



Nippon india Mutual Fund

Wealth sets you free

(Formerly Reliance Mutual Fund)

Markets for You

07 May 2020

Good gets *better*

Indices Performance

Global Indices	06-May	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,382	1,381	1	0.11
Nasdaq	8,854	8,809	45	0.51
FTSE	5,854	5,849	4	0.07
Nikkei ^[2]	19,619	20,194	-574	-2.84
Hang Seng	24,137	23,869	269	1.13
Indian Indices	06-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,686	31,454	232	0.74
Nifty 50	9,271	9,206	65	0.71
Nifty 100	9,429	9,359	70	0.74
Nifty 500	7,576	7,523	52	0.70
Nifty Bank	19,695	19,272	423	2.19
S&P BSE Power	1,475	1,465	10	0.69
S&P BSE Small Cap	10,701	10,650	52	0.49
S&P BSE HC	15,160	15,120	40	0.26

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
6-May	19.61	1.21	21.34	1.64
Month Ago	16.79	1.57	18.22	1.88
Year Ago	28.38	1.21	28.95	1.13

Nifty 50 Top 3 Gainers

Company	06-May	Prev_Day	% Change [#]
Bajaj Finance	2106	2002	5.19
M&M	387	368	5.16
GAIL	95	91	3.95

Nifty 50 Top 3 Losers

Company	06-May	Prev_Day	% Change [#]
ITC	164	174	-5.75
Bharti Infratel	161	171	-5.69
Coal India	134	138	-3.08

Advance Decline Ratio

	BSE	NSE
Advances	1056	821
Declines	1268	981
Unchanged	144	123

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-324	-53399
MF Flows**	-413	34458

*6th May 2020; **29th Apr 2020

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	5.91% (Mar-20)	7.35% (Dec-19)	2.86% (Mar-19)
IIP	4.50% (Feb-20)	2.10% (Nov-19)	0.20% (Feb-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 05 May 2020; [2] Data as on 01 May 2020

Global Indices

- Asian markets largely closed in the green with different countries announcing plans to ease lockdown measures amid falling coronavirus infection rates. Investors also took positive cues after Australia's retail sales in Mar came in better than expected. Today (as on May 7), Asian markets fell ahead of the release of a private survey of China's services activity in Apr 2020. Both Nikkei and Hang Seng traded down 0.11% and 0.65%, respectively (as at 8.a.m. IST).
- European markets mostly fell as market participants were cautious on concerns about the possible impact of any new wave of Covid-19 infection following easing of lockdown restrictions in several places across the world. Weak euro area economic data increased losses.
- U.S. markets closed on a mixed note as market participants weighed optimism about some states reopening against some miserable private employment data.

Indian Equity Market

- Indian equity markets closed in the green as investors resorted to value buying in recent beaten down stocks. Meanwhile, investor continued to monitor the developments on the COVID-19 treatment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.74% and 0.71% to close at 31,685.75 and 9,270.90 respectively. S&P BSE MidCap and S&P BSE SmallCap gained 0.78% and 0.49% respectively.
- The overall market breadth on BSE was weak with 1,056 scrips advancing and 1,268 scrips declining. A total of 144 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Finance was the major gainer, up 2.46% followed by S&P BSE Telecom, up 2.3% and S&P BSE Bankex, up 1.99%. S&P BSE FMCG was the major loser, down 1.98% followed by S&P BSE Consumer Durables, down 0.5% and S&P BSE IT, down 0.46%.

Domestic News

- Data from a private survey showed that India's services sector collapsed in Apr 2020 which can be attributed to the nationwide lockdown imposed by the government to combat the COVID-19 pandemic. The IHS Markit India Services Business Activity Index plummeted to 5.4 in Apr 2020 from 49.3 in Mar 2020 on the back of a sharp drop in new orders during the month under review. This marks an unprecedented fall since the survey began 14 years ago. The IHS Markit India Composite Purchasing Managers' Index (PMI) which takes into account both the manufacturing output and the services output also plunged to a new record low of 7.2 in Apr 2020 from 50.6 in Mar 2020.
- The Central government raised the excise duty on petrol by Rs. 10 per litre and on diesel by Rs. 13 per litre. The move comes after several state government increased the value added tax (VAT) on petrol and diesel to take benefit of the lower price regime. The government aims to gain close to around Rs. 1.6 lakh crore from the record excise duty hike.
- According to media reports, the government aims to garner around Rs. 22,000 crore by selling its entire stake in one of the leading private sector banks and in a prominent conglomerate that deals in FMCG, hospitality and cigarettes.
- According to the ministry of finance, the government has provided financial assistance to the tune of Rs. 34,800 crore to about 39 crore beneficiaries under the Pradhan Mantri Garib Kalyan Package (PMGKP) using the digital payment infrastructure.
- VestaSpace Technology, an Indian space technology startup, has secured \$10 million in funding from Next Capital LLC, an American investment and consulting company specializing in the development of small satellite platforms for commercial and scientific use. The money will allow VestaSpace Technology to extend the scope of its innovative solutions throughout India and around the world.
- Royal Enfield announced that it has resumed operations at its manufacturing facility at Oragadam, near Chennai, on May 6. The company also said that 120 dealers have opened shop and more 300 are expected to start in May.

Good gets better

FII Derivative Trade Statistics			
(Rs Cr)	06-May		
	Buy	Sell	Open Int.
Index Futures	6126.27	5946.84	6428.35
Index Options	176366.40	176947.59	29997.85
Stock Futures	13113.42	13288.83	71502.92
Stock Options	2789.76	2771.87	1659.27
Total	198395.85	198955.13	109588.39

Derivative Statistics- Nifty Options			
	06-May	Prev_Day	Change
Put Call Ratio (OI)	1.30	1.23	0.07
Put Call Ratio(Vol)	0.89	0.97	-0.08

Debt Watch				
	06-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.88%	4.08%	4.25%	5.94%
T-Repo	3.34%	3.30%	2.37%	5.77%
Repo	4.40%	4.40%	4.40%	6.00%
Reverse Repo	3.75%	3.75%	4.00%	5.75%
91 Day T-Bill	3.51%	3.62%	4.10%	6.42%
364 Day T-Bill	3.57%	3.67%	4.49%	6.52%
10 Year Gilt	6.03%	6.12%	6.31%	7.39%
G-Sec Vol. (Rs.Cr)	51593	33432	19983	25485
FBIL MIBOR ^[1]	4.49%	4.44%	4.61%	6.09%
3 Month CP Rate	5.55%	5.35%	6.00%	7.95%
5 Year Corp Bond	6.89%	6.90%	7.26%	8.52%
1 Month CD Rate	3.83%	5.01%	4.14%	6.93%
3 Month CD Rate	4.15%	4.40%	4.39%	7.21%
1 Year CD Rate	4.65%	4.70%	5.13%	7.60%

Currency Market			
Currency	06-May	Prev_Day	Change
USD/INR	75.69	75.57	0.12
GBP/INR	94.10	94.22	-0.12
EURO/INR	81.98	82.46	-0.49
JPY/INR	0.71	0.71	0.00

Commodity Prices				
Commodity	06-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/t)	23.38	14.54	26.16	62.25
Brent Crude(\$/bl)	20.10	14.12	17.93	72.09
Gold(\$/oz)	1686	1711	1662	1280
Gold(Rs./10 gm)	40989	40989	40989	31490

Source: Refinitiv

[1] Data as on 05 May 2020, [2] Data as on 01 May 2020

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Derivatives Market

- Nifty May 2020 Futures stood at 9,280.70, a premium of 9.80 points above the spot closing of 9,270.90. The turnover on NSE's Futures and Options segment rose to Rs. 14,76,310.45 crore on May 06, 2020, compared with Rs. 10,08,239.80 crore on May 05, 2020.
- The Put-Call ratio stood at 0.85 compared with the previous session's close of 0.94.
- The Nifty Put-Call ratio stood at 1.3 compared with the previous session's close of 1.23.
- Open interest on Nifty Futures stood at 8.46 million, compared with the previous session's close of 8.9 million.

Indian Debt Market

- Bond yields declined as a hike in special additional excise duty on petrol and diesel by Rs. 2 and 5 per litre, respectively eased concerns on rise in fiscal deficit. Meanwhile, sentiment remained positive ahead of the auction of a new 10-year bond on Friday.
- Yield on the 10-year benchmark paper (6.45% GS 2029) fell 4 bps to close at its lowest level in 11 years at 6.03% from the previous closing of 6.07% after moving in a range of 6.02% to 6.05%.
- Godrej Industries Ltd. plans to raise funds selling commercial papers maturing in 3 months at an annual coupon of 4.93%. It has received commitments worth around Rs. 75 crore. The notes are rated A1+ by ICRA.

Currency Market Update

- The Indian rupee in spot trade weakened against the greenback on concerns of an escalation in trade tensions between U.S. and China.
- The euro weakened against the greenback as the investor risk sentiment dampened following a slew of downbeat global economic data. Worries about the European Central Bank's bond buying program also weighed on the market sentiment.

Commodity Market Update

- Gold prices fell following a gradual improvement in risk appetite as countries across the globe begun to ease COVID-19 induced lockdowns.
- Brent crude prices fell as concerns over oversupply weighed on the market sentiment.

International News

- As per the report released by payroll processor ADP, U.S. private sector employment plummeted by 20.236 million jobs in Apr 2020 after falling by a revised 149,000 jobs (loss of 27,000 jobs originally reported) in May 2020.
- Germany's factory orders plunged 15.6% MoM in Mar 2020, worse than 1.2% fall recorded in Feb 2020. Orders declined the most since the records began in 1991. Both domestic orders and foreign orders fell 14.8% and 16.1% from the previous month.
- A report released by the Institute for Supply Management (ISM) showed U.S. non-manufacturing (services) index plunged to 41.8 in Apr 2020 from 52.5 in Mar 2020. Service sector activity contracted for the first time since Dec of 2009.


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



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