

# Markets for You

13 Jul 2020

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## Indices Performance

Global Indices	10-Jul	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,624	1,618	6	0.36
Nasdaq	10,617	10,548	70	0.66
FTSE	6,095	6,050	46	0.76
Nikkei	22,291	22,529	-238	-1.06
Hang Seng	25,727	26,210	-483	-1.84
Indian Indices	10-Jul	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	36,594	36,738	-143	-0.39
Nifty 50	10,768	10,813	-45	-0.42
Nifty 100	10,920	10,963	-43	-0.39
Nifty 500	8,814	8,852	-38	-0.42
Nifty Bank	22,398	22,907	-509	-2.22
S&P BSE Power	1,569	1,579	-10	-0.66
S&P BSE Small Cap	12,804	12,848	-44	-0.35
S&P BSE HC	16,571	16,461	110	0.67

## P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
10-Jul	24.25	1.06	28.27	1.49
Month Ago	21.54	1.09	24.41	1.51
Year Ago	27.84	1.21	28.20	1.27

## Nifty 50 Top 3 Gainers

Company	10-Jul	Prev_Day	% Change <sup>#</sup>
RIL	1878	1824	2.95
Sun Pharma	494	482	2.48
HUL	2224	2176	2.20

## Nifty 50 Top 3 Losers

Company	10-Jul	Prev_Day	% Change <sup>#</sup>
Axis Bank	440	454	-3.12
IndusInd Bank	539	557	-3.11
Titan Industries Limited	962	992	-3.00

## Advance Decline Ratio

	BSE	NSE
Advances	967	618
Declines	1705	1268
Unchanged	161	69

## Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	3377	-20724
MF Flows**	-815	40106

\*10<sup>th</sup> Jul 2020; \*\*3<sup>rd</sup> Jul 2020

## Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	5.84% (Mar-20)	7.35% (Dec-19)	2.86% (Mar-19)
IIP	-34.71% (May-20)	5.20% (Feb-20)	4.50% (May-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

## Global Indices

- Asian markets slipped as a surge in coronavirus cases stoked fears that new lockdowns could be reinforced which shall take a toll on the economic recovery. Investors also remained cautious ahead of the corporate earnings season. Today (as on Jul 13), markets traded higher, led by optimism over potential covid-19 vaccine. Both Nikkei and Hang Seng are up 1.55% and 0.79% (as at 8:00 AM IST), respectively.
- European markets closed on a firm note amid optimism over potential coronavirus vaccine and encouraging economic data from France and Italy.
- U.S. markets rose as upbeat news on potential covid-19 vaccine and its treatment outweighed reports of a record daily increase in new coronavirus cases of more than 63,000.

## Indian Equity Market

- Indian equity markets slipped as relentless rise in covid-19 cases both in India as well as on the global front continued to weigh on investor sentiment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.39% and 0.42% to close at 36,594.33 and 10,768.05 respectively.
- The overall market breadth on BSE was weak with 967 scrips advancing and 1,705 scrips declining. A total of 161 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Energy was the major gainer, up 2.29% followed by S&P BSE Telecom, up 0.75% and S&P BSE Healthcare, up 0.67%. S&P BSE Bankex was the major loser, down 2.22% followed by S&P BSE Finance, down 1.95% and S&P BSE Consumer Durables, down 1.81%.

## Domestic News

- The National Stock Exchange of India (NSE) announced the introduction of uniform gold standard NSE Refiner Standards (NRS) for Bureau of Indian Standard (BIS). This will allow for the acceptance of gold bars provided by the Indian domestic refiners to settle the gold futures contracts traded on the NSE platform.
- The Prime Minister of India inaugurated Asia's largest 750 MW solar power project at Rewa in Madhya Pradesh. The mega solar power project consists of three solar generating units of 250 MW each located on a 500-hectare plot of land situated inside a solar park. This project will benefit the poor, middle-class families, farmers and tribals of the state. The project will make Madhya Pradesh a hub of cheap and clean electricity.
- According to a major credit rating agency, revenues from the automotive component sector in FY21 could decline 14% to 18% amid weak demand across domestic manufacturers of original equipment, replacement and exports. The agency further said that while the auto components industry got hit due to coronavirus outbreak and lockdown, mission critical replacement parts like batteries and tyres would be less impacted.
- According to data analytics firm, PropEquity, housing sales declined 67% at 21,294 units across nine major cities during Apr-Jun 2020 amid outbreak of the coronavirus pandemic and lockdown across the country.
- Tata Motors reported 64% YoY decline in group global wholesales, including that of Jaguar Land Rover (JLR) to 91,594 in Jun 2020 quarter FY21. Global wholesales of all Tata Motors' commercial vehicles and Tata Daewoo range in Q1FY21 were at 11,598 units, lower by 89% over Q1FY20.
- Tata Consultancy Services (TCS) reported 9.6% QoQ decline in profit before tax (PBT) to Rs. 9,504 crore in the quarter ended Jun 2020. Net profit declined 13.81% YoY to Rs. 7,008 crore for quarter ended Jun 2020.

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FII Derivative Trade Statistics		10-Jul		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	4773.34	3442.52	8971.28	
Index Options	453168.02	451969.49	46996.38	
Stock Futures	12317.64	13069.08	90926.51	
Stock Options	4725.43	4714.46	6945.74	
<b>Total</b>	<b>474984.43</b>	<b>473195.55</b>	<b>153839.91</b>	

Derivative Statistics- Nifty Options			
	10-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.47	1.60	-0.13
Put Call Ratio(Vol)	0.95	0.99	-0.04

Debt Watch				
	10-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.50%	3.50%	3.56%	5.62%
T-Repo	3.13%	3.07%	3.08%	5.70%
Repo	4.00%	4.00%	4.00%	5.75%
Reverse Repo	3.35%	3.35%	3.35%	5.50%
91 Day T-Bill	3.16%	2.99%	3.41%	5.95%
364 Day T-Bill	3.36%	3.41%	3.54%	6.05%
10 Year Gilt	5.76%	5.85%	5.77%	6.54%
G-Sec Vol. (Rs.Cr)	69637	36385	27519	89059
FBIL MIBOR	3.87%	3.90%	3.91%	5.85%
3 Month CP Rate	3.80%	3.85%	4.35%	6.80%
5 Year Corp Bond	6.26%	6.51%	6.83%	7.83%
1 Month CD Rate	3.20%	3.29%	3.30%	5.85%
3 Month CD Rate	3.24%	3.25%	3.51%	6.78%
1 Year CD Rate	3.90%	3.94%	4.12%	6.88%

Currency Market			
Currency	10-Jul	Prev_Day	Change
USD/INR	75.29	75.00	0.28
GBP/INR	94.77	94.78	-0.01
EURO/INR	84.80	85.19	-0.39
JPY/INR	0.70	0.70	0.01

Commodity Prices				
Commodity	10-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/b)	40.51	40.52	39.49	60.25
Brent Crude(\$/bl)	43.71	43.96	40.59	67.00
Gold(\$/oz)	1798	1775	1736	1419
Gold(Rs./10 gm)	49143	48227	46782	34189

Source: Refinitiv

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### Derivatives Market

- Nifty Jul 2020 Futures stood at 10,766.65, a discount of 1.40 points below the spot closing of 10,768.05. The turnover on NSE's Futures and Options segment fell to Rs. 9,87,741.49 crore on July 10, 2020, compared with Rs. 32,57,396.27 crore on July 09, 2020.
- The Put-Call ratio stood at 0.93 compared with the previous session's close of 0.78.
- The Nifty Put-Call ratio stood at 1.47 compared with the previous session's close of 1.6.
- Open interest on Nifty Futures stood at 13.44 million, compared with the previous session's close of 13.38 million.

### Indian Debt Market

- Bond yields fell on hopes that the Reserve Bank of India (RBI) will come out with more special open market operations to absorb the excess supply of sovereign debt. Hopes of further easing of monetary policy by the Monetary Policy Committee also contributed to the upside.
- Yield on the 10-year benchmark paper (5.79% GS 2030) inched down 1 bps to close at 5.76% compared to previous close of 5.77% after moving in a range of 5.74% to 5.77%.
- Banks borrowed Rs. 600 crore under the central bank's Marginal Standing Facility on Jul 09, 2020 compared to that of Jul 8, 2020 when banks borrowed none.

### Currency Market Update

- The Indian rupee weakened against the greenback due to continued rise in coronavirus infection cases in U.S.
- The euro rose against the greenback as the continued surge in coronavirus infection cases particularly U.S. boosted the safe haven appeal of the yen which in turn kept the U.S. dollar under pressure. Euro closed at \$1.1298, up 0.15% compared with the previous close of \$1.1281.

### Commodity Market Update

- Gold prices fell as market participants preferred to book profits from the recent bullion rally.
- Brent crude rose after International Energy Agency raised its oil demand forecast for 2020.

### International News

- According to a report released by the Labor Department, U.S. producer prices fell by 0.2% in Jun 2020 following a 0.4% increase in May 2020.
- According to data from the People's Bank of China, China's banks extended CNY 1.81 trillion loans in Jun 2020 as against CNY 1.48 trillion in May 2020. The broad money supply M2 rose 11.1% YoY, same as in May 2020.
- According to the National Bureau of Statistics, China's consumer price inflation (CPI) rose 2.7% YoY in Jun 2020 up from 2.4% in May 2020. However, on a monthly basis, CPI fell 0.1% following 0.8% decline in the previous month.



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your time.**

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