



**Nippon *india* Mutual Fund**

Wealth sets you free

(Formerly Reliance Mutual Fund)

# Markets for You

24 Mar 2020

Good gets *better*

## Indices Performance

Global Indices	23-Mar	Prev_Day	Abs. Change	% Change*
Russell 3000	1,056	1,074	-19	-1.73
Nasdaq	6,861	6,880	-19	-0.27
FTSE	4,994	5,191	-197	-3.79
Nikkei	16,888	16,553	335	2.02
Hang Seng	21,696	22,805	-1,109	-4.86
Indian Indices	23-Mar	Prev_Day	Abs. Change	% Change*
S&P BSE Sensex	25,981	29,916	-3,935	-13.15
Nifty 50	7,610	8,745	-1,135	-12.98
Nifty 100	7,719	8,852	-1,133	-12.80
Nifty 500	6,243	7,160	-917	-12.81
Nifty Bank	16,918	20,318	-3,400	-16.73
S&P BSE Power	1,291	1,398	-108	-7.70
S&P BSE Small Cap	8,873	10,113	-1,241	-12.27
S&P BSE HC	11,007	11,992	-985	-8.21

## P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
23-Mar	15.67	1.72	17.15	2.00
Month Ago	25.11	1.04	27.50	1.26
Year Ago	27.68	1.15	28.08	1.18

## Nifty 50 Top 3 Gainers

Company	23-Mar	Prev_Day	% Change*
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA

## Nifty 50 Top 3 Losers

Company	23-Mar	Prev_Day	% Change*
Axis Bank	309	428	-27.91
Bajaj Finserv Limited	4621	6233	-25.86
IndusInd Bank	336	440	-23.59

## Advance Decline Ratio

	BSE	NSE
Advances	214	107
Declines	2058	1777
Unchanged	129	74

## Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-3453	-39017
MF Flows**	1198	32367

\*23<sup>rd</sup> Mar 2020; \*\*20<sup>th</sup> 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

[1] Data as on 20 Mar 2020

## Global Indices

- Asian equity markets were mostly lower as growing number of coronavirus cases in the U.S. and Europe led investors to worry about a deep global recession. As more and more countries resort to shutdowns and border closures to prevent the spread of covid-19, the economic impact is feared to be severe. Today (as of Mar 24), Asian markets opened higher as the U.S. Federal Reserve further ramped up stimulus measures. Both Nikkei and Hang Seng were up 4.22% and 3.69% (as at 8.a.m. IST), respectively.
- European markets fell as the coronavirus outbreak continued to weigh on global financial markets.
- U.S. markets fell as lawmakers could not pass a massive fiscal stimulus to control the economic blow from the coronavirus. Investors believe the wait could prove costly for the economy.

## Indian Equity Market

- Indian equity markets were witness to the biggest fall in history as the indices erased almost about 4000 points. Within an hour of market opening, trading had to stopped as the leading index hit the 10% lower circuit breaker. The covid-19 outbreak in the country is getting worse with increasing number of cases because of which several states have gone into lockdown.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 13.15% and 12.98% to close at 25,981.24 and 7,610.25 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 12.83% and 12.27% respectively.
- The overall market breadth on BSE was weak with 214 scrips advancing and 2,058 scrips declining. A total of 129 scrips remained unchanged.
- On the BSE sectoral front, all sectors lost. S&P BSE Bankex was the major loser, down 16.81%, followed by S&P BSE Finance and S&P BSE Capital Goods, down 16.06% and 14.94%, respectively. S&P BSE Basic Materials and S&P BSE Industrials lost 13.73% and 13.63% respectively.

## Domestic News

- Media reports showed a prominent global rating agency has cut its estimate for India's GDP growth for FY21 to 5.2% from its earlier estimate of 6.5% because of the coronavirus outbreak costing economies around the globe. It put the total and permanent income loss for Asia-Pacific from COVID-19 at approximately \$620 billion.
- The government could allow corporate bonds as collateral for repurchase operations as they seek to ease the recent increase in corporate borrowing costs in the wake of the coronavirus outbreak, media reports showed.
- A former Reserve Bank of India (RBI) governor has suggested for fiscal stimulus to mitigate the impact of coronavirus outbreak. He said the outbreak could lower India's growth by an estimated 1 percentage point and affect jobs. He highlighted that India's macroeconomic situation was already troublesome and the growth would be impacted further due to the COVID-19 pandemic.
- An all-India body of IRS officers said the Income Tax Department is "proactively pursuing" with the government extension of the statutory Mar 31, 2020, deadline to complete important tax-related works due to the COVID-19 outbreak. It has also urged all I-T department officials to work from home in view of the social distancing guidelines issued by the government.

Good gets better

FII Derivative Trade Statistics			
(Rs Cr)	23-Mar		
	Buy	Sell	Open Int.
Index Futures	12102.76	9674.62	17683.93
Index Options	97881.99	97068.77	59075.92
Stock Futures	22232.73	23283.72	70591.00
Stock Options	2414.52	2443.98	3842.55
Total	134632.00	132471.09	151193.40

Derivative Statistics- Nifty Options			
	23-Mar	Prev_Day	Change
Put Call Ratio (OI)	1.03	1.19	-0.16
Put Call Ratio(Vol)	0.70	0.57	0.13

Debt Watch				
	23-Mar	Wk. Ago	Mth. Ago	Year Ago
Call Rate	4.99%	4.97%	5.04%	6.19%
T-Repo	3.48%	4.88%	5.01%	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	4.65%	4.72%	5.00%	6.25%
364 Day T-Bill	4.80%	4.95%	5.17%	6.38%
10 Year Gilt	6.38%	6.21%	6.42%	7.34%
G-Sec Vol. (Rs.Cr)	14500	75948	33225	38231
FBIL MIBOR <sup>[1]</sup>	5.16%	5.15%	5.17%	6.25%
3 Month CP Rate	8.75%	6.00%	5.70%	7.50%
5 Year Corp Bond	7.49%	7.18%	6.91%	8.40%
1 Month CD Rate	7.07%	5.52%	5.09%	8.00%
3 Month CD Rate	7.08%	5.10%	5.49%	7.36%
1 Year CD Rate	7.54%	6.10%	5.81%	7.73%

Currency Market			
Currency	23-Mar	Prev_Day	Change
USD/INR	75.88	75.01	0.88
GBP/INR	88.76	87.42	1.34
EURO/INR	81.54	80.65	0.90
JPY/INR	0.69	0.68	0.01

Commodity Prices				
Commodity	23-Mar	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/b)	23.28	28.91	53.31	58.82
Brent Crude(\$/bl)	22.29	28.42	59.54	66.73
Gold( \$/oz)	1553	1514	1643	1313
Gold(Rs./10 gm)	40989	39867	41590	32007

Source: Refinitiv

[1] Data as on 20 Mar 2020

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**Derivatives Market**

- Nifty Mar 2020 Futures stood at 7,581.55, a discount of 28.70 points below the spot closing of 7,610.25. The turnover on NSE's Futures and Options segment fell to Rs. 4,16,817.72 crore on March 23, 2020, compared with Rs. 6,77,811.46 crore on March 20, 2020.
- The Put-Call ratio stood at 0.54 compared with the previous session's close of 0.49.
- The Nifty Put-Call ratio stood at 1.03 compared with the previous session's close of 1.19.
- Open interest on Nifty Futures stood at 17.63 million, compared with the previous session's close of 20.55 million.

**Indian Debt Market**

- Bond yields jumped as the domestic currency plunged to a record low. The drop in the currency increased fears of foreign fund outflows from the local bond market, which dampened overall sentiments.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) rose 12 bps to close at 6.38% from the previous closing of 6.26% after moving in a range of 6.24% to 6.39%.
- Banks borrowed Rs. 612 crore under the central bank's Marginal Standing Facility on Mar 20, 2020 compared borrowings of Rs. 49 crore on Mar 19, 2020.

**Currency Market Update**

- The Indian rupee in spot trade plunged to a record low against the greenback following losses in the domestic equity market as most parts of the country were put under a lockdown due to the rising number of reported coronavirus cases.
- The euro rose against the greenback after the U.S. Federal Reserve pledged aggressive asset purchase programs to help markets function more efficiently.

**Commodity Market Update**

- Gold prices surged as the greenback weakened after the U.S. Federal Reserve announced fresh stimulus measures.
- Brent crude prices plunged after the U.S. Federal Reserve pledged aggressive asset purchase programs to help markets function more efficiently.

**International News**

- The Federal Reserve has announced extensive new measures to support the economy citing the tremendous hardship being caused by the coronavirus pandemic. The measures include an unlimited expansion of the Fed's asset purchases, with the central bank saying it will purchase Treasuries and mortgage-backed securities "in the amounts needed to support smooth market functioning and effective transmission of monetary policy to broader financial conditions and the economy."
- The Bundesbank said the German economy is heading into a deep recession due the massive impact of the coronavirus. However, public finances are well positioned to meet the situation, the central bank said.





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**Thank you for  
your time.**

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