



Nippon *india* Mutual Fund
Wealth sets you free

(Formerly Reliance Mutual Fund)

Markets for You

24 Jul 2020

Good gets *better*

Indices Performance

Global Indices	23-Jul	Prev_Day	Abs. Change	% Change*
Russell 3000	1,611	1,646	-36	-2.18
Nasdaq	10,461	10,706	-245	-2.29
FTSE	6,211	6,207	4	0.07
Nikkei ^[1]	22,752	22,884	-133	-0.58
Hang Seng	25,263	25,058	205	0.82
Indian Indices	23-Jul	Prev_Day	Abs. Change	% Change*
S&P BSE Sensex	38,140	37,872	269	0.71
Nifty 50	11,215	11,133	83	0.74
Nifty 100	11,334	11,249	85	0.75
Nifty 500	9,114	9,047	67	0.75
Nifty Bank	23,084	22,883	201	0.88
S&P BSE Power	1,565	1,563	1	0.07
S&P BSE Small Cap	12,996	12,917	79	0.61
S&P BSE HC	17,167	16,888	279	1.65

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
23-Jul	25.18	1.01	29.20	1.43
Month Ago	22.92	1.00	26.05	1.45
Year Ago	27.44	1.24	27.77	1.31

Nifty 50 Top 3 Gainers

Company	23-Jul	Prev_Day	% Change*
Eicher Motors	20882	19891	4.99
SBI	198	192	3.26
ICICI Bank	392	381	2.93

Nifty 50 Top 3 Losers

Company	23-Jul	Prev_Day	% Change*
Axis Bank	461	479	-3.78
Shree Cements Limited	21568	21979	-1.87
HUL	2211	2249	-1.65

Advance Decline Ratio

	BSE	NSE
Advances	1418	1036
Declines	1239	820
Unchanged	155	105

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1739	-18292
MF Flows**	-1	35398

 *23rd Jul 2020; **22nd 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 22 Jul, 2020

Global Indices

- Asian markets witnessed mixed trend with investors focusing on the escalating U.S. – China trade tension after the U.S. ordered the closure of the Chinese consulate in order to protect U.S. intellectual property and private information. Meanwhile, hopes for another round of government stimulus for the virus-stricken economy supported underlying buying interest. Today (as on Jul 24), markets are trading lower following overnight weakness in Wall Street and growing tension between U.S. and China. While Nikkei remained closed, Hang Seng traded down 0.88% (as at 8:00 AM), respectively.
- European markets closed flat as investors contemplated on the news on trade talks between Britain and the EU.
- U.S. markets fell following the release of some disappointing U.S. economic data, including a Labor Department report showing rise in initial jobless claims in the week to Jul 18.

Indian Equity Market

- Indian equity markets edged higher, led by strong buying in select blue-chip counters. Encouraging cues from European markets in the initial trade contributed to the upside after the bourses rose on better-than-expected corporate earnings, offsetting worries about rising cases of the COVID-19 and a sharp escalation in tensions between the United States and China
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.71% and 0.74% to close at 38,140.47 and 11,215.45 respectively.
- The overall market breadth on BSE was strong with 1,418 scrips advancing and 1,239 scrips declining. A total of 155 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Energy was the major gainer, up 2.36% followed by S&P BSE Healthcare, up 1.65% and S&P BSE Realty, up 1.55%. S&P BSE IT was the major loser, down 0.61% followed by S&P BSE Teck, down 0.59% and S&P BSE Telecom, down 0.31%.

Domestic News

- Data from the Ministry of Petroleum & Natural Gas showed that production of crude oil in Jun 2020 stood at 2,526.97 TMT (Thousand Metric Tonnes) which was 4.19% lower than target and 5.99% lower compared to the same period of the previous year. The cumulative oil production during the period from Apr to Jun of 2020 stood at 7,675.19 TMT which was 3.04% lower than the target and 6.48% lower compared to the corresponding period of the previous year. The shortfall in production was primarily due to less offtake due to coronavirus induced lockdowns and restrictions.
- According to the Union Minister of Chemicals and Fertilizers, the government has taken various measures to give a fillip to the domestic fertilizer sector so that adequate amount of fertilizer is available to farmers during the sowing season. The minister further added that under the Modified New Pricing Scheme, all the units which are using naphtha as feedstock are to be converted to natural gas.
- According to IHS Markit, the Indian economy may rebound in the second half of 2020 when the impact of the COVID-19 pandemic gradually subsides. IHS Markit projected the Indian economy to grow 6.7% in the next financial year even though it expects the economy to contract 6.3% on a yearly basis in FY21. IHS Markit noted that the COVID-19 pandemic had severely disrupted industrial production and consumer spending in Apr 2020 and May 2020.
- According to the Secretary of the Department of Economic Affairs (DEA), the government might borrow more to boost its spending on infrastructure. However, the DEA ruled out the option of monetizing the deficit for the time being and added that the same has not been taken up with the Reserve Bank of India.


Good gets better

FII Derivative Trade Statistics		23-Jul		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	4570.03	4232.63	9963.45	
Index Options	308021.92	307318.52	65450.74	
Stock Futures	17077.06	17438.95	91212.28	
Stock Options	6732.63	6507.86	7203.80	
Total	336401.64	335497.96	173830.27	

Derivative Statistics- Nifty Options			
	23-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.87	1.68	0.19
Put Call Ratio(Vol)	1.10	1.16	-0.06

Debt Watch				
	23-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.48%	3.53%	3.52%	5.58%
T-Repo	3.16%	3.14%	2.81%	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	3.25%	3.21%	3.25%	5.72%
364 Day T-Bill	3.45%	3.36%	3.49%	5.93%
10 Year Gilt	5.80%	5.81%	5.88%	6.46%
G-Sec Vol. (Rs.Cr)	29797	28108	21271	49145
FBIL MIBOR ^[1]	3.83%	3.88%	3.91%	5.75%
3 Month CP Rate	3.65%	3.70%	3.95%	6.45%
5 Year Corp Bond	6.43%	6.28%	6.69%	7.74%
1 Month CD Rate	3.22%	3.22%	3.22%	5.90%
3 Month CD Rate	3.32%	3.28%	3.34%	6.28%
1 Year CD Rate	3.86%	3.76%	4.07%	7.02%

Currency Market			
Currency	23-Jul	Prev_Day	Change
USD/INR	74.75	74.68	0.07
GBP/INR	95.29	94.97	0.32
EURO/INR	86.65	86.06	0.58
JPY/INR	0.70	0.70	0.00

Commodity Prices				
Commodity	23-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	40.97	40.69	40.35	56.55
Brent Crude(\$/bl)	44.31	44.74	44.41	62.47
Gold(\$/oz)	1887	1797	1767	1417
Gold(Rs./10 gm)	50619	49077	47942	34852

Source: Refinitiv

[1] Data as on 22 Jul, 2020

Disclaimer:

The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since Nippon Life India Asset Management Limited (NAM India) (formerly Reliance Nippon Life Asset Management Limited) has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrive data; NAM India does not in any manner assure the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect NAM India's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor(s), the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor(s), the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Readers are requested to click here for ICRA Analytics Ltd disclaimer

Derivatives Market

- Nifty Jul 2020 Futures stood at 11,207.55, a discount of 7.90 points below the spot closing of 11,215.45. The turnover on NSE's Futures and Options segment rose to Rs. 34,71,635.85 crore on July 23, 2020, compared with Rs. 19,98,781.81 crore on July 22, 2020.
- The Put-Call ratio stood at 0.84 compared with the previous session's close of 0.99.
- The Nifty Put-Call ratio stood at 1.87 compared with the previous session's close of 1.68.
- Open interest on Nifty Futures stood at 13.59 million, compared with the previous session's close of 13.21 million.

Indian Debt Market

- Bond yields fell on anticipation of bond supportive steps from the Reserve Bank of India (RBI) in the coming months to ease oversupply concerns. Government has sharply increased its gross market borrowing for FY21 to a record-high of Rs. 12 lakh crore and is expected to go for another round of additional borrowing in the second half of the current year owing to a shortfall in revenues.
- Yield on the 10-year benchmark paper (5.79% GS 2030) fell 2 bps to close at 5.80% as compared to previous close of 5.82% after moving in a range of 5.80% to 5.82%.
- Banks borrowed Rs. 60 crore under the central bank's Marginal Standing Facility on Jul 22, 2020 as against nil borrowing on Jul 21, 2020.

Currency Market Update

- The Indian rupee in the spot trade closed steady against the U.S. dollar as suspected intervention by the Reserve Bank of India neutralized the positive impact of a globally weak greenback and gains in the domestic equity market. The rupee closed unchanged at 74.76 per U.S. dollar.
- The euro rose against the greenback after initial jobless claims in the U.S. surged for the week ended Jul 18.

Commodity Market Update

- Gold prices rose as escalating tensions between U.S. and China boosted the safe haven appeal of the yellow metal.
- Brent crude prices rose on the back of a weaker dollar which boosted physical oil demand.

International News

- According to the National Association of Realtors, U.S. existing home sales rose 20.7% to an annual rate of 4.72 million in Jun 2020 following 9.7% decline to a rate of 3.91 million in May 2020.
- According to survey data from GfK, Germany's forward-looking consumer sentiment index rose to -0.3 points in Aug 2020 from revised -9.4 in Jul 2020. Germany consumer confidence continues to strengthen in Aug from the weaker level due to coronavirus pandemic, as the cut in value-added tax has improved the purchasing propensity.
- According to data from the Monetary Authority of Singapore and the Ministry of Trade and Industry, Singapore's consumer price index fell 0.5% YoY in Jun 2020 as against 0.8% decrease in May 2020.





Nippon *india* Mutual Fund
Wealth sets you free

(Formerly Reliance Mutual Fund)

Thank you for
your time.

Good gets *better*

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