

Equity Market

- ❖ Sensex gains 142 points to end at 38,182
- ❖ Index VIX declines 0.53% to 22.51
- ❖ Nifty P/E at 31.23, 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
Nifty50	11270.2	0.54	12430.5	7511.1
Nifty Mid cap 100	16312.7	1.36	18495.9	10750.0
Nifty Small cap 100	5351.2	1.72	6401.1	3202.9
Bank	21926.6	0.79	32613.1	16116.3
Auto	7617.2	0.83	8501.2	4452.2
FMCG	31621.8	0.49	32644.9	22699.1
Pharma	11941.4	5.46	10497.2	6242.9
Realty	209.8	2.82	336.4	160.9

Factors driving the market

- ❖ L&T, BHEL, Bharat Forge among others rallied as govt. embargo on the import of 101 items of defence equipment
- ❖ Select pharma companies soared on encouraging quarterly numbers, Cipla top gainer
- ❖ Broader market indices continued their outperformance, Nifty smallcap gained for seventh straight session

Nifty Top Gainers/Losers

Index	Value	52 wkhigh	52 wklow
Top Gainers			
Cipla	797.7	814.5	355.3
M&M	629.9	640.8	245.4
L&T	960.0	1551.0	661.0
Top Losers			
Eicher Motors	21330.0	23450.0	12450.1
Asian Paint	1784.0	1916.7	1431.2
Maruti Suzuki	6599.0	7758.7	4001.1

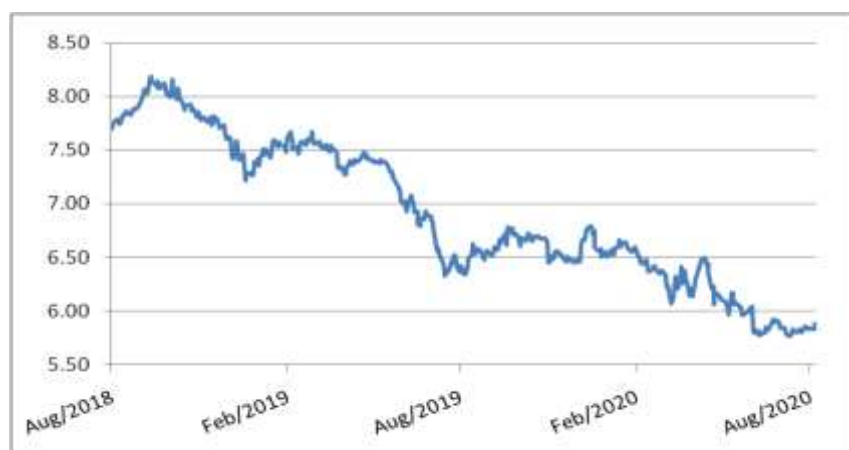
Equity FPI Inflows

Date	Rs Crore		
	Gross Purchases	Gross Sales	Net Investments
10-Aug-20	6499.4	5193.0	1306.5
07-Aug-20	5451.5	4875.7	575.8
06-Aug-20	5981.8	6200.7	(218.9)
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

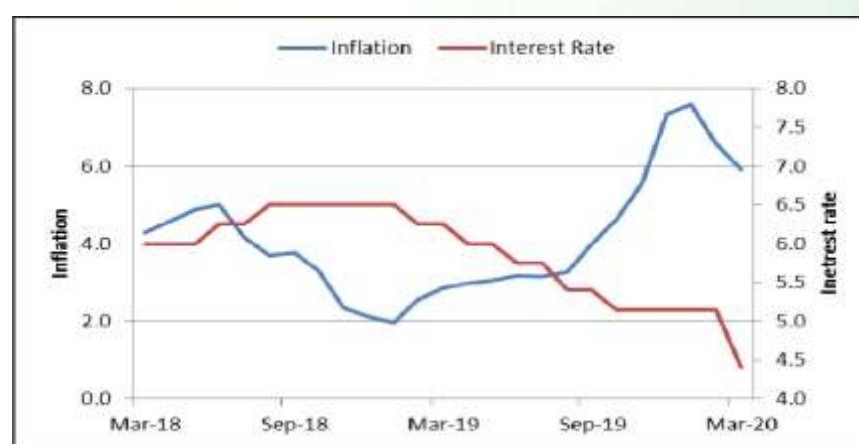
Debt Market

- ❖ Short bonds in India lead selloff as demand worries loom
- ❖ HDFC raises Rs 3,693 crore via NCDs offering 5.4% for three year maturity
- ❖ S&P: RIL's asset monetization to boost credit quality even if FY21 earnings are well below forecasts
- ❖ RBI keeps repo rate and reverse repo rate at 4% and 3.35% respectively, stance accomodative
- ❖ RBI extends loan restructuring facility for corporate and personal loans

10-year G-sec yield



Inflation vs. Interest rate



Debt FPI Inflows

Debt Watch	Percent
Call rate	3.16
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	3.85
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-11	G-sec auction	--
Aug-11	Total repo	--
Aug-11	Total reverse repo	6,13,376
Aug-11	Marginal standing facility	--
Aug-11	GOI surplus cash balance with RBI	--

Date	Rs Crore		
	Gross Purchases	Gross Sales	Net Investments
10-Aug-20	2061.0	1167.8	893.2
07-Aug-20	787.0	1243.9	(456.9)
06-Aug-20	1131.7	1455.5	(323.9)
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	0.01	11.84	8.53	9.39
Crisil Short Term Bond Fund Index	0.23	10.64	8.36	8.56
Crisil ST Debt Hybrid 75+25 Index	1.50	10.30	8.12	8.61
Crisil Liquid Fund Index	0.33	5.47	6.70	6.94

Macro

- ❖ Labour Ministry could widen scope of gratuity to include contract, seasonal, gig workers
- ❖ Prime Minister Narendra Modi wants farmers to slash use of urea
- ❖ India's economy is slowly recovering, shows Nomura India Business Resumption Index
- ❖ India attracts USD 22 billion FDI during COVID-19: Amitabh Kant
- ❖ Government mulls duty hike on textiles, cameras, laptops from China

	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)	44.99	44.15	43.24	58.25
Gold (RS/10 gms)	55,331	53,615	49,143	37,799

	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

- ❖ Saudi Arabia turns off oil tap for Pakistan over deferred payments
- ❖ Saudi Aramco still aims for \$15 billion investment in India's Reliance
- ❖ Planned layoffs at British companies surge due to detrimental economic impact
- ❖ 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

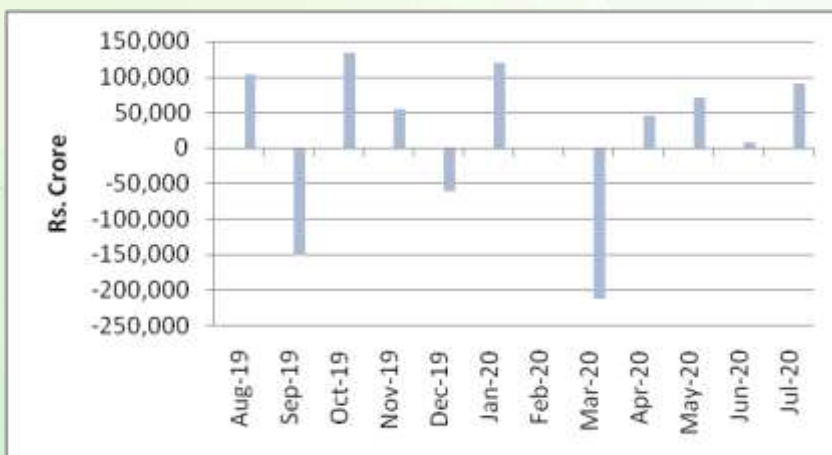
INR vs Global currency		
	Current	Prev close
USD	74.84	74.88
GBP	97.93	98.02
Euro	87.95	87.96
Yen	0.706	0.706
Yuan	10.77	10.77

Global equity benchmark indices returns (%)				
Benchmark	1 Day	1 Week	1 Month	1 Year
FTSE 100	0.31	0.29	-0.73	-16.59
Hang Seng	-0.63	-0.33	-5.25	-6.02
Nikkei 225	--	0.61	0.18	7.95
S&P 500	0.27	2.86	-1.26	8.84
Shanghai Composite	0.75	0.33	-0.12	21.79

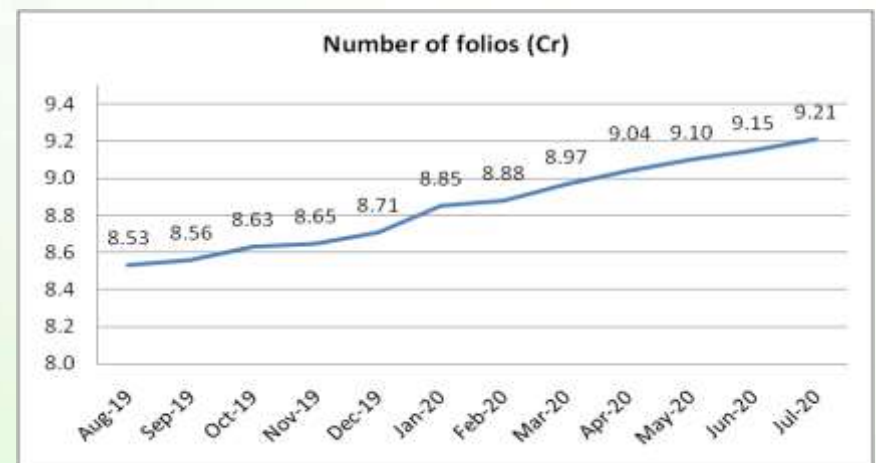
Mutual Fund Roundup

- ❖ Mutual fund inflows in July at Rs 89,813 crore
- ❖ Equity MFs witness outflows after 4 years in July at Rs 2,480 crore amid Covid-19 uncertainty
- ❖ Debt funds witness strong inflows of Rs 91,392 crore
- ❖ Hybrid schemes witness outflows of Rs 7,301 crore

Mutual fund inflows



Mutual fund folio growth



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

(Newsource: Economic Times, Business Standard)