

Markets for You

16 Mar 2020

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Indices Performance				
Global Indices	13-Mar	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,254	1,152	103	8.92
Nasdaq	7,875	7,202	673	9.35
FTSE	5,366	5,237	129	2.46
Nikkei	17,431	18,560	-1,129	-6.08
Hang Seng	24,033	24,309	-276	-1.14
Indian Indices	13-Mar	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	34,103	32,778	1,325	4.04
Nifty 50	9,955	9,590	365	3.81
Nifty 100	10,050	9,694	356	3.68
Nifty 500	8,163	7,901	262	3.31
Nifty Bank	25,166	23,971	1,195	4.99
S&P BSE Power	1,551	1,505	46	3.06
S&P BSE Small Cap	11,761	11,615	146	1.26
S&P BSE HC	12,675	12,250	425	3.47

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
13-Mar	20.82	1.28	22.66	1.53
Month Ago	25.14	1.02	27.59	1.25
Year Ago	27.90	1.14	27.80	1.19

Nifty 50 Top 3 Gainers			
Company	13-Mar	Prev_Day	% Change [#]
SBI	242	213	13.83
Tata Steel	327	287	13.65
HDFC Ltd.	2067	1876	10.19

Nifty 50 Top 3 Losers			
Company	13-Mar	Prev_Day	% Change [#]
United Phos	411	444	-7.38
Zee Ente.	183	191	-4.12
Nestle India Limited	14992	15566	-3.69

Advance Decline Ratio			
	BSE	NSE	
Advances	1191	952	
Declines	1193	932	
Unchanged	164	112	

Institutional Flows (Equity)		
Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1802	-10834
MF Flows**	1037	18871

*13th Mar 2020; **11th Mar 2020

Economic Indicator			
YoY(%)	Current	Quarter Ago	Year Ago
CPI	6.58% (Feb-20)	5.54% (Nov-19)	2.57% (Feb-19)
IIP	2.00% (Jan-20)	-6.60% (Oct-19)	1.60% (Jan-19)
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

Global Indices

- Asian equity markets fell because of a historic drop in the overnight U.S. markets. Investors became concerned that governments' efforts to contain the coronavirus spread has come too late. Also, they feared that stimulus packages will not be enough to save the global economy from a recession. Today (as of Mar 16), Asian markets opened on a mixed note as investors focused on U.S. Federal Reserve's (Fed) latest actions. U.S. Fed has slashed its benchmark interest rate to 0% and launched a massive quantitative easing program. Nikkei grew 0.21% and Hang Seng fell 2.98%. (as at 8.a.m. IST).
- European markets also managed to gain after their worst one-day drop in history in the previous session.
- U.S. markets recouped from their historic drop in the previous session. The U.S. President said 50,000 new coronavirus tests will be available from the next week and asked the Energy Department to purchase oil for the U.S. strategic petroleum reserve, which boosted crude prices.

Indian Equity Market

- Indian equity markets witnessed a dramatic session on the last day of the week as indices went from 3,300 points loss to 1,300 points gain. As the day started, heavy losses in global markets led to panic and markets hit the 10% lower circuit limit. The session resumed after a 45-minute halt and tables turned completely as markets ended the day with more than 4% gains.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 4.04% and 3.81% to close at 34,103.48 and 9,955.20 respectively. S&P BSE MidCap and S&P BSE SmallCap gained 2.09% and 1.26% respectively.
- The overall market breadth on BSE was weak with 1,191 scrips advancing and 1,193 scrips declining. A total of 165 scrips remained unchanged.
- On the BSE sectoral front, all sectors gained. S&P BSE Telecom was the major gainer, up 6.39%, followed by S&P BSE Metal and S&P BSE Oil & Gas, up 5.85% and 5.58%, respectively. S&P BSE Finance and S&P BSE Bankex gained 5.51% and 4.68% respectively.

Domestic News

- Government data showed that India's trade deficit narrowed to \$9.85 billion in Feb 2020 as exports came in at \$27.65 billion compared with \$26.87 billion in Feb 2019 and imports were \$37.50 billion compared with \$36.59 billion in Feb 2019. Petroleum exports went up 10.08% and electronic goods 37.05%. Iron & steel imports increased 26.16%. Iron & steel imports came down 26.16% and organic and inorganic chemicals 14.68%.
- Society of Indian Automobile Manufacturers (SIAM) data showed domestic passenger vehicle sales dropped 7.61% to 251,516 units in Feb 2020 from 272,243 units in the same month a year ago, media reports said. Passenger car sales were down 8.77% to 156,285 units against 171,307 units in Feb 2019.
- The government has increased the dearness allowance (DA) by 4%, which means DA allowance has been increased from 17% of basic pay/pension to 21% of basic pay/pension for central government employees and pensioners. The decision was approved in a cabinet meet chaired by the Prime Minister.
- The Prime Minister Narendra has called for a conference of the leaders of South Asian nations to discuss coordination and strategy to combat coronavirus in the wake of the rapid spread of infections across countries.

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FII Derivative Trade Statistics		13-Mar	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	12638.16	12647.66	16686.32
Index Options	489939.26	489798.59	60985.97
Stock Futures	23597.39	22729.43	78759.43
Stock Options	6630.51	6746.85	4004.41
Total	532805.32	531922.53	160436.13

Derivative Statistics- Nifty Options			
	13-Mar	Prev_Day	Change
Put Call Ratio (OI)	1.11	0.90	0.21
Put Call Ratio(Vol)	0.56	0.83	-0.27

Debt Watch				
	13-Mar	Wk. Ago	Mth. Ago	Year Ago
Call Rate	4.96%	4.98%	4.96%	6.17%
T-Repo	4.69%	4.88%	4.89%	6.14%
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%	4.88%	5.05%	6.35%
364 Day T-Bill	4.95%	5.00%	5.18%	6.48%
10 Year Gilt	6.32%	6.18%	6.43%	7.38%
G-Sec Vol. (Rs.Cr)	68098	75493	73228	27976
FBIL MIBOR	5.15%	5.15%	5.15%	6.25%
3 Month CP Rate	5.95%	5.55%	5.70%	7.55%
5 Year Corp Bond	7.24%	6.75%	7.07%	8.39%
1 Month CD Rate	5.38%	5.16%	5.10%	7.16%
3 Month CD Rate	5.28%	5.34%	5.31%	7.30%
1 Year CD Rate	6.05%	5.66%	5.76%	7.85%

Currency Market			
Currency	13-Mar	Prev_Day	Change
USD/INR	74.07	74.17	-0.10
GBP/INR	93.00	94.99	-1.99
EURO/INR	82.96	83.76	-0.80
JPY/INR	0.70	0.72	-0.01

Commodity Prices				
Commodity	13-Mar	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	31.67	41.09	51.36	58.22
Brent Crude(\$/bl)	32.69	46.14	56.93	65.33
Gold(\$/oz)	1529	1674	1576	1309
Gold(Rs./10 gm)	41859	44315	40619	32225

Source: Refinitiv

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Derivatives Market

- Nifty Mar 2020 Futures stood at 9,897.70, a discount of 57.50 points below the spot closing of 9,955.20. The turnover on NSE's Futures and Options segment fell to Rs. 8,07,416.92 crore on March 13, 2020, compared with Rs. 26,32,978.45 crore on March 12, 2020.
- The Put-Call ratio stood at 0.48 compared with the previous session's close of 0.75.
- The Nifty Put-Call ratio stood at 1.11 compared with the previous session's close of 0.9.
- Open interest on Nifty Futures stood at 18.17 million, compared with the previous session's close of 19 million.

Indian Debt Market

- Bond yields continued to rise as market participants trimmed their position amid profit-booking. Increasing apprehension over the rapidly spreading coronavirus beyond the Asian boundaries also dampened market sentiments.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) rose 8 bps to close at 6.32% from the previous closing of 6.24% after moving in a range of 6.25% to 6.35%.
- Banks borrowed Rs. 50 crore under the central bank's Marginal Standing Facility on Mar 12, 2020 compared with borrowings of Rs. 20 crore on Mar 11, 2020.

Currency Market Update

- After falling record low of 74.5075 during the session, the Indian rupee recovered and gained against the U.S. dollar on suspected intervention by the Reserve Bank of India (RBI).
- Euro fell against the greenback despite attempts by European Central Bank policymakers to reassure markets after Bank's stimulus measures was below investors' expectations.

Commodity Market Update

- Gold prices fell amid profit booking.
- Brent crude prices grew after U.S. President reportedly stated that the Department of Energy would purchase crude for the nation's strategic petroleum reserve.

International News

- University of Michigan data showed consumer sentiment index slid to 95.9 in Mar 2020 after rising to 101.0 in Feb 2020.
- A Labor Department report showed U.S. import prices fell 0.5% in Feb 2020 after inching up 0.1% in Jan 2020.
- Final data from Destatis showed Germany's consumer inflation remained unchanged at 1.7% in Feb 2020. This was in line with the estimate published on Feb 28.
- People's Bank of China lowered the reserve requirement ratio for qualified banks by 50-100 basis points to support the economy hit by the outbreak of coronavirus epidemic. This was the second cut this year.
- Data from the Ministry of Economy, Trade and Industry showed Japan's tertiary industry activity index rose 0.8% MoM in Jan 2020.

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**Thank you for
your time.**

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