



Nippon *india* Mutual Fund
Wealth sets you free

(Formerly Reliance Mutual Fund)

Markets for You

13 May 2020

Good gets *better*

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

Indices Performance

Global Indices	12-May	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,402	1,430	-28	-1.97
Nasdaq	9,003	9,192	-190	-2.06
FTSE	5,995	5,940	55	0.93
Nikkei	20,366	20,391	-24	-0.12
Hang Seng	24,246	24,602	-356	-1.45
Indian Indices	12-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,371	31,561	-190	-0.60
Nifty 50	9,197	9,239	-43	-0.46
Nifty 100	9,372	9,412	-39	-0.42
Nifty 500	7,521	7,556	-36	-0.47
Nifty Bank	18,863	18,951	-88	-0.46
S&P BSE Power	1,430	1,398	33	2.33
S&P BSE Small Cap	10,566	10,628	-62	-0.58
S&P BSE HC	15,146	15,237	-91	-0.60

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
12-May	19.47	1.20	21.11	1.65
Month Ago	18.74	1.40	20.53	1.67
Year Ago	28.44	1.23	28.14	1.17

Nifty 50 Top 3 Gainers

Company	12-May	Prev_Day	% Change [#]
Vedanta Limited	89	80	11.87
NTPC	92	87	5.77
Bharti Airtel	560	536	4.41

Nifty 50 Top 3 Losers

Company	12-May	Prev_Day	% Change [#]
RIL	1479	1577	-6.19
GAIL	89	92	-3.64
Asian Paints	1523	1570	-2.95

Advance Decline Ratio

	BSE	NSE
Advances	870	684
Declines	1416	1103
Unchanged	165	122

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	649	-33474
MF Flows**	-1934	32380

*12th May 2020; **8th May 2020

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	5.84% (Apr-20)	7.59% (Jan-20)	2.86% (Apr-19)
IIP	-16.70% (Mar-20)	0.40% (Dec-19)	2.70% (Mar-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 11 May 2020

Global Indices

- Asian markets dipped amid mounting concerns over the fate of the re-negotiation of the Phase 1 trade deal between U.S. and China. Markets were further hit by reports from China, Germany and South Korea on new clusters of coronavirus cases, highlighting the potential threat of reopening economies too quickly. Today (as on May 13) markets traded lower as developments on the coronavirus front continued to weigh on investor sentiment. Both Nikkei and Hang Seng are down 1.07% and 0.48%, respectively (as at 8.a.m. IST).
- European markets largely remained weak as investors became increasingly concerned about a potential second wave of coronavirus cases.
- U.S. markets closed lower following renewed concerns of the new coronavirus infection. Members of the White House coronavirus task force cautioned that the U.S. could risk additional outbreaks if states start to reopen too early.

Indian Equity Market

- Indian equity markets closed lower amid global worries about a second wave of coronavirus infections after the Chinese city where the pandemic originated reported its first new cases since its lockdown was lifted. Profit booking in the stocks of some index heavyweights further dragged the markets.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.6% and 0.46% to close at 31,371.12 and 9,196.55 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 0.75% and 0.58% respectively.
- The overall market breadth on BSE was weak with 870 scrips advancing and 1416 scrips declining. A total of 165 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Telecom was the major gainer, up 4.27% followed by S&P BSE Power, up 2.33% and S&P BSE Metal, up 1.35%. S&P BSE Energy was the major loser, down 5% followed by S&P BSE Oil & Gas, down 2.6% and S&P BSE Capital Goods, down 0.75%.

Domestic News

- India's Index of industrial production (IIP) plunged 16.7% YoY in Mar 2020 compared with 2.7% rise seen in Mar 2019. Fall was mainly due to 20.6% YoY sharp fall in manufacturing output in Mar 2020 while electricity output fell 6.8%. Factories closed down towards the Mar end due to the nationwide lockdown. USE- based classification showed, Consumer durables and Capital goods 33.1% and 35.6%, respectively. Industrial output growth during FY19-20 slowed substantially to 0.5% increase from 4% rise in FY18-19.
- India's Consumer price index (CPI) based inflation or retail inflation accelerated to 5.84% YoY in Apr 2020 from 2.86% in Apr 2019. Spurt in inflation was due to consumer food price index (CFPI) that rose 8.76% YoY from 0.30% in the year ago period.
- As per the media reports, India has suspended 39 licences to import 452,303 tonnes of refined palm oil after a surge in duty-free purchases from neighbours such as Nepal and Bangladesh which are not key producers, government and trade sources told Reuters.
- According to the Centre for Monitoring Indian Economy (CMIE) report, 2.7 crore youth in the age group of 20-30 years become unemployed in Apr 2020 after a nationwide lockdown to prevent the spread of Covid-19.
- According to media reports, FMCG major Nestle India Ltd. reported a 13.54% rise in its net profit at Rs 525.43 crore for the quarter ended Mar 2020. Nestle India Ltd. which follows Jan to Dec as its financial year, had posted a net profit of Rs. 462.74 crore in the same period of the previous year.
- According to media reports, the profit before tax of Bandhan Bank fell 31% to Rs. 693.32 crore in the fourth quarter of FY20 from Rs. 999.92 crore in the same period of the previous year. The decline came on account of higher provisioning due to the COVID-19 pandemic. However, for FY20, Bandhan Bank witnessed a nearly 35% rise in profit before tax at Rs. 4053 crore.

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FII Derivative Trade Statistics		12-May		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	5540.71	4734.51	5735.05	
Index Options	122105.58	121977.92	31619.00	
Stock Futures	14851.60	15739.74	76210.80	
Stock Options	3174.61	3128.60	2479.16	
Total	145672.50	145580.77	116044.01	

Derivative Statistics- Nifty Options			
	12-May	Prev_Day	Change
Put Call Ratio (OI)	1.28	1.26	0.01
Put Call Ratio(Vol)	0.89	0.95	-0.06

Debt Watch				
	12-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.79%	3.95%	4.34%	5.95%
T-Repo	2.60%	3.27%	2.89%	5.96%
Repo	4.40%	4.40%	4.40%	6.00%
Reverse Repo	3.75%	3.75%	4.00%	5.75%
91 Day T-Bill	3.45%	3.58%	4.17%	6.43%
364 Day T-Bill	3.65%	3.65%	4.54%	6.50%
10 Year Gilt	6.16%	6.07%	6.49%	7.41%
G-Sec Vol. (Rs.Cr)	45049	43563	19617	25102
FBIL MIBOR ^[1]	4.42%	4.49%	4.63%	6.07%
3 Month CP Rate	5.35%	5.55%	6.25%	7.70%
5 Year Corp Bond	7.04%	6.98%	7.38%	8.57%
1 Month CD Rate	4.11%	4.02%	3.91%	6.78%
3 Month CD Rate	4.15%	4.58%	4.57%	7.29%
1 Year CD Rate	4.53%	4.81%	5.81%	7.63%

Currency Market			
Currency	12-May	Prev_Day	Change
USD/INR	75.79	75.68	0.11
GBP/INR	93.40	93.99	-0.58
EURO/INR	81.96	82.05	-0.10
JPY/INR	0.71	0.71	0.00

Commodity Prices				
Commodity	12-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	25.26	24.06	22.85	61.60
Brent Crude(\$/bl)	25.10	20.87	18.71	72.07
Gold(\$/oz)	1702	1706	1689	1286
Gold(Rs./10 gm)	40989	40989	40989	31751

Source: Refinitiv

[1] Data as on 11 May 2020

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Derivatives Market

- Nifty May 2020 Futures stood at 9,212.35, a premium of 15.80 points above the spot closing of 9,196.55. The turnover on NSE's Futures and Options segment rose to Rs. 10,73,997.01 crore on May 12, 2020, compared with Rs. 8,29,845.86 crore on May 11, 2020.
- The Put-Call ratio stood at 0.84 compared with the previous session's close of 0.98.
- The Nifty Put-Call ratio stood at 1.28 compared with the previous session's close of 1.26.
- Open interest on Nifty Futures stood at 8.19 million, compared with the previous session's close of 8.14 million.

Indian Debt Market

- Bond yields were little changed in expectation of measures by the Reserve Bank of India to support debt market appetite after the government hiked its borrowing target.
- Yield on the new 10-year benchmark paper (5.79% GS 2030) fell 2 bps to close at 5.80% from the previous closing of 5.82% after moving in a range of 5.79% to 5.82%.
- Yield on the old 10-year benchmark paper (6.45% GS 2029) fell 1 bps to close at 6.16% from the previous closing of 6.17% after moving in a range of 6.14% to 6.20%.
- Banks did not borrow under the central bank's Marginal Standing Facility on May 11, 2020 compared with borrowings of Rs. 16 crore on May 8, 2020.

Currency Market Update

- The Indian rupee in spot trade rose against the greenback following intervention by the Reserve Bank of India in the futures market and selling of the U.S. dollar by exporters. However, worries of a potential second wave of the coronavirus infections capped the gains.
- The euro rose against the greenback after the U.S. Federal Reserve started buying corporate bonds and exchange traded funds.

Commodity Market Update

- Gold prices rose on growing expectations of more stimulus measures from the U.S. Federal Reserve.
- Brent crude prices rose following an unexpected commitment from Saudi Arabia to deepen production cuts further in Jun.

International News

- According to preliminary data from the Cabinet Office, Japan's leading index that measures the future economic activity fell to 83.8 in Mar 2020, lowest since Jun 2009, from 91.9 in Feb 2020.
- According to data from the National Bureau of Statistics, China's Consumer Price inflation fell to 3.3% in Apr 2020 from 4.3% in Mar 2020. The inflation eased to a seven-month low in Apr and producer prices declined further indicating poor domestic demand despite subsiding coronavirus pandemic.
- According to Deputy Governor, Bank of England will possibly consider further monetary easing in future after considering the side-effects of negative interest rates, to help the U.K. economy recover from the historic shock dealt by the coronavirus.


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