



Nippon *india* Mutual Fund
Wealth sets you free

(Formerly Reliance Mutual Fund)

Markets for You

02 Jul 2020

Good gets *better*

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

Indices Performance

Global Indices	01-Jul	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,564	1,545	19	1.21
Nasdaq	10,155	10,059	96	0.95
FTSE	6,158	6,170	-12	-0.19
Nikkei	22,122	22,288	-166	-0.75
Hang Seng ^[1]	24,427	24,301	126	0.52
Indian Indices	01-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,414	34,916	499	1.43
Nifty 50	10,430	10,302	128	1.24
Nifty 100	10,599	10,487	112	1.07
Nifty 500	8,555	8,475	80	0.94
Nifty Bank	21,978	21,370	607	2.84
S&P BSE Power	1,559	1,575	-16	-0.99
S&P BSE Small Cap	12,429	12,381	48	0.39
S&P BSE HC	16,169	16,263	-94	-0.58

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
1-Jul	23.16	1.11	26.97	1.54
Month Ago	21.19	1.14	22.96	1.55
Year Ago	28.57	1.18	29.17	1.23

Nifty 50 Top 3 Gainers

Company	01-Jul	Prev_Day	% Change [#]
Axis Bank	433	407	6.54
Bajaj Finserv Limited	6169	5845	5.55
United Phos	447	425	5.12

Nifty 50 Top 3 Losers

Company	01-Jul	Prev_Day	% Change [#]
M&M	499	511	-2.30
NTPC	94	96	-2.30
Nestle India Limited	16799	17174	-2.19

Advance Decline Ratio

	BSE	NSE
Advances	1481	1054
Declines	1305	864
Unchanged	120	62

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1943	-20456
MF Flows**	714	36171

*1st Jul 2020; **26th Jun 2020

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	5.84% (Mar-20)	7.35% (Dec-19)	2.86% (Mar-19)
IIP	-55.50% (Apr-20)	2.20% (Jan-20)	3.20% (Apr-19)
GDP	3.10% (Mar-20)	4.10% (Dec-19)	5.70% (Mar-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 30 Jun, 2020

Global Indices

- Asian markets largely closed on a positive note after latest survey from Caixin showed the manufacturing sector in China expanded in June, with a manufacturing PMI score of 51.2, up from 50.7 in May. Today (as on Jul 2), markets traded higher following positive news around the development of a potential coronavirus vaccine. Both Nikkei and Hang Seng are up 0.11% and 1.12% (as at 8:00 AM IST), respectively.
- European markets closed lower amid worries over rising new cases of coronavirus infections and Brexit concerns. However, encouraging economic data from the euro area, China and U.S., coupled with positive news about a potential coronavirus vaccine restricted the fall.
- U.S. markets largely closed higher after selected drug manufacturing majors round the world announced positive data from an early-stage human trial of a potential coronavirus vaccine.

Indian Equity Market

- Indian equity markets went up, led by private survey results showing contraction of domestic manufacturing activity at a slower pace in Jun. Investor sentiments were buoyed after government approved a scheme aimed at improving the liquidity position of NBFCs/HFCs through a special purpose vehicle (SPV) to avoid any potential systemic risks to the financial sector.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.43% and 1.24% to close at 35,414.45 and 10,430.05 respectively.
- The overall market breadth on BSE was strong with 1,481 scrips advancing and 1,305 scrips declining. A total of 120 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Finance was the major gainer, up 2.74% followed by S&P BSE Bankex, up 2.65% and S&P BSE Energy, up 1.73%. S&P BSE Capital Goods was the major loser, down 1.18% followed by S&P BSE Power, down 0.99% and S&P BSE Healthcare, down 0.58%.

Domestic News

- India's current account balance became surplus in the Mar quarter of 2020 for the first time in more than a decade. Current account surplus stood at US\$ 0.6 billion (0.1% of GDP) in Mar quarter of 2020 compared with a deficit of US\$ 4.6 billion (0.7% of GDP) in the corresponding period last year and US\$ 2.6 billion (0.4% of GDP) in the previous quarter. The surplus was primarily on account of a lower trade deficit and a sharp rise in net invisible receipts as compared with the corresponding period of last year.
- Gross Goods and services tax (GST) revenue collection rose to Rs. 90,917 crore in Jun 2020 from Rs. 62,009 crore in May 2020 and Rs. 32,294 crore in Apr 2020. Central GST (CGST), State GST (SGST) and Inter GST (IGST) stood at Rs. 18,980 crore, Rs. 23,970 crore and Rs. 40,302 crore (including Rs. 15,709 crore collected on import of goods), respectively and Cess is Rs. 7,665 crore.
- Indian Railways has invited Request for Qualifications (RFQs) for private sector participation on over 100 railway routes with 150 modern, world-class trains. These private trains, manufactured under the 'Make in India' initiative, will be capable of attaining speeds of 160 kmph. It is expected to see private sector investment of around Rs 30,000 crore.
- The World Bank will give loan of \$750 million to India for strengthening small businesses, which were devastated in the coronavirus pandemic. The emergency lending will ensure liquidity for some 15 lakh micro, small and medium enterprises (MSME) and protect millions of jobs, World Bank said.
- Vodafone Idea reported 73% rise in pre-tax loss to Rs. 11,742 crore in the quarter ended Mar 2020 as against pre-tax loss of Rs 6,758 crore in the same quarter last year. The increase in pre-tax loss came due to exceptional expenses.
- The Carlyle Group announced investing \$235 million for approximately 25% stake in Nxtra Data Ltd, a wholly-owned subsidiary of Bharti Airtel engaged in the data centre business.

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FII Derivative Trade Statistics			
(Rs Cr)	01-Jul		
	Buy	Sell	Open Int.
Index Futures	4335.51	3968.85	7239.54
Index Options	188065.61	186801.10	43814.37
Stock Futures	12828.93	12337.84	84116.20
Stock Options	3124.76	3163.27	4240.22
Total	208354.81	206271.06	139410.33

Derivative Statistics- Nifty Options			
	01-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.43	1.19	0.24
Put Call Ratio(Vol)	0.91	0.98	-0.07

Debt Watch				
	01-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.55%	3.54%	3.60%	5.74%
T-Repo	2.90%	2.00%	3.14%	5.55%
Repo	4.00%	4.00%	4.00%	5.75%
Reverse Repo	3.35%	3.35%	3.35%	5.50%
91 Day T-Bill	3.05%	3.16%	3.24%	5.90%
364 Day T-Bill	3.43%	3.50%	3.45%	6.10%
10 Year Gilt	5.96%	6.02%	6.03%	6.88%
G-Sec Vol. (Rs.Cr)	57692	29881	36924	35844
FBIL MIBOR ^[1]	3.89%	3.91%	4.01%	5.90%
3 Month CP Rate	3.90%	3.95%	4.35%	6.90%
5 Year Corp Bond	6.50%	6.69%	6.86%	8.03%
1 Month CD Rate	3.21%	3.04%	3.30%	5.92%
3 Month CD Rate	3.24%	3.26%	3.45%	6.40%
1 Year CD Rate	3.96%	4.11%	4.03%	7.11%

Currency Market			
Currency	01-Jul	Prev_Day	Change
USD/INR	75.58	75.53	0.05
GBP/INR	93.58	92.69	0.89
EURO/INR	84.89	84.67	0.22
JPY/INR	0.70	0.70	0.00

Commodity Prices				
Commodity	01-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/b)	39.83	37.81	35.44	58.88
Brent Crude(\$/bl)	43.06	41.50	35.66	65.66
Gold(\$/oz)	1770	1761	1740	1384
Gold(Rs./10 gm)	48730	48389	40989	33549

Source: Refinitiv

[1] Data as on 30 Jun, 2020

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Derivatives Market

- Nifty Jul 2020 Futures stood at 10,408.30, a discount of 21.75 points below the spot closing of 10,430.05. The turnover on NSE's Futures and Options segment rose to Rs. 16,59,234.90 crore on July 01, 2020, compared with Rs. 10,79,854.64 crore on June 30, 2020.
- The Put-Call ratio stood at 0.88 compared with the previous session's close of 0.93.
- The Nifty Put-Call ratio stood at 1.43 compared with the previous session's close of 1.19.
- Open interest on Nifty Futures stood at 11.74 million, compared with the previous session's close of 12.44 million.

Indian Debt Market

- Bond yields fell ahead of the Reserve Bank of India's special open market operation on Jul 02, 2020. Yields fell further as states plan to sell a lower-than-expected amount of notes in Jul-Sep 2020.
- Yield on the 10-year benchmark paper (5.79% GS 2030) fell 5 bps to close at 5.84% from the previous close of 5.89% after moving in a range of 5.82% to 5.88%.
- Yield on the old 10-year benchmark paper (6.45% GS 2029) fell 3 bps to close at 5.96% from the previous close of 5.99% after moving in a range of 5.94% to 5.99%.
- Banks did not borrow under the central bank's Marginal Standing Facility on Jun 30, 2020 as against borrowing of Rs. 78 crore on Jun 29, 2020.

Currency Market Update

- The Indian rupee in the spot trade fell against the greenback for the first time in four sessions following dollar demand from private banks.
- The euro rose against the greenback as the investor risk sentiment improved following upbeat macroeconomic data from U.S. and Europe. However, the resurgence of coronavirus infection cases particularly in U.S. capped the gains.

Commodity Market Update

- Gold prices fell as market participants preferred to book profits from the recent bullion rally.
- Brent crude prices rose after U.S. crude inventories for the week ended Jun 26 decreased by 7.2 million barrels.

International News

- According to the Conference Board, U.S. consumer confidence index rose to 98.1 in Jun 2020 as against downwardly revised 85.9 in May 2020. The increase came amid re-opening of the economy and the recent drop in unemployment claims.
- According to data from the Federal Employment Agency, Germany's unemployment rose by 69,000 in Jun 2020. In May, the number of people out of work increased by 237,000. The unemployment rate rose to 6.4% in Jun from 6.3% a month ago.
- According to the Cabinet office, Japan's consumer confidence index increased second straight month to 28.4 in Jun 2020 from 24.0 in May 2020.



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