

Indices Performance				
Global Indices	19-Oct	Prev_Day	Abs. Change	% Change
Russell 3000	1,781	1,812	-31	-1.69
Nasdaq	11,479	11,672	-193	-1.65
FTSE	5,885	5,920	-35	-0.59
Nikkei	23,671	23,411	261	1.11
Hang Seng	24,542	24,387	155	0.64
Indian Indices	19-Oct	Prev_Day	Abs. Change	% Change
S&P BSE Sensex	40,432	39,983	449	1.12
Nifty 50	11,873	11,762	111	0.94
Nifty 100	11,953	11,843	110	0.93
Nifty 500	9,709	9,626	83	0.86
Nifty Bank	24,267	23,533	734	3.12
S&P BSE Power	1,629	1,616	13	0.83
S&P BSE Small Cap	14,851	14,787	64	0.44
S&P BSE HC	19,743	19,916	-174	-0.87

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
19-Oct	29.38	0.99	34.43	1.34
Month Ago	28.56	0.99	32.98	1.42
Year Ago	27.51	1.17	26.94	1.28

Nifty 50 Top 3 Gainers				
Company	19-Oct	Prev_Day	% Change	
ICICI Bank	417	396	5.30	
Axis Bank	493	472	4.35	
Nestle India Limited	16093	15430	4.30	

Nifty 50 Top 3 Losers				
Company	19-Oct	Prev_Day	% Change	
Divi's Lab	3093	3223	-4.01	
NA	2198	2270	-3.16	
Hero Moto	3249	3346	-2.92	

Advance Decline Ratio			
	BSE	NSE	
Advances	1454	1077	
Declines	1192	798	
Unchanged	171	111	

Institutional Flows (Equity)			
Description (Cr)	Inflow/Outflow		YTD
FII Flows*	-9		36826
MF Flows**	-665		13660

*19th 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

[1] Data as on 16 Oct, 2020

Global Indices

- Asian markets largely closed in the green amid hopes for a new U.S. stimulus package before the U.S. Presidential election and expectations of a COVID-19 vaccine by year-end. However, gains were restricted by data showing China's economy expanded at a slower rate than expected in Jul-Sep of 2020. Today (as on Oct 20), markets are trading mixed as investors await China's benchmark lending rate for Oct. Both Nikkei and Hang Seng are down 0.05% and 0.08% (as at 8:00 AM IST), respectively.
- European markets went down, dragged by persisting worries about rising coronavirus cases and uncertainty about a Brexit deal. A slower than expected pace of China's economic growth in the third quarter too played spoilsport.
- U.S. markets closed in the red amid uncertainty about whether U.S. policymakers will reach an agreement on a new stimulus bill.

Indian Equity Market

- Indian equity markets edged higher led by positive cues generated from upbeat quarterly earning number reported by one of the major private sector lenders. The news raised hopes of similar quarterly earnings from other banks. Investor sentiment was also lifted by hopes of a U.S. stimulus package before the Presidential election and expectations of a COVID-19 vaccine by year-end.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.12% and 0.94% to close at 40,431.60 and 11,873.05 respectively.
- The overall market breadth on BSE was strong with 1,454 scrips advancing and 1,192 scrips declining. A total of 171 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Bankex was the major gainer, up 3.35% followed by S&P BSE Finance, up 2.63% and S&P BSE Oil & Gas, up 1.82%. S&P BSE Auto was the major loser, down 1.12% followed by S&P BSE Healthcare, down 0.87% and S&P BSE Telecom, down 0.66%.

Domestic News

- As per media reports, the finance minister has asked officials to ensure that, by the end of Dec 2020, 14 state-owned companies would invest 75% of their capital expenditure for the year 2020. This is being done to sustain the pace of capital and infrastructure projects in a bid to soften the economic blow from pandemic.
- The Minister of State for Agriculture has launched the 'Ayushman Sahakar' scheme under the National Cooperative Development Corporation (NCDC) to help cooperatives contribute to the development of health infrastructure in the country. NCDC would lend Rs 10,000 crore for the purpose.
- Further relaxation in compliance for small taxpayers for the FY20 has been established by the Central Board of Indirect Taxes and Customs (CBIC). The requirement to file annual return in GSTR-9 by taxpayers having aggregate turnover up to Rs. 2 crore has been made optional for FY20.
- As per media reports, in the recently enacted farm law (Farmers (Empowerment and Protection) Agreement on Price Assurance and Farm Services Act, 2020), which is relevant to contract farming, the government has adopted time-bound rules and procedures for dispute resolution. The sub-divisional magistrate will settle the conflict in compliance with the notified rules by establishing a conciliation board with equal representation from both sides. The conciliation process should be completed within 30 days after the date of the conciliation board's appointment. If the conciliation board fails to settle the conflict, either party will contact the sub-divisional authority, which, after a fair hearing, will have to decide the case within 30 days of filing the appeal.
- The Kalrock Capital-Murari Lal Jalan consortium has proposed to re-launch Jet Airways as a full-service carrier, with an initial investment of Rs. 1,000 crore.
- Promoter of crisis-hit mortgage lender DHFL, Kapil Wadhawan, wrote to RBI-appointed administrator on Oct 17 to offer his personal and family properties, which he claims are worth Rs. 43,000 crore, for repayment of outstanding loans of lenders to the company.

FII Derivative Trade Statistics		19-Oct	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4061.40	4103.65	11231.21
Index Options	188433.04	187760.43	72618.02
Stock Futures	14378.03	14238.86	79127.53
Stock Options	6303.20	6249.39	8149.93
Total	213175.67	212352.33	171126.69

Derivative Statistics- Nifty Options			
	19-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.35	1.31	0.04
Put Call Ratio(Vol)	0.95	0.96	-0.02

Debt Watch				
	19-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	3.36%	3.42%	3.41%	5.10%
T-Repo	3.05%	3.14%	3.22%	4.90%
Repo	4.00%	4.00%	4.00%	5.15%
Reverse Repo	3.35%	3.35%	3.35%	4.90%
91 Day T-Bill	3.18%	3.25%	3.31%	5.05%
364 Day T-Bill	3.49%	3.45%	3.63%	5.25%
10 Year Gilt	5.92%	5.87%	6.03%	6.52%
G-Sec Vol. (Rs.Cr)	33372	35863	37427	24960
FBIL MIBOR ^[1]	3.66%	3.67%	3.74%	5.25%
3 Month CP Rate	3.40%	3.50%	3.55%	5.80%
5 Year Corp Bond	6.56%	6.55%	6.76%	7.55%
1 Month CD Rate	3.18%	3.28%	3.34%	4.94%
3 Month CD Rate	3.26%	3.37%	3.28%	5.67%
1 Year CD Rate	3.73%	3.80%	3.90%	5.86%

Currency Market			
Currency	19-Oct	Prev_Day	Change
USD/INR	73.42	73.38	0.04
GBP/INR	94.98	94.56	0.42
EURO/INR	85.97	85.84	0.12
JPY/INR	0.70	0.70	0.00

Commodity Prices				
Commodity	19-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	40.64	39.17	41.04	53.70
Brent Crude(\$/bl)	41.41	40.11	41.97	60.50
Gold(\$/oz)	1904	1922	1950	1490
Gold(Rs./10 gm)	50828	51034	51619	38241

Source: Refinitiv

[1] Data as on 16 Oct, 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) 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 Oct 2020 Futures stood at 11,889.40, a premium of 16.35 points above the spot closing of 11,873.05. The turnover on NSE's Futures and Options segment rose to Rs. 16,35,133.63 crore on October 19, 2020, compared with Rs. 14,48,499.97 crore on October 16, 2020.
- The Put-Call ratio stood at 0.82 compared with the previous session's close of 0.87.
- The Nifty Put-Call ratio stood at 1.35 compared with the previous session's close of 1.31.
- Open interest on Nifty Futures stood at 12.39 million, compared with the previous session's close of 12.35 million.

Indian Debt Market

- Bond yields closed steady as a debt switch added to the supply of duration papers. Market participants also preferred to remain on the sidelines and await for more clarity from the Reserve Bank of India on open market purchases after the increased supply of sovereign debt.
- Yield on the 10-year benchmark paper (5.77% GS 2030) closed unchanged 5.94% after trading in a range of 5.92% to 5.95%.
- Banks borrowed Rs. 10 crore under the central bank's marginal standing facility on Oct 16, 2020 compared to that of Oct 15, 2020 when banks borrowed none.
- RBI announced the auction of four dated securities namely 5.09% GS 2022, 5.22% GS 2025, 5.77% GS 2030 and 6.80% GS 2060 for a notified amount of Rs. 31,000 crore. The auction will be carried out on Oct 23, 2020.

Currency Market Update

- The Indian rupee in the spot trade inched down against the greenback on the likelihood of a continued impasse over the fiscal stimulus package in U.S.
- The euro rose against the greenback on hopes that an agreement on a fiscal stimulus package in U.S. could be reached ahead of the upcoming U.S. Presidential election, and on expectations of a coronavirus vaccine by the end of 2020.

Commodity Market Update

- Gold prices rose as optimism over a new U.S. stimulus agreement before next month's U.S. presidential election weakened the greenback.
- Brent crude prices rose on hopes for a U.S. fiscal package.

International News

- The National Bureau of Statistics said China's Gross Domestic Product (GDP) grew 4.9% YoY in the Sep quarter of 2020 better than 3.2% rise in the previous quarter. GDP growth slowed down to 2.7% QoQ, from 11.5% rise in the previous quarter.
- According to a report released by the National Association of Home Builders, NAHB/Wells Fargo Housing Market Index (Homebuilder confidence) in the U.S touched record high at 85 in Oct 2020 from 83 in Sep 2020.
- Data from Eurostat showed, construction output in the eurozone increased 2.6% MoM in Aug 2020 faster than 0.3% rise in Jul 2020. Production in building construction rose 2.8% sequentially and civil engineering rose 0.7%.