



Nippon *india* Mutual Fund
Wealth sets you free

(Formerly Reliance Mutual Fund)

Markets for You

12 Jun 2020

Good gets *better*

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

Indices Performance

Global Indices	11-Jun	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,466	1,553	-86	-5.54
Nasdaq	9,493	10,020	-528	-5.27
FTSE	6,077	6,329	-252	-3.99
Nikkei	22,473	23,125	-652	-2.82
Hang Seng	24,480	25,050	-570	-2.27
Indian Indices	11-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	33,538	34,247	-709	-2.07
Nifty 50	9,902	10,116	-214	-2.12
Nifty 100	10,082	10,292	-210	-2.04
Nifty 500	8,137	8,293	-156	-1.89
Nifty Bank	20,525	21,100	-575	-2.72
S&P BSE Power	1,554	1,565	-11	-0.71
S&P BSE Small Cap	11,830	11,955	-125	-1.04
S&P BSE HC	16,043	16,332	-289	-1.77

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
11-Jun	21.07	1.12	23.90	1.54
Month Ago	19.51	1.22	21.21	1.65
Year Ago	28.43	1.20	29.59	1.22

Nifty 50 Top 3 Gainers

Company	11-Jun	Prev_Day	% Change [#]
IndusInd Bank	523	500	4.71
Hero Moto	2310	2292	0.77
Power Grid	171	170	0.56

Nifty 50 Top 3 Losers

Company	11-Jun	Prev_Day	% Change [#]
Bharti Infratel	211	233	-9.41
Zee Ente.	176	190	-7.30
SBI	177	188	-5.62

Advance Decline Ratio

	BSE	NSE
Advances	993	662
Declines	1565	1199
Unchanged	147	83

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-371	-18363
MF Flows**	-1200	37094

*11th 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 10 Jun, 2020

Global Indices

- Asian markets slipped, taking weak cues from the U.S. Federal Reserve's bleak economic outlook in its latest monetary policy meeting. The U.S. Fed projected a sharp contraction in the U.S. economy this year due to the coronavirus pandemic and warned of a long road to recovery. Today (as on Jun 12) markets traded lower, dragged by weak cues from Wall Street. Both Nikkei and Hang Seng are down 2.53% and 2.27%, respectively (as at 8 AM IST)
- European markets witnessed selling pressure after reports showed an increase in new covid-19 cases and worries about a deep recession following the U.S. Federal Reserve's recent comments on the outlook for the U.S. economy.
- U.S. markets closed sharply lower amid concerns about a second wave of coronavirus cases. Recent data from the covid tracking project, has led to worries about economic reopening following a spike in infections.

Indian Equity Market

- The Indian equity markets slumped as the dismal economic outlook from the U.S. Federal Reserve's latest policy meeting triggered sell-off. The U.S. central bank projected a 6.5% decline in the nation's Gross Domestic Product (GDP) in 2020 and a 9.3% unemployment rate at the year's end.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 2.07% and 2.12% to close at 33,538.37 and 9,902.00 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 1.41% and 1.04% respectively.
- The overall market breadth on BSE was weak with 993 scrips advancing and 1,565 scrips declining. A total of 147 scrips remained unchanged.
- On the BSE sectoral front, all sectors lost. S&P BSE Telecom was the major loser, down 4.04%, followed by S&P BSE Metal and S&P BSE Bankex, down 2.85% and 2.79%, respectively. S&P BSE Finance and S&P BSE Teck lost 2.22% and 2.19% respectively.

Domestic News

- As per the data from the Reserve Bank of India (RBI), the central bank sold U.S. Dollar to the tune of \$1.142 billion in the first month of FY21, while in Apr 2019 RBI was a net buyer of the greenback to the tune of \$4.901 billion. In Apr 2020, the RBI purchased \$2.450 billion and sold \$3.592 billion of the U.S. currency in the spot market.
- The government has requested tax officials to allow refunds of unused input tax credits to companies in some cases bringing major relief to several companies. The latest clarification from government indicates that businesses that import goods, have reverse charge transactions or have intercompany GST charges should not face any issues with their refunds being kept back as a result of an incompliance.
- According to a report named "Mobile Manufacturing in a post-Covid-19 World" by industry body India Cellular and Electronics Association (ICEA) and a consultancy major, India can achieve \$100 billion in mobile phones and nearly \$40 billion in component exports by 2025 with a three-pronged strategy - restart, restore and resurgence. India ranks third with a modest \$3 billion exports in 2019-20 and is now aiming number two spot.
- The Directorate-General for Foreign Trade (DGFT) has prohibited with immediate effect the export of diagnostic kits, laboratory reagents and diagnostic instruments falling under schedule 2 of the ITCHS (Indian Trade Clarification based on Harmonized Coding System) export policy.

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FII Derivative Trade Statistics		11-Jun		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	6064.96	5770.55	8726.27	
Index Options	315217.78	315623.24	52663.43	
Stock Futures	14983.94	15133.26	81453.82	
Stock Options	3598.16	3626.88	5072.30	
Total	339864.84	340153.93	147915.82	

Derivative Statistics- Nifty Options			
	11-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.04	1.36	-0.32
Put Call Ratio(Vol)	0.90	0.92	-0.02

Debt Watch				
	11-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.59%	3.75%	3.87%	5.70%
T-Repo	3.01%	3.11%	3.15%	5.67%
Repo	4.00%	4.00%	4.40%	5.75%
Reverse Repo	3.35%	3.35%	3.75%	5.50%
91 Day T-Bill	3.35%	3.39%	3.55%	5.95%
364 Day T-Bill	3.51%	3.47%	3.67%	6.03%
10 Year Gilt	5.98%	6.01%	6.17%	7.04%
G-Sec Vol. (Rs.Cr)	31417	27486	66448	51147
FBIL MIBOR ^[1]	3.91%	4.01%	4.42%	5.80%
3 Month CP Rate	4.30%	4.35%	5.35%	6.65%
5 Year Corp Bond	6.82%	6.86%	7.02%	8.07%
1 Month CD Rate	3.21%	3.18%	4.18%	5.68%
3 Month CD Rate	3.47%	3.70%	4.18%	6.31%
1 Year CD Rate	4.32%	4.08%	4.79%	7.25%

Currency Market			
Currency	11-Jun	Prev_Day	Change
USD/INR	75.79	75.47	0.32
GBP/INR	96.10	96.30	-0.20
EURO/INR	86.05	85.70	0.34
JPY/INR	0.71	0.70	0.01

Commodity Prices				
Commodity	11-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/b)	36.38	37.37	23.52	53.25
Brent Crude(\$/bl)	38.32	37.10	23.42	65.00
Gold(\$/oz)	1727	1711	1696	1327
Gold(Rs./10 gm)	47206	46640	40989	32331

Source: Refinitiv

[1] Data as on 10 Jun, 2020

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Derivatives Market

- Nifty Jun 2020 Futures stood at 9,894.55, a discount of 7.45 points below the spot closing of 9,902.00. The turnover on NSE's Futures and Options segment rose to Rs. 31,64,014.52 crore on June 11, 2020, compared with Rs. 16,69,250.90 crore on June 10, 2020.
- The Put-Call ratio stood at 0.79 compared with the previous session's close of 0.9.
- The Nifty Put-Call ratio stood at 1.04 compared with the previous session's close of 1.36.
- Open interest on Nifty Futures stood at 12.31 million, compared with the previous session's close of 11.81 million.

Indian Debt Market

- Bond yields fell initially after a major global credit rating agency affirmed the country's sovereign rating and outlook. However, all the gains were erased as market participants preferred to book profits. Absence of any announcement from the Reserve Bank of India to manage the excess supply of sovereign debt also weighed on the market sentiment.
- Yield on the new 10-year benchmark paper (5.79% GS 2030) rose marginally by 1 bps to close at 5.78% from the previous close of 5.77% after moving in a range of 5.75% to 5.79%.
- Yield on the old 10-year benchmark paper (6.45% GS 2029) inched up by 1 bps to close at 5.99% from the previous close of 5.98% after trading in a range of 5.95% to 5.99%.
- Banks did not borrow under the central bank's Marginal Standing Facility on Jun 10, 2020 compared to that of Jun 9, 2020 when banks borrowed none.

Currency Market Update

- The Indian rupee weakened against the U.S. dollar after the U.S. Federal Reserve's weak growth forecast, prompted risk aversion in the region.
- Euro weakened against the greenback as the investor risk sentiment dampened on concerns over global growth amid fears over a second wave of coronavirus infections. The euro closed at \$1.1297, down 0.63% compared with the previous close of \$1.1369.

Commodity Market Update

- Gold prices fell on profit booking.
- Brent crude prices fell on concerns over global growth amid fears over a second wave of coronavirus infections. Losses were extended after the U.S. Federal Reserve projected the U.S. economy to contract 6.5% in 2020.

International News

- The U.S. Federal Reserve (U.S. Fed) kept its widely expected decision to maintain the target range for the federal funds rate at zero to 0.25%. U.S. Fed indicated that interest rates are likely to remain at current near-zero levels through 2022. The central bank expects the U.S. economy to rebound in 2021 following a sharp contraction this year due to the Covid-19 pandemic.
- The index for business conditions in Japan among large companies fell to -47.6 in the Jun quarter of 2020 from -10.1 in prior quarter.
- The Labor Department showed initial jobless claims in the U.S. fell 355,000 to 1.542 million from the previous week's revised level of 1.897 million (1.877 million originally reported). Jobless claims declined for the tenth straight week.



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