



**Nippon *india* Mutual Fund**  
Wealth sets you free

(Formerly Reliance Mutual Fund)

# Markets for You

26 Jun 2020

Good gets *better*

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

## Indices Performance

Global Indices	25-Jun	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,537	1,519	18	1.22
Nasdaq	10,017	9,909	108	1.09
FTSE	6,147	6,124	23	0.38
Nikkei	22,260	22,534	-275	-1.22
Hang Seng <sup>[1]</sup>	24,782	24,907	-126	-0.50
Indian Indices	25-Jun	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	34,842	34,869	-27	-0.08
Nifty 50	10,289	10,305	-16	-0.16
Nifty 100	10,487	10,500	-13	-0.13
Nifty 500	8,500	8,496	4	0.04
Nifty Bank	21,506	21,427	79	0.37
S&P BSE Power	1,612	1,613	-1	-0.08
S&P BSE Small Cap	12,606	12,511	95	0.76
S&P BSE HC	16,580	16,421	159	0.97

## P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
25-Jun	22.40	1.03	25.59	1.48
Month Ago	18.79	1.24	20.97	1.69
Year Ago	28.47	1.19	29.17	1.24

## Nifty 50 Top 3 Gainers

Company	25-Jun	Prev_Day	% Change <sup>#</sup>
ITC	202	192	5.34
Kotak Bank	1382	1344	2.81
Hero Moto	2560	2494	2.64

## Nifty 50 Top 3 Losers

Company	25-Jun	Prev_Day	% Change <sup>#</sup>
Asian Paints	1689	1747	-3.33
Hindalco	147	151	-3.17
Indian Oil	85	87	-2.35

## Advance Decline Ratio

	BSE	NSE
Advances	1519	1034
Declines	1191	850
Unchanged	110	69

## Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1090	-16931
MF Flows**	783	37947

\*25<sup>th</sup> Jun 2020; \*\*18<sup>th</sup> Jun 2020

## Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	5.84% (Mar-20)	7.35% (Dec-19)	2.86% (Mar-19)
IIP	-55.49% (Apr-20)	2.20% (Jan-20)	3.20% (Apr-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 24 Jun, 2020

## Global Indices

- Asian markets closed in the red as reports of spike in new covid-19 cases in several U.S. states and elsewhere fuelled concerns over the efforts by governments to reopen economies and ease lockdown restrictions. Today (as on Jun 26), markets traded mixed as concerns over fresh covid-19 cases worldwide is neutralised by positive cues generated from overnight gains in the Wall Street. While Nikkei is up 0.96%, Hang Seng is down 0.44% (as at 8:00 AM IST).
- European markets closed in the green despite surging new coronavirus cases in the U.S. and gloomy global economic growth outlook by IMF. Investors took positive cues from gains in the U.S. markets.
- U.S. markets closed higher with investors taking positive cues from the news that U.S. regulators plan to ease banking regulations, thereby allowing them to invest in riskier funds and to avoid building up cash safeguards against certain derivatives trades.

## Indian Equity Market

- Indian equity markets slipped marginally in a volatile session as downbeat global economic growth outlook from the International Monetary Fund and a surge in covid-19 cases weighed on the investor sentiment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.08% and 0.16% respectively. S&P BSE MidCap and S&P BSE SmallCap gained 0.62% and 0.76% respectively.
- The overall market breadth on BSE was strong with 1,519 scrips advancing and 1,191 scrips declining. A total of 110 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE FMCG was the major gainer, up 2.25% followed by S&P BSE Healthcare, up 0.97% and S&P BSE Bankex, up 0.62%. S&P BSE IT was the major loser, down 1.55% followed by S&P BSE Teck, down 1.21% and S&P BSE Oil & Gas, down 0.95%.

## Domestic News

- The International Monetary Fund (IMF) in its World Economic Outlook projected the growth of the Indian economy to contract 4.5% in FY21. This is in sharp contrast to its projection made in Apr 2020 when the IMF projected the Indian economy to grow 1.9% in this fiscal. The downgrade comes as the IMF took into account an extended lockdown period and a slower than anticipated recovery. IMF also downgraded its growth forecast for the Indian economy to 6.0% for the next fiscal, down 1.4 percentage points from its projection of a growth of 7.4% it made in Apr 2020.
- According to the Chief of Federation of Indian Export Organization (FIEO), exports from the country are likely to come down by 10% to 12% on a yearly basis in this fiscal. The slump is expected to come due to a contraction in global demand on account of the COVID-19 pandemic.
- Capital market regulator Securities and Exchange Board of India made amendments to the insider trading prohibition rules. The amendments include maintenance of a structured digital database that will contain the nature of the unpublished price sensitive information along with the names of those who shared the information. In addition, it will also include automation of process of making disclosures to the stock exchanges, restriction on trading window not to be made applicable for transactions as mandated by the capital market regulator and also takes into account the entities that need to file the non-compliance of code of conduct with the stock exchanges.
- GAIL reported 62% increase in its consolidated profit before tax (PBT) in quarter ended Mar 2020 to Rs. 3,598.7 crore as against Rs. 2,226.8 crore during the same period last year. The consolidated revenue for the period under review fell 6% to Rs 17,938 crore in quarter ended Mar 2020 from Rs. 19,078.3 crore during the quarter ended Mar 2019.
- According to media reports, Aurobindo Pharma is developing a variety of drugs including 14 biosimilars as it aims to broaden its portfolio of products in the U.S. and EU markets.

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FII Derivative Trade Statistics		25-Jun		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	7459.20	8510.19	9405.67	
Index Options	400524.47	400590.03	63433.36	
Stock Futures	38843.34	38383.05	86345.81	
Stock Options	5210.68	5077.32	3613.14	
<b>Total</b>	<b>452037.69</b>	<b>452560.59</b>	<b>162797.98</b>	

Derivative Statistics- Nifty Options			
	25-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.26	1.29	-0.03
Put Call Ratio(Vol)	0.85	0.99	-0.14

Debt Watch				
	25-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.57%	3.59%	3.71%	5.78%
T-Repo	1.93%	2.89%	2.53%	5.47%
Repo	4.00%	4.00%	4.00%	5.75%
Reverse Repo	3.35%	3.35%	3.35%	5.50%
91 Day T-Bill	3.13%	3.25%	3.07%	5.94%
364 Day T-Bill	3.53%	3.52%	3.43%	6.08%
10 Year Gilt	6.00%	5.99%	5.96%	6.88%
G-Sec Vol. (Rs.Cr)	27342	34091	66341	51363
FBIL MIBOR <sup>[1]</sup>	3.91%	3.91%	4.31%	5.90%
3 Month CP Rate	3.90%	4.00%	4.35%	6.95%
5 Year Corp Bond	6.64%	6.74%	6.87%	8.06%
1 Month CD Rate	3.10%	3.24%	3.63%	6.02%
3 Month CD Rate	3.23%	3.35%	3.49%	6.30%
1 Year CD Rate	4.07%	4.17%	4.31%	7.23%

Currency Market			
Currency	25-Jun	Prev_Day	Change
USD/INR	75.63	75.71	-0.07
GBP/INR	93.92	94.72	-0.80
EURO/INR	85.07	85.70	-0.63
JPY/INR	0.71	0.71	0.00

Commodity Prices				
Commodity	25-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	38.56	38.74	33.34	57.60
Brent Crude(\$/bl)	41.77	42.24	33.20	67.68
Gold( \$/oz)	1761	1723	1729	1423
Gold(Rs./10 gm)	48021	47302	40989	34329

Source: Refinitiv

[1] Data as on 24 Jun, 2020

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**Derivatives Market**

- Nifty Jun 2020 Futures settled at spot closing of 10,288.90. Nifty Jul 2020 Futures stood at 10,241.45, a discount of 47.45 points, below the spot closing. The turnover on NSE's Futures and Options segment rose to Rs. 41,62,943.27 crore on June 25, 2020, compared with Rs. 22,55,548.25 crore on June 24, 2020.
- The Put-Call ratio stood at 0.76 compared with the previous session's close of 0.93.
- The Nifty Put-Call ratio stood at 1.26 compared with the previous session's close of 1.29.
- Open interest on Nifty Futures stood at 14.45 million, compared with the previous session's close of 13.43 million.

**Indian Debt Market**

- Bond yields fell amid value buying after the yields rose for the four consecutive days. Also, hopes that the Reserve Bank of India may provide support gained ahead of the quarter-end.
- Yield on the 10-year benchmark paper (5.79% GS 2030) fell 3 bps to close at 5.89% from the previous close of 5.92% after moving in a range of 5.89% to 5.91%.
- Yield on the old 10-year benchmark paper (6.45% GS 2029) fell 4 bps to close at 6.00% from the previous close of 6.04% after moving in a range of 6.00% to 6.04%.
- Banks did not borrow under the central bank's Marginal Standing Facility on Jun 24, 2020 and Jun 23, 2020.

**Currency Market Update**

- The Indian rupee in the spot trade inched up against the greenback due to corporate greenback inflows.
- The euro weakened against the greenback as the investor risk sentiment dampened due to an increase in coronavirus infection cases in U.S. Concerns over trade tensions between U.S. and the European Union further contributed to the downside. Euro closed at \$1.1217, down 0.29% compared with the previous close of \$1.1250.

**Commodity Market Update**

- Gold prices inched up due to increase in coronavirus infection cases in U.S.
- Brent crude prices rose on growing possibility that the record increase in U.S. crude inventories may ease soon.

**International News**

- The International Monetary Fund forecasted global economy to shrink 4.9% in 2020 worse than 3% contraction predicted in Apr 2020. The growth forecast for 2021 was lowered to 5.4% from 5.8%. Consumption is expected to gradually improve in 2021 and strong investment, but both are projected to remain muted.
- According to research group GfK, Germany's forward-looking consumer sentiment index rose to -9.6 in Jul 2020 from revised -18.6 in Jun 2020. Germany's consumer sentiment is set to improve next month, reflecting the rapid reopening of the economy following a lockdown and economic stimulus package related to coronavirus.


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