

Markets for You

02 Mar 2020

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Indices Performance				
Global Indices	28-Feb	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,353	1,356	-3	-0.25
Nasdaq	8,567	8,566	1	0.01
FTSE	6,581	6,796	-216	-3.18
Nikkei	21,143	21,948	-805	-3.67
Hang Seng	26,130	26,779	-649	-2.42
Indian Indices	28-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	38,297	39,746	-1,448	-3.64
Nifty 50	11,202	11,633	-432	-3.71
Nifty 100	11,316	11,747	-431	-3.67
Nifty 500	9,236	9,579	-343	-3.58
Nifty Bank	29,147	30,187	-1,040	-3.44
S&P BSE Power	1,717	1,771	-54	-3.04
S&P BSE Small Cap	13,709	14,209	-500	-3.52
S&P BSE HC	13,480	13,937	-457	-3.28

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
28-Feb	23.21	1.15	25.49	1.36
Month Ago	25.17	1.04	26.65	1.26
Year Ago	26.23	1.20	26.32	1.25

Nifty 50 Top 3 Gainers			
Company	28-Feb	Prev_Day	% Change [#]
AGC Networks Limited ^[1]	441	420	5.00
Indian Oil	106	106	0.09

Nifty 50 Top 3 Losers			
Company	28-Feb	Prev_Day	% Change [#]
Vedanta Limited	114	131	-12.68
Tata Motors	129	145	-11.22
Tech Mahindra	744	809	-8.00

Advance Decline Ratio			
	BSE	NSE	
Advances	405	233	
Declines	2073	1654	
Unchanged	142	93	

Institutional Flows (Equity)		
Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-3065	13942
MF Flows**	-14	6123

*28th Feb 2020; **27th Feb 2020

Economic Indicator			
YoY(%)	Current	Quarter Ago	Year Ago
CPI	7.59% (Jan-20)	4.62% (Oct-19)	1.97% (Jan-19)
IIP	-0.30% (Dec-19)	-4.60% (Sep-19)	2.50% (Dec-18)
GDP	4.70% (Dec-19)	5.10% (Sep-19)	5.60% (Dec-18)

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 27 Feb 2020

Global Indices

- Asian equity markets fell as pandemic fears intensified with the unabated spread of the virus around the globe. South Korea confirmed 256 new coronavirus cases, Germany reportedly quarantined about 1,000 people, and in the U.S., California Governor said 33 people tested positive. Today (as of Mar 02), Asian markets opened lower on China's weak manufacturing data for Feb 2020. Nikkei and Hangseng were trading down 0.44% and 0.20%, respectively (as at 8.a.m. IST).
- European markets plunged as first cases were reported in Azerbaijan, Belarus, Lithuania, Mexico, New Zealand and Nigeria, Africa's most populous country.
- U.S. markets fell yet again as worries over the spread of the coronavirus and its impact on the economy continued to pummel investor sentiment.

Indian Equity Market

- Indian equity markets' slide continued the last day of the week on virus outbreak concerns. The infection has spread in the U.S. as well and overnight Wall Street saw one of its worse declines. Investors feared the coronavirus outbreak could turn into a pandemic and derail economic growth. Major global markets are staring at the worst weekly decline since 2008.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 3.64% and 3.71% to close at 38,297.29 and 11,201.75, respectively. S&P BSE MidCap and S&P BSE SmallCap lost 3.13% and 3.52% respectively.
- The overall market breadth on BSE was weak with 405 scrips advancing and 2,073 scrips declining. A total of 142 scrips remained unchanged.
- On the BSE sectoral front, all sectors lost. S&P BSE Metal was the major loser, down 7.01%, followed by S&P BSE IT and S&P BSE Teck, down 5.61% and 5.07%, respectively. S&P BSE Basic Materials and S&P BSE Industrials lost 4.6% and 3.8% respectively.

Domestic News

- Government data showed Gross Domestic Product (GDP) grew 4.7% in the Dec 2019 quarter of FY20, down from the revised 5.1% (4.5% originally reported) in the previous quarter and 5.6% in the same period of the previous year. The GDP growth rate for the first quarter of FY20 was revised to 5.6% from 5% originally reported. On the sectoral front, the gross value added growth in the manufacturing sector came in at 0.9% in the third quarter of this fiscal from 5.7% in the same period of the previous year. The gross value added growth in the agriculture sector came in at 3.7% from 2.4% in the corresponding period of the previous year. The National Statistical Office has pegged economic growth at 5% in FY20 in its second advance estimates, the same as its estimates last month.
- Government data showed that India's fiscal deficit for the period from Apr 2019 to Jan 2020 stood at Rs. 9.85 lakh crore or 128.5% of the budget estimate compared with 121.5% of the budget estimate in the corresponding period of the previous year. The revenue deficit in the same period stood at Rs. 7.50 lakh crore or 150.0% of the budget estimate compared with 143.4% of the budget estimate in the corresponding period of the previous year. Total expenditure for the period from Apr 2019 to Jan 2020 stood at Rs. 22.68 lakh crore or 84.1% of the budget estimate compared with 81.5% of the budget estimate in the corresponding period of the previous year.
- Government data showed that the growth in the index of eight core industries grew 2.2% in Jan 2020 against a growth of 2.1% in Dec 2019, and 1.5% in the same period of the previous year. Crude oil growth fell 6.0% followed natural gas and coal that went down 4.3% and 2.4%, respectively. The steel sector witnessed the maximum growth of 5.3% followed by fertilisers and cement, which grew 4.2% and 1.1%, respectively.

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FII Derivative Trade Statistics		28-Feb	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	7145.00	9351.98	15557.84
Index Options	459370.93	452489.31	41560.05
Stock Futures	26111.24	25384.92	85721.40
Stock Options	1815.54	1719.14	1063.90
Total	494442.71	488945.35	143903.19

Derivative Statistics- Nifty Options			
	28-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.10	1.03	0.08
Put Call Ratio(Vol)	0.84	0.90	-0.05

Debt Watch				
	28-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.01%	5.04%	4.94%	6.19%
T-Repo	4.83%	5.01%	4.97%	6.21%
Repo	5.15%	5.15%	5.15%	6.25%
Reverse Repo	4.90%	4.90%	4.90%	6.00%
91 Day T-Bill	5.04%	5.00%	5.08%	6.39%
364 Day T-Bill	5.19%	5.17%	5.21%	6.55%
10 Year Gilt	6.37%	6.42%	6.58%	7.41%
G-Sec Vol. (Rs.Cr)	46426	33225	27224	28598
FBIL MIBOR	5.09%	5.17%	5.15%	6.35%
3 Month CP Rate	6.00%	5.70%	5.75%	7.80%
5 Year Corp Bond	6.81%	6.91%	7.34%	8.33%
1 Month CD Rate	5.35%	5.09%	5.15%	7.19%
3 Month CD Rate	5.64%	5.49%	5.75%	7.40%
1 Year CD Rate	6.17%	5.81%	5.90%	7.95%

Currency Market			
Currency	28-Feb	Prev_Day	Change
USD/INR	72.19	71.61	0.58
GBP/INR	93.01	92.63	0.38
EURO/INR	79.44	78.17	1.27
JPY/INR	0.66	0.65	0.01

Commodity Prices				
Commodity	28-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	44.78	53.31	53.30	57.16
Brent Crude(\$/bl)	52.30	59.54	59.81	64.47
Gold(\$/oz)	1585	1643	1566	1313
Gold(Rs./10 gm)	42352	41590	40456	33250

Source: Refinitiv

[1] Data as on 27 Feb 2020

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Derivatives Market

- Nifty Mar 2020 Futures stood at 11,149.15, a discount of 52.60 points below the spot closing of 11,201.75. The turnover on NSE's Futures and Options segment fell to Rs. 10,04,044.60 crore on February 28, 2020, compared with Rs. 34,32,312.68 crore on February 27, 2020.
- The Put-Call ratio stood at 0.82 compared with the previous session's close of 0.75.
- The Nifty Put-Call ratio stood at 1.1 compared with the previous session's close of 1.03.
- Open interest on Nifty Futures stood at 16.76 million, compared with the previous session's close of 19.59 million.

Indian Debt Market

- Bond yields eased amid fall in U.S. Treasury yields, decline in crude oil prices with the rapid spread of coronavirus and the RBI's program to provide additional liquidity via long term repos.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) dropped 1 bps to close at 6.37% compared with the previous close at 6.38% after trading in the range of 6.35% to 6.40%.
- Data from RBI showed that credit growth to agriculture & allied activities decelerated to 6.5% in Jan 2020 from 7.6 per cent in Jan 2019. Credit growth to industry decelerated to 2.5% in Jan 2020 from 5.2% in Jan 2019. Credit growth to the services sector decelerated to 8.9% in Jan 2020 from 23.9% in Jan 2019.
- Banks borrowed Rs. 4,534 crore under the central bank's Marginal Standing Facility on Feb 27, 2020 compared with borrowings of Rs. 3,080 crore on Feb 26, 2020.

Currency Market Update

- The Indian rupee in spot trade plunged against the greenback following losses in the domestic equity market.
- The euro rose against the greenback as the latter remained under pressure on growing possibility that the U.S. Federal Reserve would ease its monetary policy to counter the effect of spreading coronavirus infections across the globe. The euro closed at 1.0961, down 0.34% compared to the previous day's close of 1.0998.

Commodity Market Update

- Gold prices plunged as market participants preferred to book profits from the recent bullion rally.
- Brent crude prices plummeted to its lowest level in more than a year amid concerns over the spread of the coronavirus beyond China and across the globe.

International News

- A Commerce Department report showed U.S. personal income increased 0.6% in Jan 2020 after inching up 0.1% in Dec 2019.
- MNI Indicators report showed Chicago-area business activity saw only a slight contraction in Feb 2020 as Chicago business barometer jumped to 49.0 from 42.9 in Jan 2020.
- Data from the University of Michigan showed consumer sentiment in the U.S. for Feb 2020 improved to 101.0 from the preliminary reading of 100.9.
- Preliminary estimates from Destatis showed Germany's consumer price inflation was unchanged in Feb 2020. The consumer price index rose 1.7% YoY, same as in Jan 2020, which was the highest since Jul 2019.


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