

Equity Market

- ❖ Sensex ended flat at 38,041
- ❖ Index VIX declines 3.33% to 22.58
- ❖ Nifty P/E at 30.72, Nifty Midcap 100 P/E at 130.66

S&P CNX Nifty - 200 DMA



Nifty Equity Benchmark Indices

Index	Current Value	% chg	52 wk high	52 wk low
Nifty 50	11214.1	0.12	12430.5	7511.1
Nifty Mid cap 100	16103.4	1.25	18495.9	10750.0
Nifty Small cap 100	5262.9	1.02	6401.1	3202.9
Bank	21754.0	0.51	32613.1	16116.3
Auto	7554.5	0.75	8501.2	4452.2
FMCG	31490.6	0.65	32644.9	22699.1
Pharma	11333.0	-0.62	10497.2	6242.9
Realty	204.0	-0.32	336.4	160.9

Factors driving the market

- ❖ Asian Paints top gainer; Mindspace REIT lists at 11% premium
- ❖ Pidilite Industries jumps 4% on better-than-expected Q1 results, Torrent Power hits 52 wk high on Q1 nos.
- ❖ Lupin plunges 6% as Q1 profit tanks 60% YoY to Rs 107 crore, Voda-Idea slipped 7% as loss widens

Nifty Top Gainers/Losers

Index	Value	52 wkhigh	52 wklow
Top Gainers			
Asian Paint	1807.8	1916.7	1431.2
Bajaj Finance	3470.3	4923.4	1783.0
UPL	480.1	617.8	240.2
Top Losers			
Titan	1092.2	1390.0	720.9
HCL Tech	689.9	718.0	375.3
Infosys	951.7	986.5	509.3

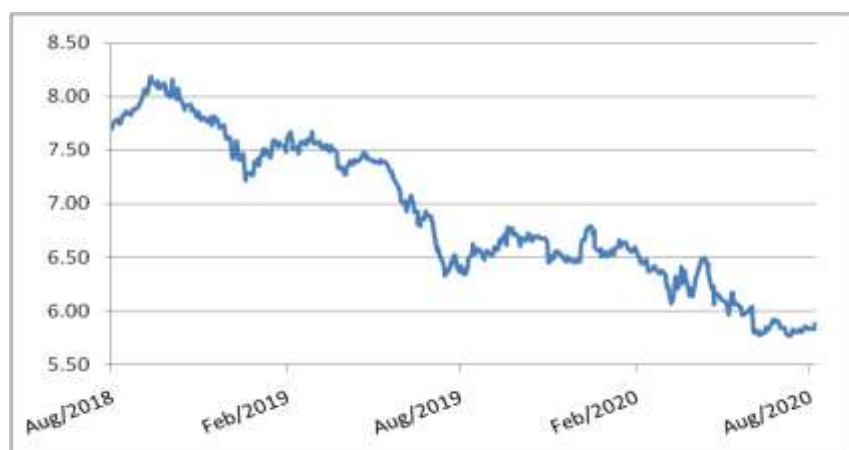
Equity FPI Inflows

Date	Rs Crore		
	Gross Purchases	Gross Sales	Net Investments
07-Aug-20	5451.5	4875.7	575.8
06-Aug-20	5981.8	6200.7	(218.9)
05-Aug-20	5450.8	4575.0	875.8
Total Jul-2020	119628.6	112065.9	7562.7
Total Jun-2020	170846.4	149014.5	21831.6
Total 2019	1437559.6	1336438.9	101120.8

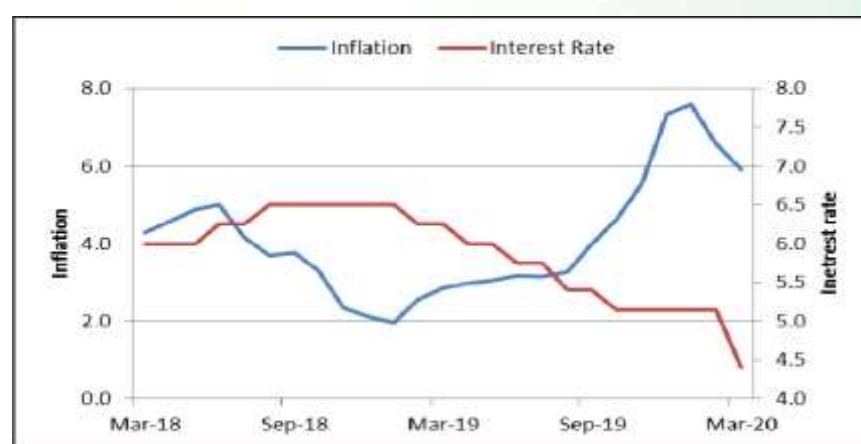
Debt Market

- ❖ HDFC Bank cuts MCLR by 10 bps across tenors effective from August 07
- ❖ RBI keeps repo rate and reverse repo rate at 4% and 3.35% respectively, stance accommodative
- ❖ RBI extends loan restructuring facility for corporate and personal loans
- ❖ RBI enhances loan to value ratio on gold loan to 90% from 75%
- ❖ RBI asks banks not to open current accounts for customers having cash credit, overdraft facilities

10-year G-sec yield



Inflation vs. Interest rate



Debt FPI Inflows

Debt Watch	Percent
Call rate	3.12
Repo rate	4.00
10 Yr Gsec yield	5.89
1-mth CP rate	3.40
3-mth CP rate	3.45
6-mth CP rate	3.97
1 Yr CP rate	4.03
1-mth CD rate	3.22
3-mth CD rate	3.38
6-mth CD rate	3.52
1 Yr CD rate	3.80

Auctions / Money Market Operation		
Date	Description	Amount(Cr)
Aug-10	G-sec auction	--
Aug-10	Total repo	--
Aug-10	Total reverse repo	6,49,389
Aug-10	Marginal standing facility	65
Aug-10	GOI surplus cash balance with RBI	--

Date	Rs Crore		
	Gross Purchases	Gross Sales	Net Investments
07-Aug-20	787.0	1243.9	(456.9)
06-Aug-20	1131.7	1455.5	(323.9)
05-Aug-20	1211.7	1089.4	122.4
Total Jul-2020	26380.0	28856.4	(2476.4)
Total Jun-2020	21934.6	23479.5	(1545.0)
Total 2019	392458.9	366578.5	25880.4

Debt Fund Benchmark Indices

Market Indices	1 M (%)	1 Yr (%)	3 Yr (%)	5 Yr (%)
Crisil Composite Bond Fund Index	0.67	11.65	8.51	9.42
Crisil Short Term Bond Fund Index	0.67	10.79	8.38	8.59
Crisil ST Debt Hybrid 75+25 Index	1.55	10.83	7.78	8.57
Crisil Liquid Fund Index	0.33	5.50	6.70	6.94

Macro

- ❖ Crops planted in 90% of cultivable area across India owing to good monsoon rainfall
- ❖ Centre approves construction of 10.28 lakh houses under PMAY (Urban)
- ❖ Committee of Creditors can vote on multiple resolution plans simultaneously: IBBI
- ❖ Business sentiment hits all-time low since 1991, index falls 40.1% over the last quarter of FY20
- ❖ India most in need of debt monetisation: Nomura report

	Q3 FY2020(%)	Q2 FY2020(%)	Q3 FY2019(%)
GDP growth	4.7	4.5	6.6

Commodity Prices				
	Current	Week ago	Month ago	Year ago
Brent crude(\$/bbl)	44.69	43.30	43.29	56.23
Gold (RS/10 gms)	55,922	53,615	48,235	37,039

	May - 20 (%)	Apr - 20 (%)	Year ago (%) (May - 19)
CPI (Food)	9.28%	--	3.05
WPI	-3.21	--	2.45
Core Sector Output	-23.40	-38.12	3.80
IIP	-34.70	-55.50	3.10

Global market trends

- ❖ Wall Street dips due to slowing employment growth, US-China tensions
- ❖ US employment growth slows sharply in July amid Covid-19 pandemic
- ❖ China's July iron ore imports hit record high on robust demand; up 24%
- ❖ China's exports see unexpected spike in July and fall in imports, as domestic demand remains weak
- ❖ US will end reliance on China, other nations for pharmaceuticals and medical supply: Trump

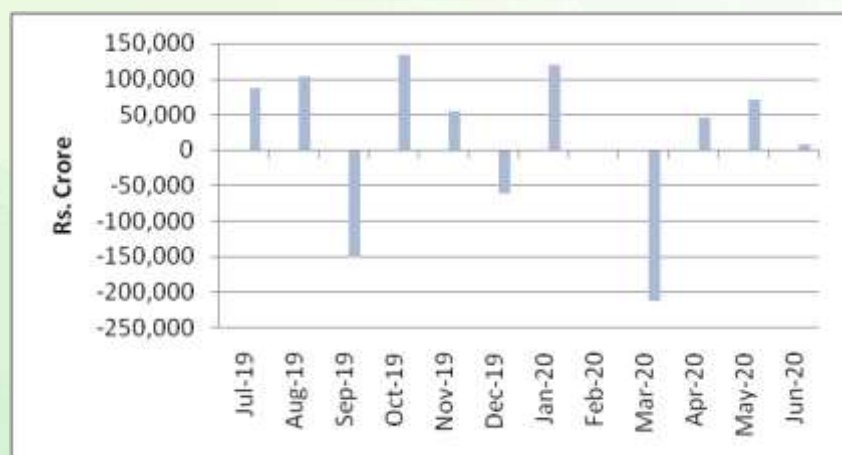
INR vs Global currency		
	Current	Prev close
USD	74.97	75.03
GBP	98.00	98.08
Euro	88.42	88.50
Yen	0.709	0.709
Yuan	10.76	10.76

Global equity benchmark indices returns (%)				
Benchmark	1 Day	1 Week	1 Month	1 Year
FTSE 100	0.09	2.28	-2.55	-16.20
Hang Seng	-1.60	-0.26	-5.56	-5.64
Nikkei 225	-0.39	2.86	-1.26	8.84
S&P 500	0.06	2.45	6.55	16.20
Shanghai Composite	-0.96	1.33	0.26	21.14

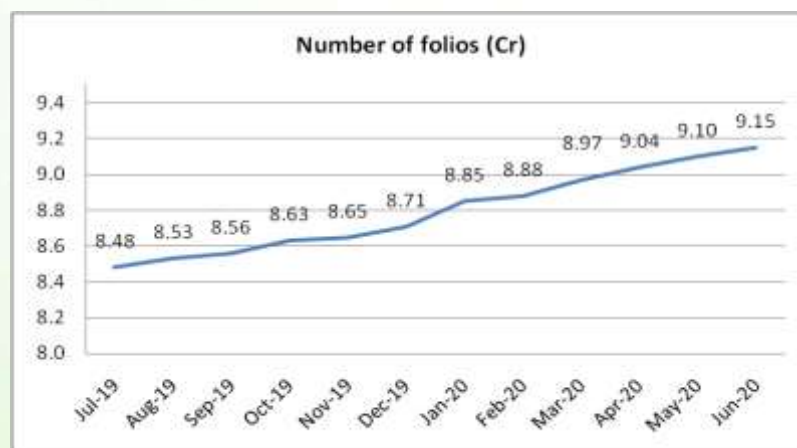
Mutual Fund Roundup

- ❖ RBI cuts capital charge on banks' investments in debt MF schemes
- ❖ Equity MFs witness outflows after 4 years in July amid Covid-19 uncertainty
- ❖ Sebi may review curbs on MFs' equity investments
- ❖ Sebi mandates MFs to use RFQ platform for 10% of secondary transactions from October 1

Mutual fund inflows



Mutual fund folio growth



(Data source: NSE, NSDL, FIMMDA, investing.com, tradingeconomics.com, fx-rate.net, ACEMF, AMFI, RBI, equitymaster.com)

(Newssource: Economic Times, Business Standard)