2035 and 6.67% GS 2050 for an aggregate amount of Rs. 21,000 crore on Jan 29, 2021. Government of India will have the option to retain additional subscription up to Rs. 2000 crore against each security.
- RBI conducted the auction of State Development Loans of 11 State Governments / Union Territories for the notified amount of Rs. 16,000 crore, which were oversubscribed to Rs. 16,250 crore.

Currency Market Update

- The Indian rupee gained for the fifth straight session against the U.S. dollar following rise in regional currencies and on foreign inflows into domestic equity market.
- Euro rose against the greenback as the U.S. dollar remained under pressure with market participants awaiting the outcome of the U.S. Federal Reserve's monetary policy review.

Commodity Market Update

- Gold prices fell amid uncertainty regarding U.S. President's \$1.9 trillion pandemic relief proposal.
- Brent crude prices rose amid reports of a blast in Saudi Arabia even though the reason of the blast remained clear.

International News

- IMF projected the global economy to contract 3.5% in 2020. IMF then expects the global economy to witness a growth of 5.5% in 2021 and 4.2% in 2022.
- Data from Munich-based ifo Institute showed that the German business confidence index fell more-than-expected to 90.1 in Jan 2021 from revised 92.2 in the previous month.
- Flash survey data from IHS Markit showed that the composite output index of Euro Zone fell to 47.5 in Jan 2021 from 49.1 in Dec 2020. The services Purchasing Managers' Index dropped from 46.4 in Dec 2020 to 45.0 in Jan 2021. The manufacturing Purchasing Managers' Index fell to 54.7 in Jan 2021 from 55.2 in the previous month.

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