

Indices Performance

Global Indices	07-Oct	Prev_Day	Abs. Change	% Change
Russell 3000	1,769	1,736	33	1.90
Nasdaq	11,365	11,155	210	1.88
FTSE	5,946	5,950	-4	-0.06
Nikkei	23,423	23,434	-11	-0.05
Hang Seng	24,243	23,981	262	1.09
Indian Indices	07-Oct	Prev_Day	Abs. Change	% Change
S&P BSE Sensex	39,879	39,575	304	0.77
Nifty 50	11,739	11,662	76	0.66
Nifty 100	11,834	11,771	63	0.54
Nifty 500	9,655	9,622	32	0.33
Nifty Bank	22,965	22,854	111	0.49
S&P BSE Power	1,634	1,657	-23	-1.41
S&P BSE Small Cap	15,049	15,110	-61	-0.40
S&P BSE HC	20,207	20,214	-7	-0.03

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
7-Oct	29.13	0.98	34.12	1.35
Month Ago	28.10	1.00	32.55	1.48
Year Ago	26.25	1.23	25.64	1.35

Nifty 50 Top 3 Gainers

Company	07-Oct	Prev_Day	% Change
Titan Industries Limited	1254	1200	4.50
Bajaj Auto	3077	2972	3.54
Hero Moto	3234	3136	3.10

Nifty 50 Top 3 Losers

Company	07-Oct	Prev_Day	% Change
Bajaj Finance	3331	3474	-4.12
BPCL	342	352	-2.78
Tata Motors	141	145	-2.59

Advance Decline Ratio

	BSE	NSE
Advances	1047	723
Declines	1640	1182
Unchanged	186	109

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1061	31345
MF Flows**	132	17914

*7th Oct 2020; **1st Oct 2020

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	6.69% (Aug-20)	6.27% (May-20)	3.28% (Aug-19)
IIP	-10.39% (Jul-20)	-57.30% (Apr-20)	4.90% (Jul-19)
GDP	-23.90% (Jun-20)	3.10% (Mar-20)	5.20% (Jun-19)

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 06 Oct, 2020

Global Indices

- Asian markets largely closed in the green with investors taking positive cues from fresh fiscal stimulus measures announced by the Australian government, thereby pushing the budget deficit to a record level to lift the economy out of recession. However, gains remained restricted by U.S. President's decision to halt negotiations with Democrats over additional COVID-19 stimulus. Today (as on Oct 8), markets are trading higher, supported by overnight gains in U.S. markets. Both Nikkei and Hang Seng are up 0.55% and 0.08% (as at 8:00 AM), respectively.
- European markets witnessed mixed trend as investors continued to track development on the U.S. stimulus measures. Buying interest was also affected by updates on coronavirus spread as French government has placed Paris on maximum COVID-19 alert.
- U.S. markets closed higher on hopes of small aid package soon after U.S. President called off negotiation over broad relief package.

Indian Equity Market

- Indian equity markets went up with investors taking positive cues from private survey results showing improvement in the domestic service sector to 49.8 in Sep from 41.8 in Aug. Nonetheless, the recovery is still weak as compared to the manufacturing sector which has been posting a smart recovery as signalled by the manufacturing PMI. Buying interest found underlying support after national recovery rate from COVID-19 has jumped past 85% with the continuous streak of high number of recovered cases being reported in the past few weeks.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.77% and 0.66% to close at 39,878.95 and 11,738.85 respectively.
- The overall market breadth on BSE was weak with 1,047 scrips advancing and 1,640 scrips declining. A total of 186 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Consumer Durables was the major gainer, up 1.74% followed by S&P BSE Energy, up 1.57% and S&P BSE Auto, up 1.37%. S&P BSE Metal was the major loser, down 2.97% followed by S&P BSE Realty, down 1.6% and S&P BSE Power, down 1.41%.

Domestic News

- The states' market borrowings surged 55% to Rs. 3.75 lakh crore so far in FY21, or 75% of the budgeted amount. Rising expenses and falling revenue have been leading states into a debt trap after the pandemic ruined their finances since the beginning of the fiscal.
- The government launched a new model of granting marketing and pricing freedom for natural gas producers in India. Union Cabinet also cleared a standardised e-bidding process for price discovery from new production areas and high-pressure and high-temperature areas. Minister of petroleum and natural gas, this will be a major step towards ease of doing business measures taken by the government.
- Under the Production Linked Incentive plan, central government approved 16 proposals, which is expected to see Rs. 11,000-crore of investments in local electronics manufacturing. In turn, this would imply production worth Rs. 10.5 lakh crore over the next five years, giving a fillip to Make in India and Atma Nirbhar Bharat schemes. Ministry of Electronics and Information Technology said total of Rs. 6.5 lakh crore worth of electronic goods will be exported by 2025.
- A report by FIS Global, India's real-time payments stood at 4.1 crore transactions per day. Real-time payments doubled in 2020 and transaction value jumped by 80%, indicating that the coronavirus pandemic has accelerated digital usage in the country. India witnessed 213% YoY growth in real-time payments processed.
- Tata Consultancy Services (TCS) reported a 7% year-on-year (YoY) fall in its net profit or profit after tax (PAT) at Rs 7,475 crore for the quarter ended Sep 30, 2020. TCS reported a net profit of Rs. 8,042 crore in the same period of the previous year.
- According to media reports, Amazon India has partnered with Indian Railway Catering and Tourism Corporation (IRCTC) to provide their customers with the facility to book reserved train tickets on its platform.

Good gets better

FII Derivative Trade Statistics		07-Oct		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2779.05	3293.00	8546.33	
Index Options	193090.91	192323.28	66433.36	
Stock Futures	12788.21	12913.59	78491.95	
Stock Options	4095.66	4150.27	5202.30	
Total	212753.83	212680.14	158673.94	

Derivative Statistics- Nifty Options			
	07-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.58	1.57	0.01
Put Call Ratio(Vol)	0.95	0.93	0.02

Debt Watch				
	07-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.44%	3.43%	3.42%	5.12%
T-Repo	3.22%	3.21%	3.12%	4.81%
Repo	4.00%	4.00%	4.00%	5.15%
Reverse Repo	3.35%	3.35%	3.35%	4.90%
91 Day T-Bill	3.27%	3.25%	3.20%	5.20%
364 Day T-Bill	3.48%	3.65%	3.57%	5.36%
10 Year Gilt	6.01%	6.01%	5.96%	6.48%
G-Sec Vol. (Rs.Cr)	14517	29903	30705	27528
FBIL MIBOR ^[1]	3.70%	3.79%	3.77%	5.21%
3 Month CP Rate	3.60%	3.55%	3.45%	6.05%
5 Year Corp Bond	6.76%	6.71%	6.67%	7.46%
1 Month CD Rate	3.25%	3.19%	3.16%	5.14%
3 Month CD Rate	3.38%	3.39%	3.33%	5.31%
1 Year CD Rate	3.77%	3.94%	3.81%	6.19%

Currency Market			
Currency	07-Oct	Prev_Day	Change
USD/INR	73.36	73.37	-0.01
GBP/INR	94.63	95.28	-0.65
EURO/INR	86.16	86.44	-0.28
JPY/INR	0.69	0.69	0.00

Commodity Prices				
Commodity	07-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	39.77	40.00	39.04	52.71
Brent Crude(\$/bl)	40.19	40.18	40.04	60.35
Gold(\$/oz)	1887	1885	1929	1493
Gold(Rs./10 gm)	50069	50325	51008	38043

Source: Refinitiv

[1] Data as on 06 Oct, 2020

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Derivatives Market

- Nifty Oct 2020 Futures stood at 11,750.90, a premium of 12.05 points above the spot closing of 11,738.85. The turnover on NSE's Futures and Options segment rose to Rs. 23,42,833.63 crore on October 07, 2020, compared with Rs. 16,55,525.41 crore on October 06, 2020.
- The Put-Call ratio remained unchanged compared with the previous session's close of 0.88.
- The Nifty Put-Call ratio stood at 1.58 compared with the previous session's close of 1.57.
- Open interest on Nifty Futures stood at 11.72 million, compared with the previous session's close of 11.32 million.

Indian Debt Market

- Bond yields fell on hopes that the Reserve Bank of India may announce some measures for improving the appetite for government securities either via special OMOs or outright OMOs in its upcoming monetary policy review on Oct 9, 2020.
- Yield on the 10-year benchmark paper (5.77% GS 2030) fell 2 bps to close at 6.01% compared to the previous close of 6.03% after trading in a range of 6.01% to 6.02%.
- Banks did not borrow under the central bank's marginal standing facility on Oct 06, 2020 compared to that of Oct 5, 2020 when banks borrowed Rs. 121 crore.

Currency Market Update

- The Indian rupee gained against the U.S. dollar due to dollar sales on anticipation that investment flows will increase in the coming sessions. The rupee rose 0.16% to close at 73.34 per dollar from the previous close of 73.45.
- Euro rose against the U.S. dollar as market participants looked ahead to a possible Democrat victory at the Nov 3 U.S. Presidential election.

Commodity Market Update

- Gold prices rose after the U.S. President suggested new payroll assistance to U.S. passenger airlines.
- Brent crude prices fell after U.S. oil stockpiles rose by 951,000 barrels in the week ended Oct 2, 2020.

International News

- The World Trade Organization (WTO) warned of downside risks from the resurgence of COVID-19 pandemic over the coming months. According to WTO, the volume of world merchandise trade is set to decline 9.2% this year which is much less than the earlier estimation of a 12.9% slump.
- Data from statistical office ISTAT showed that Italy's retail sales rose in Aug 2020 after falling in the previous month. Retail sales rose a seasonally adjusted 8.2% on a monthly basis in Aug 2020 following a 6.0% fall in Jul 2020.
- Data from Destatis showed that Germany's industrial output declined unexpectedly in Aug 2020. Industrial production fell 0.2% on a monthly basis in Aug 2020 following a 1.4% rise in Jul 2020.

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