

Markets for You

30 Jan 2020

Good gets *better*

Indices Performance

Global Indices	29-Jan	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,478	1,475	2	0.17
Nasdaq	9,275	9,270	5	0.06
FTSE	7,484	7,481	3	0.04
Nikkei	23,379	23,216	164	0.71
Hang Seng	27,161	27,950	-789	-2.82
Indian Indices	29-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	41,199	40,967	232	0.57
Nifty 50	12,130	12,056	74	0.61
Nifty 100	12,277	12,203	74	0.60
Nifty 500	10,009	9,957	52	0.53
Nifty Bank	30,877	30,761	116	0.38
S&P BSE Power	1,939	1,925	14	0.75
S&P BSE Small Cap	14,841	14,822	18	0.12
S&P BSE HC	14,290	14,276	14	0.10

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
29-Jan	24.86	1.03	26.81	1.26
Month Ago	26.13	1.02	28.48	1.23
Year Ago	23.26	1.18	25.84	1.27

Nifty 50 Top 3 Gainers

Company	29-Jan	Prev_Day	% Change [#]
Tata Motors	188	176	6.79
AGC Networks Limited	222	211	5.00
Bajaj Finance	4419	4213	4.89

Nifty 50 Top 3 Losers

Company	29-Jan	Prev_Day	% Change [#]
Eicher Motors	20192	21087	-4.24
TCS	2155	2184	-1.33
Dr.Reddy	3148	3189	-1.28

Advance Decline Ratio

	BSE	NSE
Advances	1268	994
Declines	1246	842
Unchanged	165	140

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-786	12939
MF Flows**	-153	18

*29th Jan 2020; **27th 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 28 Jan 2020

Global Indices

- Asian equity markets were mostly up after a major U.S. tech company's sales forecast topped estimates and data showed consumer confidence in the U.S. grew more than expected in Jan 2020. Investors also looked forward to the U.S. Federal Reserve's meeting, due later in the day. Today (as of Jan 30), Asian markets opened lower as the death toll from the virus outbreak continues to rise and the U.S. Fed kept rates on hold. Both Nikkei and Hang Seng fell 0.97% and 0.57% (as at 8.a.m. IST), respectively.
- European markets gained as investors took the virus outbreak scare in stride. Sentiment got support from the rebound in U.S. markets.
- U.S. markets were flattish after the Federal Reserve kept interest rates unchanged and sounded upbeat on the health of the U.S. economy.

Indian Equity Market

- Indian equity markets recovered from two days of losses, tracking gains in global markets. Bargain hunting by investors after the recent falls contributed to the upside. The underlying mood, however, remains to be cautious ahead of the Union Budget and also the U.S. Federal Reserve's meeting.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.57% and 0.61% to close at 41,198.66 and 12,129.50 respectively. S&P BSE MidCap and S&P BSE SmallCap gained 0.49% and 0.12% respectively.
- The overall market breadth on BSE was strong with 1,268 scrips advancing and 1,246 scrips declining. A total of 165 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE FMCG was the major gainer, up 1.44% followed by S&P BSE Industrials, up 1.23% and S&P BSE Capital Goods, up 1.07%. S&P BSE Consumer Durables was the only loser, down 0.48%.

Domestic News

- Media reports showed U.S. Trade Representative will finalize a trade deal ahead of President Donald Trump's expected visit. Trade Representative will be in India in the second week of Feb 2020. India is keen to sign an agreement during the President's visit. India expects to sign deals to raise its defense and energy purchases from the U.S.
- The government has notified the rules for winding up of companies under the companies law. This could help lessen the burden on the National Company Law Tribunal (NCLT). The Corporate Affairs Ministry has notified the Companies (Winding Up) Rules, 2020, which would be effective from Apr 1, 2020. Petitions for winding up of companies are subject to various conditions, including thresholds on turnover and paid-up capital.
- The Economist Intelligence Unit (EIU) said in a report that economic performance across G7 nations and leading emerging markets is expected to be muted in Q4 of 2019. This will happen owing to global trade tensions and sharp deceleration in real GDP growth in the U.S., China and India. The report forecasts that the real GDP grew by 1.6% QoQ in India.
- An industry lobby group has said manufacturing companies in India may need to fulfil 1,984 compliances under various central and state laws, which are time-consuming and increase the cost of doing business. This comes ahead of the Union Budget 2020-21. A study undertaken by the industry body has shown that the compliances, including approvals and filings, are required under 122 central and state laws, including those related to environment, labour laws, GST and the Companies Act. The issue was flagged before finance minister Nirmala Sitharaman during the pre-Budget consultations, where top officials were also present.

Good gets better

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

FII Derivative Trade Statistics	29-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	5903.51	6445.13	19450.77
Index Options	295135.45	295684.56	67572.02
Stock Futures	43020.82	44032.23	106127.32
Stock Options	6756.62	6702.65	5504.59
Total	350816.40	352864.57	198654.70

Derivative Statistics- Nifty Options	29-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.13	1.00	0.13
Put Call Ratio(Vol)	0.82	0.80	0.02

Debt Watch	29-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	4.96%	4.98%	5.11%	6.38%
T-Repo	4.94%	5.00%	4.50%	6.33%
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%	5.10%	4.90%	6.50%
364 Day T-Bill	5.28%	5.28%	5.26%	6.75%
10 Year Gilt	6.57%	6.64%	6.51%	7.32%
G-Sec Vol. (Rs.Cr)	25354	23033	42216	23080
FBIL MIBOR ^[1]	5.15%	5.16%	5.25%	6.50%
3 Month CP Rate	5.75%	5.80%	5.40%	7.60%
5 Year Corp Bond	7.32%	7.39%	7.77%	8.46%
1 Month CD Rate	5.18%	5.26%	4.95%	6.74%
3 Month CD Rate	5.39%	5.65%	5.10%	7.27%
1 Year CD Rate	5.95%	6.03%	6.05%	8.07%

Currency Market	29-Jan	Prev_Day	Change
USD/INR	71.19	71.33	-0.14
GBP/INR	92.72	93.09	-0.37
EURO/INR	78.42	78.62	-0.20
JPY/INR	0.65	0.65	0.00

Commodity Prices	29-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	53.26	56.76	61.73	53.02
Brent Crude(\$/bl)	60.05	62.40	70.65	61.42
Gold(\$/oz)	1577	1559	1510	1312
Gold(Rs./10 gm)	40312	39912	38791	32862

Source: Thomson Reuters Eikon

[1] Data as on 28 Jan 2020

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Derivatives Market

- Nifty Jan 2020 Futures stood at 12,121.55, a discount of 7.95 points below the spot closing of 12,129.50. The turnover on NSE's Futures and Options segment rose to Rs. 17,36,105.08 crore on January 29, 2020, compared with Rs. 15,65,782.36 crore on January 28, 2020.
- The Put-Call ratio stood at 0.87 compared with the previous session's close of 0.88.
- The Nifty Put-Call ratio stood at 1.13 compared with the previous session's close of 1.
- Open interest on Nifty Futures stood at 15.06 million, compared with the previous session's close of 15.41 million.

Indian Debt Market

- Bond yields marginally fell as investors expect the government to announce growth-supporting measures and fiscal expansion in the Union budget scheduled to release on Feb 1, 2020.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) fell 1 bps to close at 6.57% compared with the previous close of 6.58% after trading in the range of 6.57% to 6.60%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,544 crore (gross) on Jan 29, 2020 compared with borrowings of Rs. 2,449 crore (gross) on Jan 28, 2020. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 73,801 crore on Jan 28, 2020.
- Banks borrowed Rs. 2,052 crore under the central bank's Marginal Standing Facility on Jan 28, 2020 compared with borrowings of Rs. 3,325 crore on Jan 27, 2020.

Currency Market Update

- The Indian rupee in spot trade rose against the greenback following gains in the domestic equity market. Comments from the Chinese Ministry that China will bring the spread of coronavirus under control added to the gains.
- The euro fell against the greenback as investor risk sentiment remained subdued following an outbreak of coronavirus in China which is spreading quickly.

Commodity Market Update

- Gold prices rose as its safe haven appeal improved due to persisting concerns over the economic impact of a coronavirus outbreak in China.
- Brent crude prices rose on reports that OPEC wants to extend crude output cuts by three months to Jun 2020.

International News

- A report by the National Association of Realtors showed pending home sales in the U.S. unexpectedly showed a sharp pullback in Dec 2019. NAR said its pending home sales index plunged 4.9% in Dec after jumping 1.2% in Nov 2019.
- Results of a survey by the market research group GfK showed Germany's consumer confidence is set to improve in Feb 2020 amid further improvement in economic and income expectations, and private consumption in forecast to grow 1% in 2020. The forward-looking GfK consumer confidence index for Feb rose to 9.9 points from 9.7 in Jan 2020.
- Data from Nationwide Building Society showed U.K. house prices grew at a faster-than-expected 1.9% in Jan 2020, following a 1.4% annual rise in Dec 2019.


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**Thank you for
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