



Nippon *india* Mutual Fund
Wealth sets you free

(Formerly Reliance Mutual Fund)

Markets for You

21 Jul 2020

Good gets *better*

Indices Performance

Global Indices	20-Jul	Prev_Day	Abs. Change	% Change#
Russell 3000	1,651	1,613	38	2.34
Nasdaq	10,767	10,503	264	2.51
FTSE	6,262	6,290	-29	-0.46
Nikkei	22,717	22,696	21	0.09
Hang Seng	25,058	25,089	-31	-0.12
Indian Indices	20-Jul	Prev_Day	Abs. Change	% Change#
S&P BSE Sensex	37,419	37,020	399	1.08
Nifty 50	11,022	10,902	121	1.11
Nifty 100	11,159	11,046	114	1.03
Nifty 500	8,985	8,895	90	1.01
Nifty Bank	22,322	21,967	355	1.62
S&P BSE Power	1,515	1,518	-3	-0.20
S&P BSE Small Ca	12,915	12,783	133	1.04
S&P BSE HC	17,010	17,124	-114	-0.66

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
20-Jul	24.78	1.03	28.86	1.46
Month Ago	22.11	1.06	25.49	1.49
Year Ago	27.73	1.22	27.92	1.31

Nifty 50 Top 3 Gainers

Company	20-Jul	Prev_Day	% Change#
Britannia Industries Limited	3983	3785	5.22
Bajaj Finance	3442	3301	4.25
HCL Tech	649	623	4.08

Nifty 50 Top 3 Losers

Company	20-Jul	Prev_Day	% Change#
Sun Pharma	484	504	-3.93
Cipla	674	689	-2.14
Zee Ent.	155	157	-1.68

Advance Decline Ratio

	BSE	NSE
Advances	1510	1140
Declines	1179	784
Unchanged	185	91

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	802	-23769
MF Flows**	9	36302

 *20th Jul 2020; **17th 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 & WPI from 2004-05 to 2011-12, and for CPI from 2010 to 2012

[1] Data as on 17 Jul, 2020

Global Indices

- Asian markets witnessed mixed trend after European Union remained deadlocked on the 750 billion-euro (\$857 billion) stimulus package to revive the economy of the region and shall continue to discuss over the same. Uncertainty over U.S. stimulus and weak Japanese exports data also kept underlying sentiment cautious. Today (as on Jul 21), markets traded higher as investor sentiments were buoyed by a slew of positive news on the coronavirus vaccine front. Both Nikkei and Hang Seng are up 0.69% and 1.47% (as at 8:00 AM IST), respectively.
- Majority of the European markets rose amid optimism about a potential coronavirus vaccine and on hopes the EU leaders will eventually agree on the size and composition of a proposed recovery fund.
- U.S. markets managed to edge higher as positive updates on the vaccine front outweighed spike in coronavirus cases in some states with Florida reporting 12,523 new cases in the previous weekend.

Indian Equity Market

- Indian equity markets rose with investors taking positive cues from upbeat earning numbers from a private sector lender. The report helped offset the impact of a surge in domestic coronavirus cases.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.08% and 1.11% to close at 37,418.99 and 11,022.20 respectively.
- The overall market breadth on BSE was strong with 1,510 scrips advancing and 1,179 scrips declining. A total of 185 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE IT was the major gainer, up 2.3% followed by S&P BSE Teck, up 2.17% and S&P BSE Telecom, up 1.63%. S&P BSE Healthcare was the major loser, down 0.66% followed by S&P BSE Power, down 0.2% and S&P BSE Capital Goods, down 0.13%.

Domestic News

- Data from the Ministry of Labour showed that consumer price index based inflation for agricultural labourers and rural labourers fell to 7.16% and 7.00% in Jun 2020 from 8.40% and 8.12% respectively in May 2020. Inflation based on food index of agricultural labourer and rural labourer stood at 8.57% and 8.41% respectively in Jun 2020. The fall in retail inflation for agricultural labourers and rural labourers can be attributed to a fall in prices of rice, arhar dal, masur dal, ground nut oil, meat goat, poultry, vegetables and fruits etc.
- According to a major domestic credit rating agency, the re-imposition of lockdowns across various parts of the country may lead to a decline in electricity demand by 5% to 6% across the country in FY21. The decline in electricity demand may lead to a decline in utilization levels for thermal power plants to about 50% to 51% in FY21.
- According to media reports, the Directorate General of Trade Remedies (DGTR) has decided to continue with the safeguard duty on solar cells that are imported from China, Thailand and Vietnam for one year period effective Jul 31, 2020. However, imports from Malaysia and Indonesia will be exempted from the duty.
- According to media reports, the government is considering unlocking about 500 mineral blocks through an open and transparent auction. The government aims to do so by repealing Section 10A2 (b) of Mines and Minerals (Development and Regulation) Act under the 'AtmanirbharBharat' vision. The move is expected to create 5 lakh employment and unlock more than a billion tonne of mineral reserves.
- The new board of IL&FS said the company is looking to address Rs. 50,500 crore debt by the end of FY21 and has revised its debt resolution target to 57%. The group's overall debt stands at around Rs. 99,000 crore.
- Alembic Pharmaceuticals said it obtained provisional approval from the U.S. health regulator for Empagliflozin and Metformin Hydrochloride tablets for type 2 diabetes treatment.


Good gets better

FII Derivative Trade Statistics		20-Jul		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	4639.42	3987.07	8103.65	
Index Options	181278.35	180711.36	54666.40	
Stock Futures	16353.91	16059.90	88987.99	
Stock Options	5025.97	5061.58	7925.16	
Total	207297.65	205819.91	159683.20	

Derivative Statistics- Nifty Options			
	20-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.75	1.76	-0.01
Put Call Ratio(Vol)	0.96	0.90	0.06

Debt Watch				
	20-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.48%	3.46%	3.63%	5.70%
T-Repo	3.17%	3.10%	3.01%	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	3.22%	3.18%	3.25%	5.64%
364 Day T-Bill	3.26%	3.37%	3.50%	5.89%
10 Year Gilt	5.80%	5.79%	5.85%	6.36%
G-Sec Vol. (Rs.Cr)	27983	41354	37652	57810
FBIL MIBOR ^[1]	3.92%	3.87%	3.94%	5.70%
3 Month CP Rate	3.65%	3.75%	3.95%	6.33%
5 Year Corp Bond	6.28%	6.27%	6.67%	7.63%
1 Month CD Rate	3.27%	3.20%	3.25%	5.85%
3 Month CD Rate	3.28%	3.24%	3.35%	6.56%
1 Year CD Rate	3.79%	3.89%	4.08%	6.78%

Currency Market			
Currency	20-Jul	Prev_Day	Change
USD/INR	74.97	75.10	-0.13
GBP/INR	94.06	94.25	-0.19
EURO/INR	85.94	85.50	0.44
JPY/INR	0.70	0.70	0.00

Commodity Prices				
Commodity	20-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	40.78	40.01	39.67	55.39
Brent Crude(\$/bl)	43.55	44.12	43.48	61.18
Gold(\$/oz)	1815	1803	1743	1425
Gold(Rs./10 gm)	49118	49140	47519	35091

Source: Refinitiv

^[1] Data as on 17 Jul, 2020

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Derivatives Market

- Nifty Jul 2020 Futures stood at 11,008.60, a discount of 13.60 points below the spot closing of 11,022.20. The turnover on NSE's Futures and Options segment rose to Rs. 11,87,373.11 crore on July 20, 2020, compared with Rs. 10,75,163.07 crore on July 17, 2020.
- The Put-Call ratio stood at 0.84 compared with the previous session's close of 0.83.
- The Nifty Put-Call ratio stood at 1.75 compared with the previous session's close of 1.76.
- Open interest on Nifty Futures stood at 12.97 million, compared with the previous session's close of 12.49 million.

Indian Debt Market

- Bond yields remained unchanged as a debt switch auction added to longer-duration supply, but market participants remain hopeful of supportive steps from the Reserve Bank of India. Government aims to switch bonds worth Rs. 2.70 lakh crore in FY21, and has so far conducted switches worth around Rs. 47,300 crore.
- Yield on the 10-year benchmark paper (5.79% GS 2030) remained unchanged at 5.80% as compared to previous close after moving in a range of 5.79% to 5.82%.
- Banks borrowed Rs. 55 crore under the central bank's Marginal Standing Facility on Jul 17, 2020 as against Rs. 90 crore on Jul 16, 2020.

Currency Market Update

- The Indian rupee in the spot trade rose against the U.S. dollar following gains in the domestic equity market. However, concerns over rising coronavirus infection cases across the globe capped the gains.
- The euro rose against the greenback on hopes that the European Union summit will come to an agreement on the recovery fund which will help the euro zone economy to recover from the COVID-19 pandemic.

Commodity Market Update

- Gold prices rose as rising number of coronavirus infection cases across the globe boosted the safe haven appeal of the yellow metal.
- Brent crude prices fell amid concerns over continued increase in coronavirus infection cases.

International News

- According to the preliminary report from the University of Michigan, U.S. consumer sentiment index fell to 73.2 in Jul 2020 after jumping to 78.1 in Jun 2020. The unexpected decline was due to the widespread resurgence of the coronavirus.
- According to survey data from IHS Markit, U.K. headline household finance index rose to 41.5 in Jul 2020 from 40.7 in Jun 2020. The household finance index eased in Jul due to the phased reopening of the economy.
- For the third consecutive month, China's central bank left its key interest rates unchanged, as the economy showed signs of recovery from the unprecedented slump caused by the coronavirus pandemic. The one-year loan prime rate was retained at 3.85% and the five-year loan prime rate was maintained at 4.65%.





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Thank you for
your time.

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