



Nippon india Mutual Fund

Wealth sets you free

(Formerly Reliance Mutual Fund)

Markets for You

29 May 2020

Good gets *better*

Indices Performance

Global Indices	28-May	Prev_Day	Abs. Change	% Change#
Russell 3000	1,469	1,470	-1	-0.06
Nasdaq	9,369	9,412	-43	-0.46
FTSE	6,219	6,144	75	1.21
Nikkei	21,916	21,419	497	2.32
Hang Seng	23,133	23,301	-169	-0.72
Indian Indices	28-May	Prev_Day	Abs. Change	% Change#
S&P BSE Sensex	32,201	31,605	595	1.88
Nifty 50	9,490	9,315	175	1.88
Nifty 100	9,648	9,472	177	1.86
Nifty 500	7,732	7,596	137	1.80
Nifty Bank	19,170	18,711	459	2.45
S&P BSE Power	1,470	1,454	16	1.09
S&P BSE Small Cap	10,769	10,619	150	1.42
S&P BSE HC	15,297	15,288	9	0.06

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
28-May	20.02	1.18	22.17	1.61
Month Ago	19.44	1.21	21.00	1.62
Year Ago	29.08	1.19	29.69	1.22

Nifty 50 Top 3 Gainers

Company	28-May	Prev_Day	% Change#
Zee Ente.	181	164	9.88
Eicher Motors	16237	14967	8.48
L&T Ltd.	906	851	6.42

Nifty 50 Top 3 Losers

Company	28-May	Prev_Day	% Change#
Wipro	199	201	-0.94
BPCL	326	329	-0.91
ITC	191	192	-0.78

Advance Decline Ratio

	BSE	NSE
Advances	1533	1264
Declines	816	537
Unchanged	152	125

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-168	-42341
MF Flows**	2252	36171

 *28th May 2020; **26th 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 27 May 2020

Global Indices

- Asian markets largely closed on a positive note as stimulus announcements by Japan and the European Commission eased investor concerns surrounding rising U.S.-China tensions. Today (as on May 29), Asian markets fell following decline on the Wall Street overnight. Both Nikkei and Hang Seng were trading down 0.79%, and 1.52% (as at 8.a.m. IST), respectively.
- European markets gained strongly on massive stimulus plan from the European Commission and fairly encouraging jobless claims data from the U.S. However, concerns about an escalation in U.S.-China tensions over the Hong Kong issue restricted upside.
- U.S. markets fell after rising in the last two sessions. Fall came after the U.S. President announced plans to hold a news conference about China on Friday. China has recently stepped up efforts to curtail Hong Kong's independence, raising concerns that Trump may announce new measures that ramp up recent tensions with China.

Indian Equity Market

- Indian equity markets closed in the green with investors shrugging off geopolitical concerns that include a border stand-off between India and China and escalating U.S.-China trade tensions. Buying interest continued to remain supported by easing of lockdown measures and gradual re-opening of economic activities, although covid-19 infections have been on a rise. Markets found additional support from India Meteorological Department's (IMD) forecast that the southwest monsoon is expected to reach Kerala coast around Ju 1. Earlier IMD had estimated monsoon to be delayed by a week.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.88% and 1.88% to close at 32,200.59 and 9,490.10 respectively. S&P BSE MidCap and S&P BSE SmallCap gained 1.34% and 1.42% respectively.
- The overall market breadth on BSE was strong with 1,533 scrips advancing and 816 scrips declining. A total of 152 scrips remained unchanged.
- On the BSE sectoral front, all sectors gained. S&P BSE Capital Goods was the major gainer, up 5.11%, followed by S&P BSE Auto and S&P BSE Industrials, up 3.54% and 3.49%, respectively. S&P BSE Consumer Discretionary Goods & Services and S&P BSE Finance gained 2.92% and 2.6% respectively.

Domestic News

- According to a major global credit rating agency, the Indian economy will contract 5% in the current fiscal as the government imposed a nationwide lockdown across the country to contain the COVID-19 pandemic which curtailed the domestic economic activity severely. The rating agency further added that the stimulus package announced by the government is relatively low compared to that of other countries whose economies were similarly impacted by the COVID-19 pandemic.
- According to the India Meteorological Department, monsoon rains are likely to enter India through the southern coast around Jun 1.
- According to media reports, the Asian Development Bank signed a \$177 million loan to upgrade 450 km of state highways and major district roads in Maharashtra. The project is expected to improve connectivity between national highways, interstate roads, airports, seaports, district headquarters, industrial areas, rail hubs, enterprise clusters and agricultural areas.
- According to a major global credit rating agency, the Indian banking sector may witness significant asset quality challenges for the next two fiscals. The challenges are expected to come due to several relaxations granted by the Reserve Bank of India after it took into account the evolving scenario of the COVID-19 pandemic some of which are extension of the 90-day moratorium on recognition of impaired loans to 180 days and giving approval to banks for funding interest on working capital loans.
- Singapore Telecommunications Ltd reported 65.2% plunge in its annual net profit as it faced tough competition in Australia. Results were also hit due to a \$51.80 billion charge related to its Indian associate Bharti Airtel Ltd's payouts for spectrum charges and licence fees.
- Google Pay announced that its 'Nearby Stores' feature is now available in 35 cities across India. The new feature provides information such as business hours of the store, essential items stock and social distancing information. Google Pay now also takes booking for cooking gas cylinders from HP Gas, Bharat Petroleum and Indane.

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FII Derivative Trade Statistics			
(Rs Cr)	28-May		
	Buy	Sell	Open Int.
Index Futures	10202.55	8538.21	10178.01
Index Options	288258.23	286505.06	42542.28
Stock Futures	34907.71	33996.19	78824.49
Stock Options	1933.69	1969.73	2513.31
Total	335302.18	331009.19	134058.09

Derivative Statistics- Nifty Options			
	28-May	Prev_Day	Change
Put Call Ratio (OI)	1.59	1.56	0.04
Put Call Ratio(Vol)	0.90	0.90	0.00

Debt Watch				
	28-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.70%	3.94%	4.05%	5.87%
T-Repo	3.07%	2.77%	2.80%	5.96%
Repo	4.00%	4.40%	4.40%	6.00%
Reverse Repo	3.35%	3.75%	3.75%	5.75%
91 Day T-Bill	3.18%	3.22%	3.60%	6.17%
364 Day T-Bill	3.41%	3.70%	3.80%	6.29%
10 Year Gilt	5.99%	6.03%	6.13%	7.15%
G-Sec Vol. (Rs.Cr)	22526	39989	28150	62378
FBIL MIBOR ^[1]	4.04%	4.35%	4.46%	6.00%
3 Month CP Rate	4.35%	4.35%	5.35%	6.85%
5 Year Corp Bond	6.83%	6.99%	6.97%	8.16%
1 Month CD Rate	3.82%	3.81%	5.35%	6.47%
3 Month CD Rate	3.77%	3.47%	4.33%	6.62%
1 Year CD Rate	4.30%	4.59%	4.92%	7.20%

Currency Market			
Currency	28-May	Prev_Day	Change
USD/INR	75.75	75.65	0.10
GBP/INR	92.94	93.22	-0.28
EURO/INR	83.48	82.92	0.56
JPY/INR	0.70	0.70	0.00

Commodity Prices				
Commodity	28-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/t)	33.62	34.15	11.90	58.86
Brent Crude(\$/bl)	33.19	34.57	11.56	71.23
Gold(\$/oz)	1719	1725	1708	1279
Gold(Rs./10 gm)	40989	40989	40989	31710

Source: Refinitiv

[1] Data as on 27 May 2020

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Derivatives Market

- Nifty May 2020 Futures settled at spot closing of 9,490.10. Nifty Jun 2020 Futures stood at 9,421.65, a discount of 68.45 points, below the spot closing. The turnover on NSE's Futures and Options segment rose to Rs. 29,29,333.47 crore on May 28, 2020, compared with Rs. 17,27,278.37 crore on May 27, 2020.
- The Put-Call ratio stood at 0.77 compared with the previous session's close of 0.83.
- The Nifty Put-Call ratio stood at 1.59 compared with the previous session's close of 1.56.
- Open interest on Nifty Futures stood at 13.32 million, compared with the previous session's close of 12.81 million.

Indian Debt Market

- Bond yields stood almost steady as investors awaited fresh triggers and clarity on open market operations by the Reserve Bank of India.
- Yield on the existing 10-year benchmark paper (6.45% GS 2029) rose 1 bps to close at 5.99% compared to the previous close of 5.98% after trading in a range of 5.98% to 5.99%.
- Yield on the new 10-year benchmark paper (5.79% GS 2030) stood at 5.75% same as previous close after moving in a range of 5.74% to 5.76%.
- RBI announced to conduct underwriting auction of 6.18% GS 2024, New GS 2034 and 7.16% GS 2050 for notified amount of Rs. 30,000 crore through multiple price-based method on May 29, 2020.

Currency Market Update

- The Indian rupee in spot trade weakened against the greenback due to increasing tensions between U.S. and China over Hong Kong.
- The euro rose against the greenback as the investor risk sentiment improved to some extent after the European Commission proposed a coronavirus economic recovery package. However, doubts about delivering the same capped the gains.

Commodity Market Update

- Gold prices rose as its safe haven appeal improved on escalating tensions between U.S. and China.
- Brent crude prices rose on hopes of a pickup in fuel demand as countries across the globe eased restrictions on coronavirus lockdowns.

International News

- Data from the U.S. Commerce Department showed that durable goods orders in U.S. plunged 17.2% on a yearly basis in Apr 2020 following a 16.6% fall in Mar 2020 (14.4% slump originally reported for the previous month).
- Data from the U.S. Labour Department showed that initial jobless claims in U.S. for the week ended May 23 fell by 323,000 to 2.123 million from the previous week's revised level of 2.446 million (2.438 million originally reported for the previous week).
- Data from Destatis showed that consumer price index-based inflation in Germany slowed to 0.6% on a yearly basis in May 2020 from 0.9% in Apr 2020.
- Survey data from the European Commission showed that Eurozone economic sentiment index rose to 67.5 in May from 64.9 in the previous month


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



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