



Nippon india Mutual Fund

Wealth sets you free

(Formerly Reliance Mutual Fund)

Markets for You

27 May 2020

Good gets *better*

Indices Performance

Global Indices	26-May	Prev_Day	Abs. Change	% Change#
Russell 3000	1,457	1,452	5	0.34
Nasdaq	9,340	9,325	16	0.17
FTSE	6,068	5,993	74	1.24
Nikkei	21,271	20,742	530	2.55
Hang Seng	23,385	22,952	432	1.88
Indian Indices	26-May	Prev_Day	Abs. Change	% Change#
S&P BSE Sensex	30,609	30,673	-63	-0.21
Nifty 50	9,029	9,039	-10	-0.11
Nifty 100	9,220	9,227	-7	-0.08
Nifty 500	7,425	7,416	9	0.11
Nifty Bank	17,440	17,279	161	0.93
S&P BSE Power	1,444	1,418	26	1.85
S&P BSE Small Cap	10,590	10,524	66	0.63
S&P BSE HC	15,418	15,518	-100	-0.65

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
26-May	19.12	1.23	21.10	1.69
Month Ago	18.90	1.24	20.48	1.66
Year Ago	28.91	1.20	29.44	1.11

Nifty 50 Top 3 Gainers

Company	26-May	Prev_Day	% Change#
Eicher Motors	14805	13922	6.34
JSW Steel	176	166	6.08
Titan Industries Limited	893	850	5.07

Nifty 50 Top 3 Losers

Company	26-May	Prev_Day	% Change#
Bharti Airtel	559	593	-5.72
Bajaj Finserv Limited	4097	4316	-5.06
TCS	1943	2020	-3.83

Advance Decline Ratio

	BSE	NSE
Advances	1203	904
Declines	1138	892
Unchanged	193	158

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1131	-46955
MF Flows**	-385	34768

 *26th May 2020; **21st May 2020

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	5.91% (Mar-20)	7.35% (Dec-19)	2.86% (Mar-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 22 May 2020

Global Indices

- Asian markets rose following a host of positive cues. While several U.S. states have begun lifting the restrictions of businesses and public spaces, a survey showed improvement in German business confidence and China sought to reassure Hong Kong that its judiciary would remain independent under a new national security law. Today (as on May 27), Asian markets rose following rise on the Wall Street overnight. Both Nikkei and Hang Seng were traded up 0.36%, was up 0.56% (as at 8.a.m. IST), respectively.
- European markets gained on reports about a potential coronavirus vaccine and on optimism about economic recovery following several countries across the globe relaxing lockdown restrictions and reopening more businesses. Hopes of more stimulus to support the Eurozone economy also contributed to the surge in stock prices.
- U.S. markets mostly rose on optimism about the reopening of the economy through gradual removal of economic restrictions related to COVID-19 and signs that Americans are beginning to feel safe enough to travel and congregate in larger groups.

Indian Equity Market

- Indian equity markets witnessed initial buying spree following positive global cues and merger news in the consumable sector. Optimism that China will announce more measures to support its economy boosted the metal stocks. However, all the gains were erased towards session end to close in the red amid profit booking.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.21% and 0.11% to close at 30,609.30 and 9,029.05 respectively. S&P BSE MidCap and S&P BSE SmallCap gained 1.21% and 0.63% respectively.
- The overall market breadth on BSE was strong with 1,203 scrips advancing and 1,138 scrips declining. A total of 193 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Metal was the major gainer, up 2.84% followed by S&P BSE Consumer Durables, up 2.55% and S&P BSE Basic Materials, up 2.53%. S&P BSE Telecom was the major loser, down 4.64% followed by S&P BSE Teck, down 2.57% and S&P BSE IT, down 2.1%.

Domestic News

- The Indian government notified the Rs. 3 lakh crore Emergency Credit Line Guarantee Scheme for Medium, Small and Micro Enterprises (MSMEs) under the Atma Nirbhar Bharat Abhiyan. The objective of the move is to help MSMEs overcome the economic distress that they are facing due to the COVID-19 pandemic.
- A major domestic credit rating agency forecasted the growth of the Indian economy to contract 5% in FY21. The rating agency expects the non-agricultural sector to contract 6% in FY21. However, the agriculture sector is expected to provide some support by growing at 2.5% in the same fiscal on the back of normal monsoons. The rating agency further added that the negative impact of the COVID-19 pandemic on the domestic growth may be neutralised to some extent by fiscal support from the government and lower global crude oil prices.
- Data from the Central Board of Direct Taxes (CBDT) showed that the government has issued tax refunds worth Rs. 26,242 crore to 16,84,298 assesseees for the period from Apr 1, 2020 to May 21, 2020.
- According to a major domestic credit rating agency, the Rs. 90,000 crore liquidity infusion for power distribution companies announced by the Indian government will only provide temporary relief and will not result in any long term stability. The rating agency is of the view that the financial health of power distribution companies has remained weak due to legacy issues such as aggregate technical and commercial (AT&C) losses, wide gap between average cost of supply and average revenue realisation which were not methodically addressed. The outbreak of the COVID-19 pandemic has only aggravated the stress of power distribution companies.
- Jindal Steel and Power Ltd (JSPL) reported a consolidated profit after tax of Rs. 306 crore in the quarter ended Mar 31, 2020 and reduced its net debt by Rs. 4,379 crore in FY20 on constant currency basis. The gross revenue was Rs. 9,674 crore in Q4 FY20 and the net revenue was Rs. 8,836 crore.
- Glenmark Pharmaceuticals Ltd said a new clinical trial will begin in India to test a combination of two anti-viral drugs as a potential treatment for Covid-19.



FII Derivative Trade Statistics			
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	6051.68	6722.30	7424.44
Index Options	136289.03	134450.43	37051.86
Stock Futures	24206.20	24551.09	78226.85
Stock Options	4176.03	4116.75	3075.98
Total	170722.94	169840.57	125779.13

Derivative Statistics- Nifty Options			
	26-May	Prev_Day	Change
Put Call Ratio (OI)	1.15	1.24	-0.09
Put Call Ratio(Vol)	0.93	1.04	-0.11

Debt Watch				
	26-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.61%	3.92%	4.04%	5.88%
T-Repo	2.79%	3.26%	2.12%	5.92%
Repo	4.00%	4.40%	4.40%	6.00%
Reverse Repo	3.35%	3.75%	3.75%	5.75%
91 Day T-Bill	3.00%	3.27%	3.60%	6.21%
364 Day T-Bill	3.45%	3.67%	3.80%	6.34%
10 Year Gilt	5.97%	6.03%	6.17%	7.23%
G-Sec Vol. (Rs.Cr)	39733	49864	43530	58585
FBIL MIBOR ^[1]	4.31%	4.45%	4.48%	6.00%
3 Month CP Rate	4.35%	4.35%	5.05%	6.90%
5 Year Corp Bond	6.85%	6.96%	6.95%	8.26%
1 Month CD Rate	3.60%	4.01%	3.72%	6.54%
3 Month CD Rate	3.51%	3.56%	4.93%	6.65%
1 Year CD Rate	4.33%	4.56%	5.06%	7.44%

Currency Market			
Currency	26-May	Prev_Day	Change
USD/INR	75.64	75.79	-0.15
GBP/INR	92.60	92.49	0.11
EURO/INR	82.64	82.82	-0.18
JPY/INR	0.70	0.71	0.00

Commodity Prices				
Commodity	26-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/t)	34.60	31.80	15.49	58.39
Brent Crude(\$/bl)	33.31	32.59	12.29	68.97
Gold(\$/oz)	1711	1744	1727	1285
Gold(Rs./10 gm)	40989	40989	40989	31591

Source: Refinitiv

[1] Data as on 22 May 2020

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Derivatives Market

- Nifty May 2020 Futures stood at 9,034.00, a premium of 4.95 points above the spot closing of 9,029.05. The turnover on NSE's Futures and Options segment rose to Rs. 9,39,622.80 crore on May 26, 2020, compared with Rs. 8,33,371.85 crore on May 22, 2020.
- The Put-Call ratio stood at 0.91 compared with the previous session's close of 0.88.
- The Nifty Put-Call ratio stood at 1.15 compared with the previous session's close of 1.28.
- Open interest on Nifty Futures stood at 10.66 million, compared with the previous session's close of 9.98 million.

Indian Debt Market

- Bond yields rose marginally as investors booked profits after the benchmark yield fell to 11-year low in the previous session.
- Yield on the existing 10-year benchmark paper (6.45% GS 2029) rose 1 bps to close at 5.97% compared to the previous close of 5.96% after trading in a range of 5.94% to 6.00%.
- Yield on the new 10-year benchmark paper (5.79% GS 2030) stood at 5.74% same as previous close after moving in a range of 5.73% to 5.76%.

Currency Market Update

- The Indian rupee in spot trade rose against the greenback as the global risk appetite improved after businesses worldwide gradually reopened.
- The euro rose against the greenback as many countries across the globe eased restrictions on COVID-19 pandemic induced lockdowns.

Commodity Market Update

- Gold prices fell as many countries across the globe eased restrictions on lockdowns.
- Brent crude prices rose due to a pickup in fuel demand as many countries across the globe eased restrictions on COVID-19 pandemic induced lockdowns.

International News

- Data from the National Association of Realtors showed that existing home sales in U.S. plummeted 17.8% to an annual rate of 4.33 million in Apr 2020 after coming down by 8.5% to 5.27 million in Mar 2020.
- Survey results from market research group GfK showed that the forward-looking consumer sentiment index of Germany rose to -18.9 in Jun 2020 from -23.1 in May 2020. The improvement comes due to gradual opening of many businesses.
- Preliminary figures from the statistical office INE showed that Spain's producer prices declined at the fastest pace on record in May 2020. The producer price index fell 8.4% on a yearly basis in May 2020 following a 4.9% decline in Mar 2020.


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



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