

Markets for You

11 Mar 2020

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Indices Performance

Global Indices	10-Mar	Prev_Day	Abs. Change	% Change#
Russell 3000	1,333	1,268	65	5.15
Nasdaq	8,344	7,951	394	4.95
FTSE	5,960	5,966	-6	-0.09
Nikkei	19,867	19,699	168	0.85
Hang Seng	25,393	25,040	352	1.41
Indian Indices	09-Mar	Prev_Day	Abs. Change	% Change#
S&P BSE Sensex	35,635	37,577	-1,942	-5.17
Nifty 50	10,451	10,989	-538	-4.90
Nifty 100	10,583	11,120	-537	-4.83
Nifty 500	8,631	9,060	-429	-4.73
Nifty Bank	26,463	27,801	-1,339	-4.82
S&P BSE Power	1,644	1,721	-77	-4.48
S&P BSE Small Cap	12,771	13,330	-559	-4.20
S&P BSE HC	13,505	13,968	-463	-3.31

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
9-Mar	21.70	1.24	23.79	1.46
Month Ago	24.79	1.04	26.89	1.27
Year Ago	27.17	1.17	27.05	1.22

Nifty 50 Top 3 Gainers

Company	09-Mar	Prev_Day	% Change#
Yes Bank	21	16	31.58
BPCL	424	403	5.15
Bharti Infratel	211	204	3.58

Nifty 50 Top 3 Losers

Company	09-Mar	Prev_Day	% Change#
ONGC	75	89	-15.76
Vedanta Limited	95	111	-14.54
RIL	1114	1271	-12.34

Advance Decline Ratio

	BSE ^[1]	NSE ^[1]
Advances	327	260
Declines	2231	1690
Unchanged	167	100

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-3481	1464
MF Flows**	1242	14918

*9th Mar 2020; **6th Mar 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 09 Mar 2020

Global Indices

- Asian equity markets made up for early losses to end in the green after the U.S. President said he will take steps to help virus-hit businesses. He said he would discuss a possible payroll tax cut or "substantial relief" with the Senate and House Republicans. Today (as of Mar 11), Asian markets opened mixed as investors look forward to stimulus as the virus spread continues. Nikkei was down 0.51% and Hang Seng up 0.27% (as at 8.a.m. IST).
- European markets declined as investors tried to cope with the heavy losses (worst since the 2008 financial crisis) seen in the previous session on the back of virus fears and crash in crude oil prices.
- U.S. markets gained sharply as investors weighed the prospects of fiscal stimulus to tackle slower economic growth because of the coronavirus outbreak.

Indian Equity Market

- Indian equity markets witnessed their biggest single-day fall in absolute terms as coronavirus spread fears and its impact on the economy got graver. Crash in crude oil prices and the subsequent developments led to price war fears. OPEC in its meeting could not agree on output cuts as Russia refused to oblige, after which Saudi Arabia went ahead and announced price cut in Apr 2020 and an increase in production.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 5.17% and 4.9% to close at 35,634.95 and 10,451.45 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 4.73% and 4.2% respectively.
- The overall market breadth on BSE was weak with 327 scrips advancing and 2,231 scrips declining. A total of 167 scrips remained unchanged.
- On the BSE sectoral front, all sectors lost. S&P BSE Energy was the major loser, down 9.74%, followed by S&P BSE Metal and S&P BSE IT, down 7.62% and 5.4%, respectively. S&P BSE Oil & Gas and S&P BSE Teck lost 5.22% and 5.13% respectively.

Domestic News

- A prominent global rating agency has once again downgraded its baseline growth projections for India. This comes in less than a month's time when the agency had revised growth projections. This time it has the growth is projected at 5.3% for 2020 from 5.4% earlier, cautioning that an extensive and prolonged slump as a result of COVID-19 outbreak will reduce growth in Asia's third largest economy to 5% during the same calendar year.
- The Securities & Exchange Board of India (SEBI) has proposed a detailed review of the regulatory framework for Corporate Bonds and Debenture Trustees (DTs). As per the consultation paper, non-banking financial companies (NBFCs) will now be required to create an identified charge on the assets. SEBI has further proposed creation of a recovery fund by the issuer at the time of issuance of security. This is aimed at mitigating the problem of delay in receipt of funds to the debenture trustees and ensure an accelerated enforcement of security.
- Crude oil prices tumbled more than 30% on Mar 9, 2020, which is the sharpest decline since the 1991 Gulf War. This came after the collapse of Opec's talks triggered a price war, with both Russia and Saudi Arabia set to flood the market with cheap oil. India stands to benefit from this as media reports said every \$10 fall in crude price helps India save \$15 billion of external payment or 0.5% of GDP (gross domestic product). Thus, the massive fall in crude price will benefit India's macro—current account deficit, fiscal deficit and inflation.
- India's economic affairs secretary said there's no need for the government to take immediate steps to support the economy following a crash in oil prices that has sent financial markets into a tailspin.

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FII Derivative Trade Statistics			
(Rs Cr)	09-Mar		
	Buy	Sell	Open Int.
Index Futures	6752.45	9734.74	19238.34
Index Options	146853.13	145662.92	60111.20
Stock Futures	17443.70	16680.42	87106.02
Stock Options	5524.58	5636.10	3831.46
Total	176573.86	177714.18	170287.02

Derivative Statistics- Nifty Options			
	09-Mar	Prev_Day	Change
Put Call Ratio (OI)	1.04	1.25	-0.21
Put Call Ratio(Vol)	0.87	0.75	0.12

Debt Watch				
	09-Mar	Wk. Ago	Mth. Ago	Year Ago
Call Rate	4.96%	4.91%	5.02%	6.15%
T-Repo	4.86%	4.66%	4.91%	6.20%
Repo	5.15%	5.15%	5.15%	6.25%
Reverse Repo	4.90%	4.90%	4.90%	6.00%
91 Day T-Bill	4.81%	5.03%	5.10%	6.42%
364 Day T-Bill	4.80%	5.15%	5.25%	6.45%
10 Year Gilt	6.07%	6.34%	6.44%	7.37%
G-Sec Vol. (Rs.Cr)	95627	52735	49342	30649
FBIL MIBOR	5.15%	5.14%	5.21%	6.27%
3 Month CP Rate	5.55%	5.90%	5.80%	7.70%
5 Year Corp Bond	6.89%	6.96%	7.00%	8.36%
1 Month CD Rate	5.27%	5.20%	5.14%	7.31%
3 Month CD Rate	5.23%	5.43%	5.41%	7.26%
1 Year CD Rate	5.88%	6.24%	6.10%	7.69%

Currency Market			
Currency	09-Mar	Prev_Day	Change
USD/INR	73.95	73.66	0.29
GBP/INR	96.67	95.44	1.23
EURO/INR	84.33	82.69	1.64
JPY/INR	0.72	0.70	0.03

Commodity Prices				
Commodity	10-Mar	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/t)	34.42	47.22	49.54	55.72
Brent Crude(\$/bl)	36.11	52.36	53.98	63.07
Gold(\$/oz)	1649	1639	1572	1298
Gold(Rs./10 gm) ^[1]	43750	42315	40589	32123

Source: Refinitiv

[1] Data as on 09 Mar 2020

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Derivatives Market

- Nifty Mar 2020 Futures stood at 10,462.35, a premium of 10.90 points above the spot closing of 10,451.45. The turnover on NSE's Futures and Options segment rose to Rs. 11,70,647.86 crore on March 09, 2020, compared with Rs. 8,44,568.72 crore on March 06, 2020.
- The Put-Call ratio stood at 0.8 compared with the previous session's close of 0.69.
- The Nifty Put-Call ratio stood at 1.04 compared with the previous session's close of 1.25.
- Open interest on Nifty Futures stood at 19.82 million, compared with the previous session's close of 19.79 million.

Indian Debt Market

- Bond yields saw a steep plunge on rising speculations of policy rate cut by the Monetary Policy Committee in the upcoming policy meet. Besides, fall in crude prices and the U.S. Treasury yield also added to the gains.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) lowered by 11 bps to close at 6.07% from the previous closing of 6.18% after moving in a range of 5.99% to 6.10%.
- Banks borrowed Rs. 475 crore under the central bank's Marginal Standing Facility on Mar 6, 2020 compared with borrowings of Rs. 2,485 crore on Mar 5, 2020.
- RBI conducted the fourth long term repo operation (LTRO) for a notified amount of Rs. 25,000 crore with a 3-year tenor. A total of 37 bids were received for Rs. 48,856 crore. Amount allotted was Rs. 25,021 crore.

Currency Market Update

- The Indian rupee in spot trade plunged against the greenback following losses in the domestic equity markets.
- The euro weakened against the greenback on growing possibility that policymakers across the globe would introduce coordinated stimulus measures to cushion the economic impact of the coronavirus outbreak across the globe. The euro closed at 1.1279, down 1.47% compared to the previous day's close of 1.1447.

Commodity Market Update

- Gold prices fell on hopes for global stimulus measures by policymakers across the globe.
- Brent crude prices surged after the Russian Energy Minister did not rule out measures with OPEC to stabilize oil markets.

International News

- Germany's industrial production in Jan 2020 rebounded at the fastest pace in more than two years at 3% MoM, reversing 2.2% drop in Dec 2019.
- Sentix data showed eurozone investor sentiment declined the most on record in Mar 2020. The investor confidence index dropped to -17.1 from 5.2 in Feb 2020.
- Germany's government has decided to increase investments by EUR 3.1 billion in each of the year from 2021 to 2024 to combat coronavirus induced slowdown.
- Destatis data showed Germany's exports remained unchanged in Jan 2020, when shipments were up 0.2%. Imports grew 0.5%, following a 0.3% drop in Dec 2019.
- Destatis data showed Germany's industrial production grew 3% MoM in Jan 2020, reversing a 2.2% drop in Dec 2019.

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Nippon india Mutual Fund

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your time.**

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