

Indices Performance

Global Indices	16-Oct	Prev_Day	Abs. Change	% Change
Russell 3000	1,812	1,816	-4	-0.24
Nasdaq	11,672	11,714	-42	-0.36
FTSE	5,920	5,833	87	1.49
Nikkei	23,411	23,507	-97	-0.41
Hang Seng	24,387	24,159	228	0.94
Indian Indices	16-Oct	Prev_Day	Abs. Change	% Change
S&P BSE Sensex	39,983	39,728	255	0.64
Nifty 50	11,762	11,680	82	0.70
Nifty 100	11,843	11,758	85	0.72
Nifty 500	9,626	9,550	76	0.80
Nifty Bank	23,533	23,072	461	2.00
S&P BSE Power	1,616	1,592	23	1.47
S&P BSE Small Cap	14,787	14,644	143	0.97
S&P BSE HC	19,916	19,653	263	1.34

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
16-Oct	29.17	1.01	34.13	1.35
Month Ago	28.80	0.98	33.26	1.41
Year Ago	26.85	1.20	26.48	1.30

Nifty 50 Top 3 Gainers

Company	16-Oct	Prev_Day	% Change
JSW Steel	311	292	6.69
Tata Steel	394	374	5.34
BPCL	340	327	4.07

Nifty 50 Top 3 Losers

Company	16-Oct	Prev_Day	% Change
United Phos	467	507	-7.82
HCL Tech	827	860	-3.82
M&M	607	617	-1.73

Advance Decline Ratio

	BSE	NSE
Advances	1455	1139
Declines	1183	730
Unchanged	173	130

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-293	36835
MF Flows**	-665	13660

*16th Oct 2020; **12th Oct 2020

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	7.34% (Sep-20)	6.23% (Jun-20)	3.99% (Sep-19)
IIP	-8.00% (Aug-20)	-33.40% (May-20)	-1.40% (Aug-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

Global Indices

- Asian markets largely remained under pressure amid uncertainty about new U.S. fiscal stimulus coupled with the resurgence in coronavirus cases in Europe, which stoked concerns about a global economic recovery. Nonetheless, investors remained optimistic ahead of the release of third-quarter China's GDP data, scheduled later during the month. Today (as on Oct 19), markets are largely trading higher as investors are awaiting China's GDP data for the third quarter, as well as industrial production and retail sales data for Sep. Both Nikkei and Hang Seng are up 1.03% and 0.73% (as at 8:00 AM IST), respectively.
- European markets went up amid renewed optimism about a potential coronavirus vaccine and on bargain hunting at some key counters across various sectors.
- U.S. markets largely closed on a positive note as better than expected U.S. retail sales number and upbeat consumer sentiment data for Oct outweighed concerns regarding lingering uncertainty about a new stimulus bill.

Indian Equity Market

- Indian equity markets rose on the last trading day of the week following value buying after a steep selloff in the previous session. Nonetheless, gains were capped as prospects for a new fiscal stimulus package in U.S. remained dim and coronavirus cases continued to rise in Europe.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.64% and 0.7% to close at 39,982.98 and 11,762.45 respectively.
- The overall market breadth on BSE was strong with 1,455 scrips advancing and 1,183 scrips declining. A total of 173 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Metal was the major gainer, up 3.7% followed by S&P BSE Realty, up 2.6% and S&P BSE Bankex, up 1.95%. S&P BSE Energy was the only loser, down 0.82%.

Domestic News

- Global rating agency Moody's said India's two rounds of fiscal stimulus that stood at just 1.2% of its gross domestic product (about Rs. 2.4 lakh crore), is way below the average of about 2.5% for similar-rated peers to fight the Covid-19 pandemic.
- Prime Minister said that minimum support price (MSP) and government procurement are important parts of the country's food security, and it is important that the same continues to function with better facilities and in a scientific way.
- According to the RBI data, India's foreign exchange reserves surged by \$5.87 billion to reached record high of \$551.51 billion on account of rise in foreign currency assets in the week ended Oct 9, 2020.
- Agriculture Minister said, foodgrain output is projected at record 144.52 million tonnes in the FY21 kharif season notwithstanding COVID-19 crisis compared with 143.38 million tonnes in FY20 kharif season. Production of cash crops such as sugarcane and cotton is also expected to be good, he said.
- HCL Technologies reported rise in 18.5% for the quarter ended Sep 2020 to Rs. 3,142 crore as against profit of Rs. 2,651 crore in quarter ended Sep 2019. Its revenue grew 6.1% to Rs. 18,594 crore in the quarter ended Sep 2020 from Rs. 17,528 crore in same quarter last year.
- Pfizer Inc plans to provide safety data and the Covid-19 vaccine authorisation file that it is creating with German partner BioNTech at the end of Nov 2020, if it receives positive data on the efficacy and safety of late-stage clinical trials.

Good gets better

FII Derivative Trade Statistics		16-Oct	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	5820.83	5928.10	11949.15
Index Options	567108.24	565783.39	66885.49
Stock Futures	15853.80	15632.02	78308.50
Stock Options	8634.44	8775.16	8083.73
Total	597417.31	596118.67	165226.87

Derivative Statistics- Nifty Options			
	16-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.31	0.99	0.32
Put Call Ratio(Vol)	0.96	0.83	0.13

Debt Watch				
	16-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.36%	3.39%	3.43%	5.05%
T-Repo	3.05%	3.21%	3.22%	4.73%
Repo	4.00%	4.00%	4.00%	5.15%
Reverse Repo	3.35%	3.35%	3.35%	4.90%
91 Day T-Bill	3.20%	3.25%	3.33%	5.09%
364 Day T-Bill	3.50%	3.50%	3.62%	5.37%
10 Year Gilt	5.93%	5.90%	5.94%	6.47%
G-Sec Vol. (Rs.Cr)	47665	86840	32219	41517
FBIL MIBOR	3.66%	3.73%	3.68%	5.24%
3 Month CP Rate	3.40%	3.50%	3.55%	5.80%
5 Year Corp Bond	6.62%	6.68%	6.70%	7.50%
1 Month CD Rate	3.17%	3.27%	3.29%	4.90%
3 Month CD Rate	3.25%	3.36%	3.29%	5.57%
1 Year CD Rate	3.77%	3.74%	3.95%	5.97%

Currency Market			
Currency	16-Oct	Prev_Day	Change
USD/INR	73.38	73.27	0.12
GBP/INR	94.56	95.26	-0.70
EURO/INR	85.84	86.09	-0.24
JPY/INR	0.70	0.70	0.00

Commodity Prices				
Commodity	16-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	40.65	40.39	40.12	53.37
Brent Crude(\$/bl)	40.84	41.92	40.47	59.84
Gold(\$/oz)	1899	1929	1959	1489
Gold(Rs./10 gm)	50796	50695	51797	38203

Source: Refinitiv

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) 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 assure 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 Oct 2020 Futures stood at 11,765.15, a premium of 2.70 points above the spot closing of 11,762.45. The turnover on NSE's Futures and Options segment fell to Rs. 14,48,499.97 crore on October 16, 2020, compared with Rs. 58,24,762.54 crore on October 15, 2020.
- The Put-Call ratio stood at 0.87 compared with the previous session's close of 0.83.
- The Nifty Put-Call ratio stood at 1.31 compared with the previous session's close of 0.99.
- Open interest on Nifty Futures stood at 12.35 million, compared with the previous session's close of 13.23 million.

Indian Debt Market

- After remaining largely unchanged in the last three sessions, bond yields increased as market sentiment remained cautious after the government increased its borrowing by Rs. 1.10 lakh crore for current fiscal year.
- Yield on the 10-year benchmark paper (5.77% GS 2030) rose 3 bps to close at 5.93% from the previous close of 5.90% after trading in a range of 5.91% to 5.94%.
- RBI conducted the auction of government securities-5.22% GS 2025, 6.19% GS 2034 and 7.16% GS 2050 for an aggregate amount of Rs. 28,000 crore, which was oversubscribed. The cut-off stood at Rs. 99.70 (yield: 5.29%), Rs. 99.05 (yield: 6.29%) and Rs. 104.70 (yield: 6.79%), respectively. Green shoe of Rs. 2000 crore has been exercised in 6.19% GS 2034.
- Banks did not borrow under the central bank's marginal standing facility on Oct 14, 2020 and Oct 15, 2020.

Currency Market Update

- The Indian rupee in the spot trade rose against the U.S. dollar following gains in the domestic equity market. However, continuing uncertainty over the much-awaited U.S. fiscal stimulus package capped the gains.
- The euro rose against the greenback on bargain hunting. However, persisting concerns over COVID-19 pandemic and continuing uncertainty over the much-awaited U.S. fiscal stimulus package capped the gains.

Commodity Market Update

- Gold prices fell amid fading prospects of a U.S. stimulus package before the U.S. Presidential elections on Nov 3. Gold prices closed at \$1,898.97 per ounce, down 0.46% compared with previous close of \$1,907.82 per ounce.

International News

- According to a report by the Labor Department, U.S. import prices rose 0.3% in Sep 2020 after increasing by revised 1.0% in Aug 2020. The report also said export prices rose 0.6% following 0.5% rise in Aug.
- According to data from Eurostat, exports grew 2% MoM in Aug 2020 and imports rose 0.5% thus, trade surplus rose to a seasonally adjusted EUR 21.9 billion in Aug from EUR 19.3 billion in Jul 2020. On a yearly basis, exports decreased 12.2% and imports fell 13.5% in Aug. The unadjusted trade surplus totaled EUR 14.7 billion as against EUR 14.4 billion a year ago.
- According to a report released by the Labor Department, U.S. initial jobless claims increased 53,000 to 898,000 from week ended Oct 10, 2020 from the previous week's revised level of 845,000.

Good gets better