



**Nippon india Mutual Fund**

Wealth sets you free

(Formerly Reliance Mutual Fund)

# Markets for You

12 Mar 2020

Good gets *better*

**Indices Performance**

Global Indices	11-Mar	Prev_Day	Abs. Change	% Change#
Russell 3000	1,270	1,333	-64	-4.77
Nasdaq	7,952	8,344	-392	-4.70
FTSE	5,877	5,960	-84	-1.40
Nikkei	19,416	19,867	-451	-2.27
Hang Seng	25,232	25,393	-161	-0.63
Indian Indices	11-Mar	Prev_Day	Abs. Change	% Change#
S&P BSE Sensex	35,697	35,635	62	0.18
Nifty 50	10,458	10,451	7	0.07
Nifty 100	10,578	10,583	-5	-0.05
Nifty 500	8,618	8,631	-13	-0.15
Nifty Bank	26,488	26,463	25	0.10
S&P BSE Power	1,644	1,644	0	-0.02
S&P BSE Small Cap	12,725	12,771	-45	-0.36
S&P BSE HC	13,356	13,505	-149	-1.10

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
11-Mar	21.90	1.23	23.80	1.46
Month Ago	25.08	1.03	27.21	1.26
Year Ago	27.27	1.16	27.38	1.21

**Nifty 50 Top 3 Gainers**

Company	11-Mar	Prev_Day	% Change#
Yes Bank	29	21	35.53
Zee Ente.	210	194	7.74
Bharti Infratel	225	211	6.52

**Nifty 50 Top 3 Losers**

Company	11-Mar	Prev_Day	% Change#
GAIL	91	100	-9.91
Tata Steel	300	322	-7.00
Tata Motors	99	106	-6.43

**Advance Decline Ratio**

	BSE	NSE
Advances	1025	785
Declines	1454	1097
Unchanged	164	126

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-7012	-5548
MF Flows**	2916	17834

 \*11<sup>th</sup> Mar 2020; \*\*9<sup>th</sup> 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 &amp; 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 were mostly lower as investors tracked the coronavirus spread and watched for government stimulus measures. It was also seen there were doubts about whether expected stimulus measures would be enough to soften the economic impact from the outbreak. Today (as of Mar 12), Asian markets opened lower as the Wall Street entered a bear market and the World Health Organisation declared the coronavirus outbreak a global pandemic. Both Nikkei and Hang Seng fell 3.41% and 3.10% (as at 8.a.m. IST), respectively.
- European markets declined as investors tracked the spread of the coronavirus infection, while the Bank of England announced an emergency interest rate cut to contain the economic impact of the virus.
- U.S. markets witnessed steep losses as the rapid spread of the virus and uncertainty around a fiscal stimulus to arrest slower economic growth because of the outbreak dented sentiment. Markets are now down more than 20% below the record close set in Feb 2020, ending an expansion that started in 2009 amid the financial crisis.

**Indian Equity Market**

- Indian equity markets gained a bit after the U.S. markets recouped from their worse fall since the financial crisis of 2008. The U.S. President said he would discuss certain stimulus measures with the Senate to help the economy deal with the impact of the virus outbreak.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.18% and 0.07% to close at 35,697.40 and 10,458.40 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 0.89% and 0.36% respectively.
- The overall market breadth on BSE was weak with 1,025 scrips advancing and 1,454 scrips declining. A total of 164 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Energy was the major gainer, up 2.11% followed by S&P BSE Telecom, up 0.76% and S&P BSE Capital Goods, up 0.38%. S&P BSE Realty was the major loser, down 2.03% followed by S&P BSE Oil & Gas, down 1.89% and S&P BSE Metal, down 1.63%.

**Domestic News**

- A prominent global brokerage has said falling crude oil prices will help India reduce current account deficit by 25 basis points to 0.7% of the GDP in FY2021. Crude has fallen by more than 45% since the coronavirus outbreak in China in Jan 2020. The brokerage has also cut its FY2021 growth forecast for the country by 20 basis points (bps) to 5.4%, and global growth to 2.2%, down 60 bps.
- Preventive measures like mass quarantines can hit the already sagging economic growth in India by as much as 2 percentage points, according to a prominent global brokerage. Support to the economy will come from a dip in oil prices, it said in a note, estimating low crude prices to aid growth by as much as 0.50%. The number of those tested positive for the Covid-19 or coronavirus in India has grown to 61 as of Mar 10, 2020.
- Media reports showed the finance ministry has flagged 17 'areas of dissatisfaction' with India's leading IT company that designed GST Network, including transition issues for taxpayers in Jammu and Kashmir, Aadhaar verification and lack of scalability of server. The other areas are delay in providing software for blocking of e-way bill generation in cases of non-filers of GSTR-3B.
- The government said a cumulative amount of Rs. 5,275.24 crore has remained unspent under Members of Parliament Local Area Development (MPLAD) scheme as on Mar 4, 2020. The government released Rs. 53,704.75 crore under MPLAD scheme out of which Rs. 51,267.75 crore was spent as on Mar 4, 2020.



FII Derivative Trade Statistics		11-Mar		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	11044.15	10822.47	18500.49	
Index Options	216175.30	214094.92	67679.31	
Stock Futures	20282.02	19688.95	83654.18	
Stock Options	6913.15	6940.64	3861.04	
<b>Total</b>	<b>254414.62</b>	<b>251546.98</b>	<b>173695.02</b>	

Derivative Statistics- Nifty Options			
	11-Mar	Prev_Day	Change
Put Call Ratio (OI)	1.07	1.04	0.03
Put Call Ratio(Vol)	0.80	0.87	-0.07

Debt Watch				
	11-Mar	Wk. Ago	Mth. Ago	Year Ago
Call Rate	4.95%	4.96%	5.00%	6.16%
T-Repo	4.88%	4.81%	4.91%	6.17%
Repo	5.15%	5.15%	5.15%	6.25%
Reverse Repo	4.90%	4.90%	4.90%	6.00%
91 Day T-Bill	4.85%	4.94%	5.05%	6.35%
364 Day T-Bill	4.95%	5.04%	5.25%	6.48%
10 Year Gilt	6.13%	6.23%	6.47%	7.35%
G-Sec Vol. (Rs.Cr)	65162	137687	42647	30901
FBIL MIBOR <sup>[1]</sup>	5.15%	5.10%	5.19%	6.28%
3 Month CP Rate	5.55%	5.75%	5.75%	7.60%
5 Year Corp Bond	6.99%	6.83%	7.10%	8.36%
1 Month CD Rate	5.35%	5.16%	5.13%	7.12%
3 Month CD Rate	5.15%	5.52%	5.46%	7.26%
1 Year CD Rate	5.94%	5.63%	6.09%	7.70%

Currency Market			
Currency	11-Mar	Prev_Day	Change
USD/INR	73.81	73.95	-0.14
GBP/INR	95.47	96.67	-1.20
EURO/INR	83.80	84.33	-0.54
JPY/INR	0.71	0.72	-0.01

Commodity Prices				
Commodity	11-Mar	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/t)	33.08	46.73	49.95	56.74
Brent Crude(\$/bl)	35.37	51.98	54.59	64.50
Gold( \$/oz)	1635	1635	1567	1294
Gold(Rs./10 gm)	43427	43146	40468	32110

Source: Refinitiv

[1] Data as on 09 Mar 2020

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**Derivatives Market**

- Nifty Mar 2020 Futures stood at 10,450.75, a discount of 7.65 points below the spot closing of 10,458.40. The turnover on NSE's Futures and Options segment rose to Rs. 14,25,247.04 crore on March 11, 2020, compared with Rs. 11,70,647.86 crore on March 09, 2020.
- The Put-Call ratio stood at 0.78 compared with the previous session's close of 0.8.
- The Nifty Put-Call ratio stood at 1.07 compared with the previous session's close of 1.04.
- Open interest on Nifty Futures stood at 19.6 million, compared with the previous session's close of 19.82 million.

**Indian Debt Market**

- Bond yields rose as investors resorted to profit booking after U.S. Treasury yields and crude oil retreated from recent lows.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) rose 6 bps to close at 6.13% from the previous closing of 6.07% after moving in a range of 6.09% to 6.16%.
- Banks borrowed Rs. 290 crore under the central bank's Marginal Standing Facility on Mar 9, 2020 compared with borrowings of Rs. 475 crore on Mar 6, 2020.
- RBI conducted auction of 91-day, 182-day and 364-day T-Bill for notified amount of Rs. 4,000 crore, Rs. 5,000 crore and Rs. 3,000 crore, respectively. The entire amount was accepted at cut-off price of Rs. 98.8005 (YTM: 4.8696%), Rs. 97.5600 (YTM: 5.0158%) and Rs. 95.2870 (YTM: 4.9597%), respectively.

**Currency Market Update**

- The Indian rupee in spot trade rose against the greenback tracking a rebound in most Asian currencies.
- The euro fell against the greenback after World Health Organization overnight described the outbreak as a pandemic. Growing possibility of an ease in monetary policy by European Central Bank also weighed on the euro. The euro closed at 1.1267 down 0.11% compared to the previous day's close of 1.1279.

**Commodity Market Update**

- Gold prices fell as market participants preferred to book profits from the recent bullion rally.
- Brent crude prices fell after Saudi Aramco said it had been directed by the energy ministry to raise its production capacity by a million barrels per day.

**International News**

- A Labor Department report showed a modest increase in U.S. consumer prices in Feb 2020. Consumer price index inched up 0.1%, matching the uptick seen in Jan 2020.
- The Bank of England unexpectedly cut its key interest rate by 50 basis points to a record low 0.25% and launched a new funding scheme for small businesses as it expects the U.K. economy to take a major hit due to the coronavirus outbreak.
- U.K. chancellor unveiled a comprehensive stimulus package totaling GBP 30 billion [\$39 billion] to support the U.K. economy.
- The Bank of England is prepared to take more measures to combat the economic impact of the coronavirus outbreak, its Governor said.


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



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