

# Markets for You

15 May 2020

Good gets *better*

## Indices Performance

Global Indices	14-May	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,393	1,380	13	0.97
Nasdaq	8,944	8,863	81	0.91
FTSE	5,742	5,904	-163	-2.75
Nikkei	19,915	20,267	-352	-1.74
Hang Seng	23,830	24,180	-351	-1.45
Indian Indices	14-May	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	31,123	32,009	-886	-2.77
Nifty 50	9,143	9,384	-241	-2.57
Nifty 100	9,333	9,553	-220	-2.30
Nifty 500	7,515	7,667	-152	-1.99
Nifty Bank	19,069	19,635	-566	-2.88
S&P BSE Power	1,436	1,468	-33	-2.22
S&P BSE Small Cap	10,706	10,774	-68	-0.63
S&P BSE HC	15,103	15,022	81	0.54

## P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
14-May	19.25	1.21	21.00	1.67
Month Ago	18.58	1.41	20.27	1.69
Year Ago	27.42	1.25	27.98	1.17

## Nifty 50 Top 3 Gainers

Company	14-May	Prev_Day	% Change <sup>#</sup>
Bharti Infratel	210	196	6.88
Zee Ente.	170	165	2.72
Hero Moto	2241	2188	2.46

## Nifty 50 Top 3 Losers

Company	14-May	Prev_Day	% Change <sup>#</sup>
Tech Mahindra	516	545	-5.33
Infosys	658	694	-5.19
Hindalco	117	124	-5.14

## Advance Decline Ratio

	BSE	NSE
Advances	924	703
Declines	1405	1086
Unchanged	151	121

## Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	131	-35182
MF Flows**	-279	31083

\*14<sup>th</sup> May 2020; \*\*12<sup>th</sup> 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 13 May 2020

## Global Indices

- Asian markets slipped to the red after the U.S. Federal Reserve Chief warned that the near-term economic outlook is both highly uncertain and subject to significant downside risks. Additionally, U.S.-China tensions also dented investor sentiment. Today (as on May 15) markets traded higher ahead of the release of Chinese economic data expected later in the day. Both Nikkei and Hang Seng are up 0.79% and 0.04%, respectively (as at 8.a.m. IST).
- European markets slipped to the red amid concerns about the economic impact of the coronavirus pandemic following the statement by the U.S. Fed Chief.
- U.S. markets rose as optimism about states partially reopening amid the coronavirus pandemic resurfaced. The New York Governor expanded the state's phased reopening to five regions.

## Indian Equity Market

- Indian equity markets slumped, tracking weak global cues after U.S. Federal Reserve Chairman warned of extended economic weakness owing to the coronavirus pandemic in the world's biggest economy. A slew of announcements by the finance minister targeting various sectors hardly lifted buying interest.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 2.77% and 2.57% to close at 31,122.89 and 9,142.75 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 0.39% and 0.63% respectively.
- The overall market breadth on BSE was weak with 924 scrips advancing and 1,405 scrips declining. A total of 151 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Healthcare was the major gainer, up 0.54% followed by S&P BSE FMCG, up 0.46% and S&P BSE Capital Goods, up 0.14%. S&P BSE IT was the major loser, down 3.6% followed by S&P BSE Energy, down 3.45% and S&P BSE Teck, down 3.23%.

## Domestic News

- India's Wholesale Food Price Index based inflation slowed down to 3.60% YoY in Apr 2020 from 5.49% in Mar 2020. The government suspended the release of the headline wholesale inflation number due to the nationwide lockdown-led disruptions in data collection.
- Finance Minister released the next set of measures to ease the difficulties caused to the farmers, migrant workers and street vendors led by coronavirus-induced lockdown restrictions. Three crore marginal farmers can avail loans at concessional rates, which has already got the benefit of 3-month moratorium on bank loans amounting to Rs. 4.22 lakh crore. Interest subvention and prompt repayment incentive on crop loans, due from Mar 1, 2020 extended up to May 31, 2020. 25 lakh new Kisan Credit Cards sanctioned with a loan limit of Rs. 25,000 crore.
- A special credit facility of Rs. 5,000 crore will be provided for 50 lakh vendors and it will be launched within a month. Initial working capital of Rs. 10,000 will be provided to them. Central government released Rs. 11,002 crore in advance to states to augment the SDRF funds for helping states to set up shelters for migrant workers and provide them food.
- Credit-linked subsidy scheme for middle income households in the income group Rs. 6-18 Lakh extended to Mar 2021. This will lead to investments of Rs. 70,000 crore in housing and kickstart sectors like steel, cement and create jobs.

Good gets better

FII Derivative Trade Statistics		14-May		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	7251.89	7300.76	4758.45	
Index Options	191336.25	193589.23	34547.13	
Stock Futures	16814.95	16345.49	76970.13	
Stock Options	3319.07	3317.31	2770.86	
<b>Total</b>	<b>218722.16</b>	<b>220552.79</b>	<b>119046.57</b>	

Derivative Statistics- Nifty Options			
	14-May	Prev_Day	Change
Put Call Ratio (OI)	0.88	1.12	-0.24
Put Call Ratio(Vol)	0.83	0.81	0.02

Debt Watch				
	14-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.92%	3.88%	4.26%	5.91%
T-Repo	2.11%	3.34%	3.20%	5.84%
Repo	4.40%	4.40%	4.40%	6.00%
Reverse Repo	3.75%	3.75%	4.00%	5.75%
91 Day T-Bill	3.40%	3.51%	4.13%	6.34%
364 Day T-Bill	3.71%	3.57%	4.46%	6.46%
10 Year Gilt	6.02%	6.03%	6.50%	7.38%
G-Sec Vol. (Rs.Cr)	53852	51593	10085	56075
FBIL MIBOR <sup>[1]</sup>	4.25%	4.44%	4.60%	6.05%
3 Month CP Rate	4.65%	5.55%	6.50%	7.50%
5 Year Corp Bond	6.97%	6.90%	7.39%	8.52%
1 Month CD Rate	3.91%	3.83%	4.22%	6.85%
3 Month CD Rate	3.65%	4.15%	4.52%	7.41%
1 Year CD Rate	4.61%	4.65%	5.74%	7.54%

Currency Market			
Currency	14-May	Prev_Day	Change
USD/INR	75.44	75.39	0.06
GBP/INR	91.99	92.62	-0.63
EURO/INR	81.50	81.82	-0.32
JPY/INR	0.71	0.70	0.00

Commodity Prices				
Commodity	14-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	26.90	23.18	20.10	61.77
Brent Crude(\$/bl)	28.55	21.96	18.82	73.52
Gold(\$/oz)	1729	1718	1728	1297
Gold(Rs./10 gm)	40989	40989	40989	32245

Source: Refinitiv

[1] Data as on 13 May 2020

**Disclaimer:**

The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since Nippon Life India Asset Management Limited (NAM India) (formerly Reliance Nippon Life Asset Management Limited) has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrive data; NAM India does not in any manner assures the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect NAM India's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor(s), the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor(s), the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Readers are requested to click here for ICRA Analytics Ltd disclaimer

**Derivatives Market**

- Nifty May 2020 Futures stood at 9,143.90, a premium of 1.15 points above the spot closing of 9,142.75. The turnover on NSE's Futures and Options segment rose to Rs. 23,82,281.68 crore on May 14, 2020, compared with Rs. 11,80,265.29 crore on May 13, 2020.
- The Put-Call ratio stood at 0.77 compared with the previous session's close of 0.87.
- The Nifty Put-Call ratio stood at 0.88 compared with the previous session's close of 1.12.
- Open interest on Nifty Futures stood at 8.5 million, compared with the previous session's close of 8.38 million.

**Indian Debt Market**

- Bond yields fell for the second straight session on expectations that India's Reserve Bank of India would step in to support the expanded borrowing program by purchasing more notes from the federal government.
- Yield on the 10-year benchmark paper (6.45% GS 2029) fell 4 bps to close at 6.06% from the previous closing of 6.10% after moving in a range of 5.99% to 6.08%.
- Yield on the new 10-year benchmark paper (5.79% GS 2030) fell 3 bps to close at 5.73% from the previous closing of 5.76% after moving in a range of 5.71% to 5.73%.
- Banks borrowed Rs. 100 crore under the central bank's Marginal Standing Facility on May 13, 2020 compared with no borrowing on May 12, 2020.

**Currency Market Update**

- The Indian rupee in spot trade fell against the greenback following losses in the domestic equity market.
- The euro weakened against the greenback amid worries that premature lifting of lockdowns may lead to additional outbreaks of the deadly novel coronavirus. Concerns about renewed U.S.-China trade tensions also dampened market sentiments. The euro closed at 1.0804, down 0.11% compared to the previous day's close of 1.0816.

**Commodity Market Update**

- Gold prices rose as its safe haven appeal improved on concerns over prolonged economic weakness due to the coronavirus outbreak.
- Brent crude prices rose after crude inventories in U.S. fell by 745,000 barrels in the week to May 8.

**International News**

- According to the Labor Department, U.S. producer price index fell 1.3% in Apr 2020 after declining 0.2% in Mar 2020.
- According to final data from Destatis, Germany's consumer price inflation fell less than expected to 0.9% YoY in Apr 2020 from 1.4% YoY in Mar 2020. On a monthly basis, consumer prices gained 0.4% in Apr. The inflation eased in Apr to the lowest since 2016 majorly due to lower energy prices amid coronavirus pandemic
- According to the Ministry of Commerce, Foreign direct investment to mainland China rose 8.6% YoY in U.S. dollar terms in Apr 2020 as the country attempts to recover from the coronavirus. Foreign investment totaled \$10.14 billion during the month.



Good gets better

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



**Nippon *india* Mutual Fund**  
Wealth sets you free

(Formerly Reliance Mutual Fund)

**Thank you for  
your time.**

**Good gets *better***

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