

Markets for You

10 Jun 2020

Good gets *better*

Indices Performance

Global Indices	09-Jun	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,544	1,546	-1	-0.08
Nasdaq	9,954	9,925	29	0.29
FTSE	6,336	6,473	-137	-2.11
Nikkei	23,091	23,178	-87	-0.38
Hang Seng	25,057	24,777	280	1.13
Indian Indices	09-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	33,957	34,371	-414	-1.20
Nifty 50	10,047	10,167	-121	-1.19
Nifty 100	10,231	10,347	-115	-1.12
Nifty 500	8,238	8,324	-86	-1.03
Nifty Bank	20,725	21,187	-462	-2.18
S&P BSE Power	1,562	1,570	-8	-0.48
S&P BSE Small Cap	11,846	11,965	-119	-1.00
S&P BSE HC	16,200	16,015	185	1.16

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
9-Jun	N.A	N.A	24.25	1.52
Month Ago	19.77	1.20	21.28	1.64
Year Ago	28.16	1.21	29.36	1.23

Nifty 50 Top 3 Gainers

Company	09-Jun	Prev_Day	% Change [#]
Dr.Reddy	4124	3968	3.94
IndusInd Bank	464	452	2.72
Sun Pharma	501	489	2.40

Nifty 50 Top 3 Losers

Company	09-Jun	Prev_Day	% Change [#]
Wipro	218	226	-3.58
GAIL	101	105	-3.48
Tata Motors	111	115	-3.46

Advance Decline Ratio

	BSE	NSE
Advances	1111	773
Declines	1470	1135
Unchanged	168	77

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1053	-18469
MF Flows**	-1200	37094

*9th Jun 2020; **3rd Jun 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 08 Jun, 2020

Global Indices

- Asian markets largely remained positive led by hopes for a speedy economic recovery from the coronavirus-induced downturn. However, gains were restricted after the World Bank warned the global economy may shrink by 5.2 % this year. Today (as on Jun 10), majority of the markets traded lower tracking overnight weakness in U.S. and European markets. Nikkei is down 0.39%, while Hang Seng is up 0.91% (as at 8.a.m. IST).
- European markets too closed lower amid growth worries after data showed a sharp contraction in Euro Zone GDP for Q1 and a marked decline in German exports.
- Most of the U.S. markets fell as investors remained on side-lines ahead of the Federal Reserve's monetary policy announcements scheduled later during the day.

Indian Equity Market

- Indian equity markets closed lower as concerns over rising coronavirus cases rekindled after Delhi Deputy Chief Minister said that the total number of covid-19 cases in the Delhi may rise to over 550,000 by end of Jul. Sentiments also dampened as World Bank projected India's economy to contract 3.2% in FY 2021 due to stringent measures to restrict spread of covid-19, which brought all business activities to a grinding halt.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 1.2% and 1.19% to close at 33,956.69 and 10,046.65 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 0.21% and 1% respectively.
- The overall market breadth on BSE was weak with 1,111 scrips advancing and 1,470 scrips declining. A total of 168 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Healthcare was the major gainer, up 1.16% followed by S&P BSE Realty, up 0.3% and S&P BSE FMCG, up 0.01%. S&P BSE Telecom was the major loser, down 3.06% followed by S&P BSE Bankex, down 2.3% and S&P BSE Energy, down 1.97%.

Domestic News

- According to the World Bank, India's economy is expected to contract 3.2% in FY21, a significant decrease from its Apr 2020 projection of 1.5% - 2.8% growth. As per the bank, coronavirus pandemic and the multi-phased lockdown imposed to control its spread has resulted in a shocking blow to the Indian economy.
- Securities and Exchange Board of India has reported relaxation of compliance requirements for issuers seeking to list their non-convertible debentures (NCDs), non-convertible redeemable preference shares (NCRPS) and commercial papers (CPs). The relaxation has been given with regard to disclosure of financial results by another month till Jun 30, 2020.
- According to a global rating agency, India's sovereign decline in ratings has created six "fallen angels," or non-financial-sector companies whose ratings have fallen to just one notch away from being considered junk. Companies moving from investment grade to sub-investment grade are sometimes referred to as "Fallen Angels." All the six companies are state-run companies in the oil and gas sector, with \$1 billion in classified bonds to be repaid by 2021.
- According to Mercer's '2020 Cost of Living Survey', Mumbai is ranked 19th in Asia at the world's 60th most expensive city for expatriates. Mumbai is the most expensive among Indian cities surveyed, followed by New Delhi (101st globally) and Chennai (143rd globally). Bengaluru (171) and Kolkata (185) are the least expensive Indian cities in the rankings.
- According to media reports, the net profit of Titan rose 21% on a yearly basis to Rs. 358 crore for the quarter ended Mar 2020. However, the revenue came down 5.5% to Rs. 4,469 crore. The company reported that business was adversely impacted in the second half of Mar 2020 after the government imposed a nationwide lockdown to combat the COVID-19 pandemic.

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

FII Derivative Trade Statistics			
(Rs Cr)	09-Jun		
	Buy	Sell	Open Int.
Index Futures	5621.08	6060.14	8302.38
Index Options	189375.09	189370.42	49725.56
Stock Futures	19409.30	19130.51	81610.45
Stock Options	4698.24	4676.41	4671.08
Total	219103.71	219237.48	144309.47

Derivative Statistics- Nifty Options			
	09-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.20	1.37	-0.16
Put Call Ratio(Vol)	0.94	1.03	-0.09

Debt Watch				
	09-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.52%	3.53%	3.98%	5.69%
T-Repo	3.11%	3.15%	3.39%	5.74%
Repo	4.00%	4.00%	4.40%	5.75%
Reverse Repo	3.35%	3.35%	3.75%	5.50%
91 Day T-Bill	3.40%	3.25%	3.48%	5.91%
364 Day T-Bill	3.49%	3.44%	3.40%	6.05%
10 Year Gilt	6.00%	6.00%	6.02%	6.97%
G-Sec Vol. (Rs.Cr)	33915	37127	59756	48346
FBIL MIBOR ^[1]	3.97%	4.04%	4.43%	5.80%
3 Month CP Rate	4.30%	4.35%	5.35%	6.60%
5 Year Corp Bond	6.84%	6.78%	6.85%	7.91%
1 Month CD Rate	3.29%	3.35%	4.23%	5.77%
3 Month CD Rate	3.51%	3.47%	4.16%	6.13%
1 Year CD Rate	4.08%	4.02%	4.67%	7.12%

Currency Market			
Currency	09-Jun	Prev_Day	Change
USD/INR	75.49	75.63	-0.14
GBP/INR	95.97	96.03	-0.05
EURO/INR	85.15	85.35	-0.20
JPY/INR	0.70	0.69	0.01

Commodity Prices				
Commodity	09-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/b)	38.93	36.83	24.23	53.90
Brent Crude(\$/bl)	40.19	36.87	21.96	65.54
Gold(\$/oz)	1714	1727	1701	1340
Gold(Rs./10 gm)	46588	40989	40989	32607

Source: Refinitiv

[1] Data as on 08 Jun, 2020

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Derivatives Market

- Nifty Jun 2020 Futures stood at 10,034.00, a discount of 12.65 points below the spot closing of 10,046.65. The turnover on NSE's Futures and Options segment rose to Rs. 14,83,359.90 crore on June 09, 2020, compared with Rs. 11,42,760.49 crore on June 08, 2020.
- The Put-Call ratio stood at 0.92 compared with the previous session's close of 0.96.
- The Nifty Put-Call ratio stood at 1.2 compared with the previous session's close of 1.37.
- Open interest on Nifty Futures stood at 11.8 million, compared with the previous session's close of 11.83 million.

Indian Debt Market

- Bond yields fell for the second consecutive session on hopes that the Reserve Bank of India would soon announce open market purchase of government securities to absorb the excess supply of sovereign debt. It needs to be noted that the domestic debt market at present is reeling under supply concerns which can be attributed to the government's higher borrowing plan.
- Yield on the new 10-year benchmark paper (5.79% GS 2030) fell 3 bps to close at 5.78% compared to the previous close of 5.81% after moving in a range of 5.78% to 5.79%.
- Yield on the old 10-year benchmark paper (6.45% GS 2029) fell 3 bps to close at 5.99% from the previous close of 6.02% after trading in a range of 5.99% to 6.01%.

Currency Market Update

- The Indian rupee weakened against the U.S. dollar following rebound in the U.S. dollar index and fall in domestic equity market. The rupee fell to 75.61 per dollar from the previous close of 75.54.
- Euro rose against the weak U.S. dollar after better than expected Eurozone economic growth for the Mar quarter of 2020. Euro closed at \$1.1340, up 0.43% compared with the previous close of \$1.1292.

Commodity Market Update

- Gold prices rose as market participants preferred to remain on the sidelines and await the outcome of the U.S. Federal Reserve monetary policy review.
- Brent crude prices fell on concerns over oversupply and worries about a resurgence in coronavirus cases.

International News

- Germany's exports fell sharply by 31.1% YoY in Apr 2020 compared with a 7.7% fall in Mar 2020. Imports fell 21.6% YoY after falling 4.4% in Mar 2020. As a result, trade surplus fell to EUR 3.5 billion, the lowest since December 2000, from EUR 17.8 billion during the similar comparable period.
- Wholesale inventories in the U.S. by rose 0.3% in Apr 2020 compared with a sharp fall by a revised 1.1% in Mar 2020 (originally reported 0.8% fall) in the prior month.
- According to the revised estimate by Eurostat, euro area Gross Domestic Product (GDP) contracted 3.6% QoQ in the Mar quarter of 2020, but slower than the initial estimate of 3.8% fall. Household spending dropped 4.7% QoQ and gross fixed capital formation went down 4.3%.



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your time.**

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