

# Markets for You

31 Jan 2020

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## Indices Performance

Global Indices	30-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,480	1,478	3	0.18
Nasdaq	9,299	9,275	24	0.26
FTSE	7,382	7,484	-102	-1.36
Nikkei	22,978	23,379	-402	-1.72
Hang Seng	26,449	27,161	-712	-2.62
Indian Indices	30-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	40,914	41,199	-285	-0.69
Nifty 50	12,036	12,130	-94	-0.77
Nifty 100	12,165	12,277	-112	-0.91
Nifty 500	9,919	10,009	-90	-0.90
Nifty Bank	30,647	30,877	-230	-0.74
S&P BSE Power	1,934	1,939	-5	-0.27
S&P BSE Small Cap	14,704	14,841	-137	-0.92
S&P BSE HC	14,091	14,290	-200	-1.40

## P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
30-Jan	24.49	1.04	26.57	1.27
Month Ago	26.19	1.02	28.50	1.23
Year Ago	23.27	1.18	25.84	1.27

## Nifty 50 Top 3 Gainers

Company	30-Jan	Prev_Day	% Change <sup>#</sup>
AGC Networks Limited	233	222	4.99
Bajaj Auto	3146	3092	1.74
ICICI Bank	532	527	1.06

## Nifty 50 Top 3 Losers

Company	30-Jan	Prev_Day	% Change <sup>#</sup>
Yes Bank	39	41	-5.22
Bajaj Finserv Limited	9640	9894	-2.57
Wipro	241	247	-2.45

## Advance Decline Ratio

	BSE	NSE
Advances	772	532
Declines	1662	1314
Unchanged	163	112

## Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1442	11497
MF Flows**	754	772

\*30<sup>th</sup> Jan 2020; \*\*28<sup>th</sup> 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 29 Jan 2020

## Global Indices

- Asian equity markets fell as the World Health Organization called an emergency meeting to consider issuing a global alarm over the outbreak of the coronavirus. Investors also took into stride the U.S. Federal Reserve leaving interest rates unchanged and mixed earnings from top U.S. companies. Today (as of Jan 31), Asian markets opened higher as investors looked forward to the release of Chinese official manufacturing data for Jan 2020. Both Nikkei and Hang Seng gained 1.55% and 1.17% (as at 8.a.m. IST), respectively.
- European markets fell burdened by a rising coronavirus death toll. Investors also reacted to the U.S. Federal Reserve's decision to keep interest rates on hold.
- U.S. markets managed to gain in the last hour of trading, recouping steep losses. The World Health Organisation declared the virus outbreak a global health emergency but at the same time did not restrict travel to China and said the country had the situation under control.

## Indian Equity Market

- Indian equity markets declined as sentiment was hit ahead of a World Health Organization (WHO) emergency committee meeting that will discuss whether the coronavirus constitutes a global health emergency.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.69% and 0.77% to close at 40,913.82 and 12,035.80 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 1.26% and 0.92% respectively.
- The overall market breadth on BSE was weak with 772 scrips advancing and 1,662 scrips declining. A total of 163 scrips remained unchanged.
- On the BSE sectoral front, all sectors lost. S&P BSE Energy was the major loser, down 2.29%, followed by S&P BSE Oil & Gas and S&P BSE FMCG, down 1.83% and 1.71%, respectively. S&P BSE Healthcare and S&P BSE Metal lost 1.4% and 1.35% respectively.

## Domestic News

- According to media reports, the commerce ministry has notified that the government has restored 2% additional duty incentive on mobile phones export. The announcement comes as a view to enhance shipments of the product. Under the Merchandise Export from India Scheme, the duty benefit is effective from Jan 1, 2020 and will be applicable till Mar 31, 2020.
- According to the media reports, the government has asked top PSU's to bring in their entire vendor network comprising thousands of suppliers on to the TReDS which is an electronic trading platform to trade receivables. The government aims to clear the payment pipelines that is squeezing funding for small enterprises.
- The government has notified the rules for winding up of companies under the companies law. The announcement comes as a move that will help in lowering the burden on the National Company Law Tribunal (NCLT). The companies' winding up rules 2020 which would be effective from Apr 1, 2020 is notified by Corporate Affairs Ministry.
- The government has setup a Review Committee under former CSIR director general to review the present status of the Indian Statistical Institute (ISI). The set up of the committee comes on the wake of fulfilment of its objectives as an institute of national importance, its performance in the last ten years and the spectrum of its research and non-research activities.
- Fast moving consumer goods company Dabur India Ltd posted a 8.62% jump in consolidated net profit for the quarter ended Dec 31, 2019, at Rs 398.87 crore. This is up from Rs. 367.21 crore a year ago.
- FMCG major Marico reported 11% YoY growth in its consolidated net profit at Rs. 272 crore for the third quarter ended Dec 31, 2019, aided by growth in international business.

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

FII Derivative Trade Statistics	30-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	7418.29	6977.56	19801.10
Index Options	303554.78	303980.27	70215.39
Stock Futures	41079.37	40188.51	107734.19
Stock Options	3479.07	3457.22	4584.48
Total	355531.51	354603.56	202335.16

Derivative Statistics- Nifty Options	30-Jan	Prev_Day	Change
Put Call Ratio (OI)	0.98	1.13	-0.15
Put Call Ratio(Vol)	0.76	0.82	-0.06

Debt Watch	30-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	4.91%	4.97%	5.09%	6.39%
T-Repo	4.91%	4.99%	4.61%	6.34%
Repo	5.15%	5.15%	5.15%	6.50%
Reverse Repo	4.90%	4.90%	4.90%	6.25%
91 Day T-Bill	5.11%	5.09%	4.99%	6.53%
364 Day T-Bill	5.27%	5.26%	5.18%	6.78%
10 Year Gilt	6.56%	6.60%	6.55%	7.33%
G-Sec Vol. (Rs.Cr)	28528	29952	21758	20280
FBIL MIBOR <sup>[1]</sup>	5.15%	5.15%	5.25%	6.50%
3 Month CP Rate	5.75%	5.75%	5.42%	7.60%
5 Year Corp Bond	7.32%	7.37%	7.71%	8.47%
1 Month CD Rate	5.15%	5.13%	4.96%	6.57%
3 Month CD Rate	5.53%	5.62%	5.05%	7.20%
1 Year CD Rate	5.94%	6.13%	6.05%	7.86%

Currency Market	30-Jan	Prev_Day	Change
USD/INR	71.48	71.19	0.29
GBP/INR	93.02	92.72	0.30
EURO/INR	78.71	78.42	0.29
JPY/INR	0.66	0.65	0.00

Commodity Prices	30-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	52.14	55.46	61.63	54.13
Brent Crude(\$/bl)	58.31	61.55	69.49	62.33
Gold(\$/oz)	1574	1563	1515	1320
Gold(Rs./10 gm)	40717	39872	38806	33000

Source: Thomson Reuters Eikon

[1] Data as on 29 Jan 2020

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### Derivatives Market

- Nifty Jan 2020 Futures settled at spot closing of 12,035.80. Nifty Feb 2020 Futures stood at 12,059.90, a premium of 24.1 points, above the spot closing. The turnover on NSE's Futures and Options segment rose to Rs. 31,20,410.61 crore on January 30, 2020, compared with Rs. 17,36,105.08 crore on January 29, 2020.
- The Put-Call ratio stood at 0.69 compared with the previous session's close of 0.87.
- The Nifty Put-Call ratio stood at 0.98 compared with the previous session's close of 1.13.
- Open interest on Nifty Futures stood at 16.22 million, compared with the previous session's close of 15.06 million.

### Indian Debt Market

- Bond yields fell amid fall in the U.S. Treasury yield and lowering crude oil prices amid the coronavirus scare. The market, however, remains glued to the upcoming federal budget on Feb 1, 2020.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) fell 1 bps to close at 6.56% compared with the previous close of 6.57% after trading in the range of 6.55% to 6.57%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,974 crore (gross) on Jan 30, 2020 compared with borrowings of Rs. 2,544 crore (gross) on Jan 29, 2020. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 61,214 crore on Jan 29, 2020.
- Banks borrowed Rs. 2,450 crore under the central bank's Marginal Standing Facility on Jan 29, 2020 compared with borrowings of Rs. 2,052 crore on Jan 28, 2020.

### Currency Market Update

- The Indian rupee in spot trade fell to a more than three week low against the greenback amid concerns over the rising death toll from the coronavirus outbreak in China. Losses in the domestic equity market also contributed to the downside.
- The euro rose against the greenback after Germany's consumer price inflation rose in Jan 20 while its unemployment fell in the same month.

### Commodity Market Update

- Gold prices fell following gains in the U.S. equity markets.
- Brent crude prices plunged after data from the U.S. Energy Information Administration showed that crude stocks rose 3.5 million barrels in the week to Jan 24.

### International News

- The Federal Reserve left interest rates unchanged and maintained the target range for the federal funds rate at 1-1/2 to 1-3/4%.
- A Labor Department report showed first-time claims for U.S. unemployment benefits decreased to 216,000, a fall of 7,000 from the previous week's revised level of 223,000.
- A Commerce Department report showed U.S. real gross domestic product climbed 2.1% in the fourth quarter, unchanged from the third quarter and in line with estimates.
- The Bank of England kept its interest rate and quantitative easing unchanged at 0.75% in a split vote of 7-2.

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