



**Nippon *india* Mutual Fund**  
Wealth sets you free

(Formerly Reliance Mutual Fund)

# Markets for You

20 Jul 2020

Good gets *better*

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

**Indices Performance**

Global Indices	17-Jul	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,613	1,607	6	0.40
Nasdaq	10,503	10,474	29	0.28
FTSE	6,290	6,251	40	0.63
Nikkei	22,696	22,770	-74	-0.32
Hang Seng	25,089	24,971	118	0.47
Indian Indices	17-Jul	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	37,020	36,472	548	1.50
Nifty 50	10,902	10,740	162	1.51
Nifty 100	11,046	10,880	166	1.53
Nifty 500	8,895	8,767	129	1.47
Nifty Bank	21,967	21,597	370	1.71
S&P BSE Power	1,518	1,502	16	1.07
S&P BSE Small Ca	12,783	12,642	140	1.11
S&P BSE HC	17,124	16,942	182	1.07

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
17-Jul	24.72	1.04	28.55	1.47
Month Ago	21.21	1.10	24.59	1.54
Year Ago	28.11	1.20	28.58	1.28

**Nifty 50 Top 3 Gainers**

Company	17-Jul	Prev_Day	% Change <sup>#</sup>
BPCL	444	394	12.67
ONGC	80	76	5.52
Bharti Infratel	198	190	4.26

**Nifty 50 Top 3 Losers**

Company	17-Jul	Prev_Day	% Change <sup>#</sup>
Hindalco	162	166	-2.35
Britannia Industries Limited	3785	3855	-1.81
TCS	2201	2235	-1.52

**Advance Decline Ratio**

	BSE	NSE
Advances	1641	1233
Declines	1007	625
Unchanged	151	90

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1202	-24571
MF Flows**	-808	36510

 \*17<sup>th</sup> Jul 2020; \*\*13<sup>th</sup> Jul 2020

**Economic Indicator**

YoY(%)	Current	Quarter Ago	Year Ago
CPI	6.09% (Jun-20)	5.84% (Mar-20)	3.18% (Jun-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 &amp; WPI from 2004-05 to 2011-12, and for CPI from 2010 to 2012

**Global Indices**

- Asian markets largely closed in the green as optimism over additional economic stimulus measures in major countries outweighed worries over rising coronavirus infections and worsening tensions between U.S. and China. Today (as on Jul 20), markets traded low as investors remained on sidelines ahead of the release of China's benchmark lending rate. Both Nikkei and Hang Seng are down 0.08% and 0.28% (as at 8:00 AM IST), respectively.
- European markets largely closed in the green as investors looked ahead to the outcome of the EU Summit.
- U.S. markets traded mixed as investors remain optimistic about the economic outlook but cannot ignore the troubling headlines on the coronavirus front.

**Indian Equity Market**

- Indian equity markets rose as investors took a break from the ongoing worries over COVID-19 pandemic and focusing on the corporate earning numbers of some of the blue-chip companies. Corporate earnings among blue-chip companies have so far been positive with majority of the key IT companies beating estimates for the first quarter of the current fiscal.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.5% and 1.51% to close at 37,020.14 and 10,901.70 respectively.
- The overall market breadth on BSE was strong with 1,641 scrips advancing and 1,007 scrips declining. A total of 151 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Oil & Gas was the major gainer, up 5.05% followed by S&P BSE Energy, up 4.06% and S&P BSE Consumer Durables, up 2.81%. S&P BSE IT was the major loser, down 0.86% followed by S&P BSE Teck, down 0.42%.

**Domestic News**

- During Apr 8 to Jul 11, 2020, the Income Tax Department issued refunds worth Rs. 71,229 crore to over 21 lakh taxpayers. Total amount includes personal income tax refunds of Rs. 24,603 crore issued to 19.7 lakh individuals and corporate tax refunds amounting to Rs. 46,626 crore to over 145,000 taxpayers during this period.
- The Income-tax Appellate Tribunal in its landmark ruling has paved the way for the Income-tax department to recover money stashed away abroad. The appellate tribunal directed income tax department to bring Rs. 196 crore, belonging to an NRI under the tax net.
- According to a domestic rating agency report, Indian states have increased their market borrowings by 76% YoY during Apr 1 - Jul 14, 2020 to Rs. 1.93 lakh crore amid huge revenue losses due to coronavirus lockdowns. Front-loading of market loans has happened after the Centre relaxed the ways and means advances norms to manage cash-flow mismatches due to the pandemic.
- Data by the Controller General of Accounts showed that expenditure by the Ministry of Health and Family Welfare dropped almost 50% YoY to Rs. 3,948 crore in May 2020 compared with a rise of 200% YoY to Rs. 12,930 crore in Apr 2020.
- Britannia reported profit before tax of Rs. 737.05 crore for quarter ended Jun 2020, a rise of 88% over the corresponding period of the previous fiscal. The net profit for the company rose 117% YoY to Rs. 546 crore in the quarter ended Jun 2020. Britannia consolidated revenue grew 26% YoY at Rs. 3,384 crore.
- In order to maintain its capital adequacy ratio, Central Bank of India will collect up to Rs. 5,000 crore of equity capital through different modes, including following up on public offer and rights issues.



FII Derivative Trade Statistics		17-Jul		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	4390.95	5035.19	8161.28	
Index Options	541090.45	537122.05	47332.29	
Stock Futures	17245.77	16530.64	87480.15	
Stock Options	5201.09	5241.86	7875.73	
<b>Total</b>	<b>567928.26</b>	<b>563929.74</b>	<b>150849.45</b>	

Derivative Statistics- Nifty Options			
	17-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.76	1.35	0.40
Put Call Ratio(Vol)	0.90	0.85	0.05

Debt Watch				
	17-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.49%	3.50%	3.55%	5.56%
T-Repo	3.17%	3.13%	2.90%	5.51%
Repo	4.00%	4.00%	4.00%	5.75%
Reverse Repo	3.35%	3.35%	3.35%	5.50%
91 Day T-Bill	3.21%	3.16%	3.25%	5.74%
364 Day T-Bill	3.36%	3.36%	3.55%	5.98%
10 Year Gilt	5.80%	5.76%	5.84%	6.34%
G-Sec Vol. (Rs.Cr)	45761	69637	21423	99211
FBIL MIBOR	3.92%	3.87%	3.93%	5.75%
3 Month CP Rate	3.65%	3.80%	4.20%	6.38%
5 Year Corp Bond	6.31%	6.26%	6.78%	7.70%
1 Month CD Rate	3.21%	3.20%	3.24%	5.98%
3 Month CD Rate	3.28%	3.24%	3.37%	6.52%
1 Year CD Rate	3.76%	3.90%	4.18%	6.79%

Currency Market			
Currency	17-Jul	Prev_Day	Change
USD/INR	75.10	75.24	-0.14
GBP/INR	94.25	94.46	-0.20
EURO/INR	85.50	85.80	-0.31
JPY/INR	0.70	0.70	0.00

Commodity Prices				
Commodity	17-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/t)	40.50	40.51	37.86	56.47
Brent Crude(\$/bl)	44.27	43.71	41.02	63.81
Gold(\$/oz)	1809	1798	1726	1427
Gold(Rs./10 gm)	48942	49143	47202	34428

Source: Refinitiv

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**Derivatives Market**

- Nifty Jul 2020 Futures stood at 10,905.05, a premium of 3.35 points above the spot closing of 10,901.70. The turnover on NSE's Futures and Options segment fell to Rs. 10,75,163.07 crore on July 17, 2020, compared with Rs. 36,50,218.67 crore on July 16, 2020.
- The Put-Call ratio stood at 0.83 compared with the previous session's close of 0.77.
- The Nifty Put-Call ratio stood at 1.76 compared with the previous session's close of 1.35.
- Open interest on Nifty Futures stood at 12.49 million, compared with the previous session's close of 12.22 million.

**Indian Debt Market**

- Bond yields inched down as aggressive demand at the weekly debt auction boosted investor's appetite. Hopes of support from the Reserve Bank of India to absorb excess supply also boosted domestic debt market.
- Yield on the 10-year benchmark paper (5.79% GS 2030) fell 1 bps to 5.80% as compared to previous close of 5.81% after moving in a range of 5.79% to 5.83%.
- Banks borrowed Rs. 90 crore under the central bank's Marginal Standing Facility on Jul 16, 2020 as against no borrowing on Jul 15, 2020.

**Currency Market Update**

- The Indian rupee in the spot trade rose against the U.S. dollar following selling of the greenback by foreign banks and private banks.
- The euro rose against the greenback on hopes that the European Union summit will come to an agreement on the recovery fund that will help the euro zone recover from the slump caused due to COVID-19 pandemic and deepen its integration.

**Commodity Market Update**

- Gold prices rose as its safe haven appeal improved on concerns over rising coronavirus infection cases in U.S.
- Brent crude prices fell due to increase in coronavirus infection cases in several countries across the globe.

**International News**

- Data from the U.S. Commerce Department showed that U.S. business inventories plunged by 2.3% in May 2020 after falling by 1.4% in Apr 2020.
- Data from the Federal Reserve Bank of Philadelphia showed that the diffusion index for current general activity fell to 24.1 in Jul 2020 from 27.5 in Jun 2020.
- Data from the U.S. Commerce Department showed that retail sales in U.S. rose 7.5% in Jun 2020 after rising by an upwardly revised 18.2% in May 2020 (17.7% growth originally reported for the previous month).
- Data from the National Association of Home Builders showed that the NAHB/Wells Fargo Housing Market Index in U.S. rose to 72 in Jul 2020 after rising to 58 in Jun 2020.



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