



**Nippon india Mutual Fund**

Wealth sets you free

(Formerly Reliance Mutual Fund)

# Markets for You

08 Jul 2020

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

Indices Performance				
Global Indices	07-Jul	Prev_Day	Abs. Change	% Change#
Russell 3000	1,591	1,604	-12	-0.76
Nasdaq	10,344	10,434	-90	-0.86
FTSE	6,190	6,286	-96	-1.53
Nikkei	22,615	22,714	-100	-0.44
Hang Seng	25,976	26,339	-364	-1.38
Indian Indices	07-Jul	Prev_Day	Abs. Change	% Change#
S&P BSE Sensex	36,675	36,487	187	0.51
Nifty 50	10,800	10,764	36	0.33
Nifty 100	10,958	10,919	39	0.35
Nifty 500	8,850	8,816	35	0.39
Nifty Bank	22,628	22,199	429	1.93
S&P BSE Power	1,612	1,631	-19	-1.14
S&P BSE Small Cap	12,840	12,767	73	0.57
S&P BSE HC	16,280	16,314	-33	-0.20

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
7-Jul	24.33	1.06	28.22	1.49
Month Ago	21.74	1.11	23.91	1.50
Year Ago	28.62	1.18	29.04	1.24

Nifty 50 Top 3 Gainers				
Company	07-Jul	Prev_Day	% Change#	
Bajaj Finance	3352	3109	7.82	
Indusind Bank	526	496	6.13	
Bajaj Finserv Limited	6590	6285	4.85	

Nifty 50 Top 3 Losers				
Company	07-Jul	Prev_Day	% Change#	
Adani Ports & SEZ	346	359	-3.76	
NTPC	93	95	-2.78	
ITC	194	200	-2.78	

Advance Decline Ratio			
	BSE	NSE	
Advances	1323	920	
Declines	1401	1004	
Unchanged	157	64	

Institutional Flows (Equity)			
Description (Cr)	Inflow/Outflow	YTD	
FII Flows*	476	-21376	
MF Flows**	-815	40106	

\*7<sup>th</sup> Jul 2020; \*\*3<sup>rd</sup> Jul 2020

Economic Indicator			
YoY(%)	Current	Quarter Ago	Year Ago
CPI	5.91% (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 06 Jul, 2020

## Global Indices

- Asian markets witnessed a mixed trend as concerns over spike in coronavirus cases in some U.S. states and other parts of the world neutralised positive vibes generated from further signs of economic recovery. Today (as on July 08), Asian markets opened mixed Stocks as concerns around the coronavirus pandemic continue to linger. While Nikkei was trading down 0.31%, Hang Seng was closed (as at 8.a.m. IST), respectively.
- European markets declined following continued surge in coronavirus cases in several states across America. Moreover disappointing industrial production data from Germany and Lowering of economic forecasts by the European Commission, increased losses.
- U.S. markets fell after market participants shifted their focus towards renewed concerns about the coronavirus pandemic. World Health Organization officials warned that the death toll from the pandemic may start to climb again.

## Indian Equity Market

- Indian equity markets rose, led by strong buying in the IT and banking stocks. Investors keenly awaited the the announcement of the June quarter (Q1FY20) results of index heavyweights.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.51% and 0.33% to close at 36,674.52 and 10,799.65 respectively.
- The overall market breadth on BSE was weak with 1,323 scrips advancing and 1,401 scrips declining. A total of 157 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE IT was the major gainer, up 2.1% followed by S&P BSE Bankex, up 1.9% and S&P BSE Finance, up 1.73%. S&P BSE Oil & Gas was the major loser, down 2.42% followed by S&P BSE Utilities, down 2.28% and S&P BSE Metal, down 1.73%.

## Domestic News

- According to report from Singapore's banking group DBS, India is expected to show double-digit contraction during Apr-Jun 2020 quarter due to the COVID-19 pandemic restriction on economic activities. In the Jan-Mar 2020 quarter, the gross domestic product grew by 3.1%.
- According to the Centre for Monitoring Indian Economy, unemployment rate rose by 0.1% in the week ended Jun 28, 2020 to 8.6% and by 0.3% for the week ended Jul 3, 2020 to 8.9% following sharp decline from the peak of 23.5% in May 2020 to 11% in Jun 2020.
- The Federation of All India Vyapar Mandal (FAIVM) through a letter has asked Prime Minister to ban products from China in a calibrated way and not until alternatives are in place. The trading body also pursued fiscal help from government to allow traders to buy goods from other nations, rather than from China.
- According to Central Board of Indirect Taxes and Customs (CBIC), by July 15, all customs stations would establish Turant Suvidha Kendras (TSKs), which would act as the sole physical interface point with customs officers for physical document submission. In its efforts to make India number top 50 in the 'Ease of Doing Business' ranking of the World Bank, the CBIC announced last year a reform move-Turant Customs-to ensure timely clearance of products at air and sea ports.

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FII Derivative Trade Statistics		07-Jul		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	4169.16	3464.83	7455.59	
Index Options	154547.95	153741.95	50675.62	
Stock Futures	12409.28	12001.01	89603.86	
Stock Options	4810.01	4826.38	5836.82	
<b>Total</b>	<b>175936.40</b>	<b>174034.17</b>	<b>153571.89</b>	

Derivative Statistics- Nifty Options			
	07-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.63	1.60	0.03
Put Call Ratio(Vol)	0.92	0.96	-0.05

Debt Watch				
	07-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.47%	3.65%	3.64%	5.56%
T-Repo	3.11%	3.07%	3.14%	5.58%
Repo	4.00%	4.00%	4.00%	5.75%
Reverse Repo	3.35%	3.35%	3.35%	5.50%
91 Day T-Bill	3.20%	3.12%	3.32%	5.85%
364 Day T-Bill	3.39%	3.46%	3.45%	6.05%
10 Year Gilt	5.91%	5.99%	6.02%	6.69%
G-Sec Vol. (Rs.Cr)	66639	39172	38523	126281
FBIL MIBOR <sup>[1]</sup>	3.88%	3.89%	4.01%	5.69%
3 Month CP Rate	3.85%	3.75%	4.30%	6.90%
5 Year Corp Bond	6.39%	6.62%	6.87%	7.89%
1 Month CD Rate	3.20%	3.29%	3.24%	5.90%
3 Month CD Rate	3.24%	3.23%	3.52%	6.28%
1 Year CD Rate	3.92%	4.05%	4.03%	7.42%

Currency Market			
Currency	07-Jul	Prev_Day	Change
USD/INR	74.86	74.68	0.18
GBP/INR	93.49	93.35	0.13
EURO/INR	84.61	84.32	0.29
JPY/INR	0.70	0.69	0.00

Commodity Prices				
Commodity	07-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/t)	40.54	39.22	39.44	57.03
Brent Crude(\$/bl)	44.36	42.50	40.93	64.82
Gold( \$/oz)	1794	1781	1685	1400
Gold(Rs./10 gm)	48235	48304	46525	34655

Source: Refinitiv

[1] Data as on 06 Jul, 2020

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**Derivatives Market**

- Nifty Jul 2020 Futures stood at 10,754.85, a discount of 44.80 points below the spot closing of 10,799.65. The turnover on NSE's Futures and Options segment rose to Rs. 14,59,493.48 crore on July 07, 2020, compared with Rs. 10,30,180.30 crore on July 06, 2020.
- The Put-Call ratio stood at 0.77 compared with the previous session's close of 0.88.
- The Nifty Put-Call ratio stood at 1.6 compared with the previous session's close of 1.5.
- Open interest on Nifty Futures stood at 12.53 million, compared with the previous session's close of 12.07 million.

**Indian Debt Market**

- Bond yields fell on hopes that the Reserve Bank of India may announce another round of special open market operation to absorb the excess supply of sovereign debt. Possibility that the Reserve Bank of India may opt for deficit monetization in the second half of the fiscal also boosted market sentiments.
- Yield on the 10-year benchmark paper (5.79% GS 2030) fell 5 bps to close at 5.79% compared to previous close of 5.84% after moving in a range of 5.79% to 5.85%.
- Banks borrowed Rs. 1,504 crore under the central bank's Marginal Standing Facility on Jul 06, 2020 as compared to a borrowing of Rs. 10 crore on Jul 03, 2020.

**Currency Market Update**

- The Indian rupee in the spot trade weakened against the greenback due to continuous dollar purchases by private banks. Speculation that the Reserve Bank of India might have intervened in the forwards market also weighed on the domestic currency.
- The euro fell against the greenback as the investor risk sentiment dampened on concerns over a resurgence in coronavirus infection cases across the globe.

**Commodity Market Update**

- Gold prices surged to a near nine year high on persisting concerns over increase in coronavirus infection cases in U.S.
- Brent crude prices fell amid concerns over increase in coronavirus infection cases in U.S.

**International News**

- According to the European Commission Forecast, Eurozone is estimated to contract 8.7% in 2020 compared with 7.7% projected in earlier forecast.
- The Ministry of Internal Affairs and Communications, Japan's average household spending fell 16.2% YoY in May 2020 to 252,017 yen compared with 11.1% fall in Apr 2020.
- Germany's industrial output increased 7.8% MoM in May 2020 compared with a revised 17.5% decline in Apr 2020. Output rose for the first time in three months after lockdown restrictions were eased.
- The Japan leading index (measures future economic activity) increased to 79.3 in May 2020 from 77.7 in Apr 2020.

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