

Markets for You

04 Jun 2020

Good gets *better*

Indices Performance

Global Indices	03-Jun	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,514	1,501	13	0.87
Nasdaq	9,683	9,608	75	0.78
FTSE	6,382	6,220	162	2.61
Nikkei	22,614	22,326	288	1.29
Hang Seng	24,326	23,996	330	1.37
Indian Indices	03-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	34,110	33,826	284	0.84
Nifty 50	10,062	9,979	82	0.83
Nifty 100	10,220	10,140	81	0.79
Nifty 500	8,203	8,137	66	0.81
Nifty Bank	20,941	20,530	411	2.00
S&P BSE Power	1,519	1,532	-13	-0.85
S&P BSE Small Cap	11,571	11,428	142	1.24
S&P BSE HC	15,838	15,817	20	0.13

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Jun	21.75	1.11	23.50	1.51
Month Ago	20.90	1.13	22.35	1.54
Year Ago	28.89	1.18	29.90	1.20

Nifty 50 Top 3 Gainers

Company	03-Jun	Prev_Day	% Change [#]
M&M	485	463	4.81
Kotak Bank	1387	1343	3.25
Bajaj Finance	2412	2346	2.80

Nifty 50 Top 3 Losers

Company	03-Jun	Prev_Day	% Change [#]
NTPC	95	97	-2.12
Wipro	211	216	-2.08
Bharti Infratel	219	223	-1.90

Advance Decline Ratio

	BSE	NSE
Advances	1672	1279
Declines	845	586
Unchanged	142	83

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	7890	-24317
MF Flows**	141	38447

*3rd Jun 2020; **29th May 2020

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	5.84% (Mar-20)	7.35% (Dec-19)	2.86% (Mar-19)
IIP	-16.70% (Mar-20)	0.40% (Dec-19)	2.70% (Mar-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 02 Jun 2020

Global Indices

- Asian markets closed higher, led by optimism over economic recovery and hopes of more stimulus measures to counter the fallout from the coronavirus. Nonetheless, the U.S.- China tension continue to weigh on market sentiments. Today (as on Jun 4) markets traded higher as optimism over the economic recovery buoyed market sentiments. Both Nikkei and Hang Seng are up 0.74% and 0.11% (as at 8.a.m. IST), respectively.
- European markets went up led by continued optimism over economic recovery following gradual reopening of business coupled with hopes of additional support from the European policymakers.
- U.S. markets rose as the private sector jobs data for May instilled confidence among the investors about a quick economic recovery following easing of the lockdown measures.

Indian Equity Market

- Indian equity markets edged higher led by stock specific movements. Strong buying in the stocks of telecom, pharmaceuticals, automobiles, and fast-moving consumer goods (FMCG) companies helped the Nifty50 index to reclaim the key 10,000-mark.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.84% and 0.83% to close at 34,109.54 and 10,061.55 respectively. S&P BSE MidCap and S&P BSE SmallCap gained 0.31% and 1.24% respectively.
- The overall market breadth on BSE was strong with 1,672 scrips advancing and 845 scrips declining. A total of 142 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Realty was the major gainer, up 3.07% followed by S&P BSE Bankex, up 2.07% and S&P BSE Finance, up 1.86%. S&P BSE Telecom was the major loser, down 0.95% followed by S&P BSE Power, down 0.85% and S&P BSE Teck, down 0.56%.

Domestic News

- Survey by the IHS Markit showed, India's Services Business Activity Index rose to 12.6 in May 2020 from 5.4 in Apr 2020. Output plunged due to extended business shutdowns and very weak demand conditions. Also there was substantial decline in new work intakes by Indian service providers.
- The Cabinet approved the Farming Produce Trade and Commerce (Promotion and Facilitation) Ordinance, 2020¹ to ensure barrier free trade in agriculture produce. The government also approved the Farmers (Empowerment and Protection) Agreement on Price Assurance and Farm Services Ordinance, 2020¹ to empower farmers to engage with processors, aggregators, wholesalers, large retailers and exporters. This move is likely to transform the farm sector and help raise farmers' income. Both these proposals were part of the Rs. 20 lakh crore economic package.
- Post the nation-wide lockdown in Mar 2020, Government for the first time has relaxed the visa and travel restrictions for certain categories of foreign nationals like businessmen, healthcare professionals and engineers who need to come to India. However, they will have to obtain fresh visas.
- The finance ministry said under the Pradhan Mantri Garib Kalyan Package, about 42 crore poor people have received financial assistance of Rs. 53,248 crore. The package entails free food grains and cash payment to women, elderly, farmers and others.
- With access to deep technology, business, and marketing resources, Microsoft has launched a new program to help agritech startups in India build, scale and grow industry-specific solutions.

Good gets better

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

FII Derivative Trade Statistics		03-Jun	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	5228.47	4871.80	8220.08
Index Options	194617.63	194134.54	41365.93
Stock Futures	15961.86	16445.66	82367.79
Stock Options	2951.62	2959.50	3194.07
Total	218759.58	218411.50	135147.87

Derivative Statistics- Nifty Options			
	03-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.59	1.59	0.00
Put Call Ratio(Vol)	1.03	0.85	0.17

Debt Watch				
	03-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.76%	3.61%	4.19%	5.85%
T-Repo	3.05%	2.95%	3.75%	5.79%
Repo	4.00%	4.00%	4.40%	6.00%
Reverse Repo	3.35%	3.35%	3.75%	5.75%
91 Day T-Bill	3.36%	3.17%	3.59%	6.04%
364 Day T-Bill	3.45%	3.41%	3.73%	6.13%
10 Year Gilt	6.03%	5.98%	6.11%	6.98%
G-Sec Vol. (Rs.Cr)	19378	26346	35084	75172
FBIL MIBOR ^[1]	4.04%	4.04%	4.41%	6.00%
3 Month CP Rate	4.35%	4.35%	5.45%	6.75%
5 Year Corp Bond	6.86%	6.86%	6.91%	7.95%
1 Month CD Rate	3.38%	3.74%	4.14%	6.32%
3 Month CD Rate	3.66%	3.69%	4.60%	6.38%
1 Year CD Rate	4.03%	4.29%	4.79%	7.04%

Currency Market			
Currency	03-Jun	Prev_Day	Change
USD/INR	75.33	75.59	-0.26
GBP/INR	94.87	94.64	0.23
EURO/INR	84.44	84.11	0.33
JPY/INR	0.69	0.70	-0.01

Commodity Prices				
Commodity	03-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	37.28	32.75	19.22	53.20
Brent Crude(\$/bl)	36.91	32.30	14.85	64.45
Gold(\$/oz)	1698	1709	1699	1325
Gold(Rs./10 gm)	46609	40989	40989	32206

Source: Refinitiv

[1] Data as on 02 Jun 2020

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Derivatives Market

- Nifty Jun 2020 Futures stood at 10,071.80, a premium of 10.25 points above the spot closing of 10,061.55. The turnover on NSE's Futures and Options segment rose to Rs. 17,25,770.69 crore on June 03, 2020, compared with Rs. 11,79,193.68 crore on June 02, 2020.
- The Put-Call ratio stood at 0.9 compared with the previous session's close of 0.83.
- The Nifty Put-Call ratio remained unchanged compared with the previous session's close of 1.59.
- Open interest on Nifty Futures stood at 11.74 million, compared with the previous session's close of 11.84 million.

Indian Debt Market

- Bond yields rose amid lack of any fresh market triggers. Market participants also awaited moves from the Reserve Bank of India to absorb the heavy supply of sovereign debt.
- Yield on the existing 10-year benchmark paper (6.45% GS 2029) rose 3 bps to close at 6.03% compared to the previous close of 6.00% after trading in a range of 5.99% to 6.03%.
- Yield on the new 10-year benchmark paper (5.79% GS 2030) rose 3 bps to close at 5.82% compared to the previous close of 5.79% after moving in a range of 5.79% to 5.82%.

Currency Market Update

- The Indian rupee in spot trade weakened against the greenback following dollar demand from state run banks likely on the behalf of the Reserve Bank of India and importers. However, gains in the domestic equity market restricted further losses.
- The euro rose against the greenback as the investor risk sentiment improved to some extent on hopes of a recovery from the slump caused due to the COVID-19 pandemic.

Commodity Market Update

- Gold prices fell on hopes of a recovery from the slump caused due to the COVID-19 pandemic. However, civil unrest in U.S. restricted further losses.
- Brent crude prices rose amid indications of recovery in demand.

International News

- According to report by payroll processor ADP, U.S. private sector employment plunged by 2.76 million jobs in May 2020 after plummeting by a revised 19.557 million jobs in Apr 2020.
- According to data from Eurostat, Eurozone's jobless rate rose to 7.3% in Apr 2020 from 7.1% in Mar 2020. The number of unemployed increased by 211,000 from Mar 2020 to 11.919 million in Apr 2020.
- According to data from the Federal Labor Agency, Germany's unemployment increased more than expected by 238,000 from the previous month to 2.875 million in May 2020. The jobless rate rose to 6.3% in May 2020 from 5.8% in Apr 2020. The labour market remains under a lot of pressure amid coronavirus pandemic.


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(Formerly Reliance Mutual Fund)

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your time.**

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