

## Equity Market

- ❖ Sensex gains 230 points to end at 39,074
- ❖ Index VIX flat at 19.30
- ❖ Nifty P/E at 32.64, 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	11549.6	0.67	12430.5	7511.1
Nifty Mid cap 100	17249.5	0.52	18495.9	10750.0
Nifty Small cap 100	5846.7	1.06	6401.1	3202.9
Bank	23414.2	1.39	32613.1	16116.3
Auto	8100.5	1.46	8501.2	4452.2
FMCG	31408.5	-0.16	32644.9	22699.1
Pharma	11484.6	-0.13	10497.2	6242.9
Realty	218.8	0.81	336.4	160.9

## Factors driving the market

- ❖ Autos rally as GST Council set to mull tax cut on two-wheelers; Hero MotoCorp top gainer
- ❖ Tata Motors gains 6% as it aims to become debt-free company in next three years
- ❖ Can Fin Homes zooms 9% on healthy Q1 nos, dividend bounty

### Nifty Top Gainers/Losers

Index	Value	52 wkhigh	52 wklow
<b>Top Gainers</b>			
Tata Motors	138.4	201.7	63.5
Hero MotoCorp	3160.5	3181.4	1475.0
IndusInd Bank	568.5	1596.6	235.6
<b>Top Losers</b>			
Bharti Airtel	513.5	612.0	325.5
Ultratech Cement	4082.0	4754.1	2910.0
Asian Paints	1970.4	2016.9	1431.2

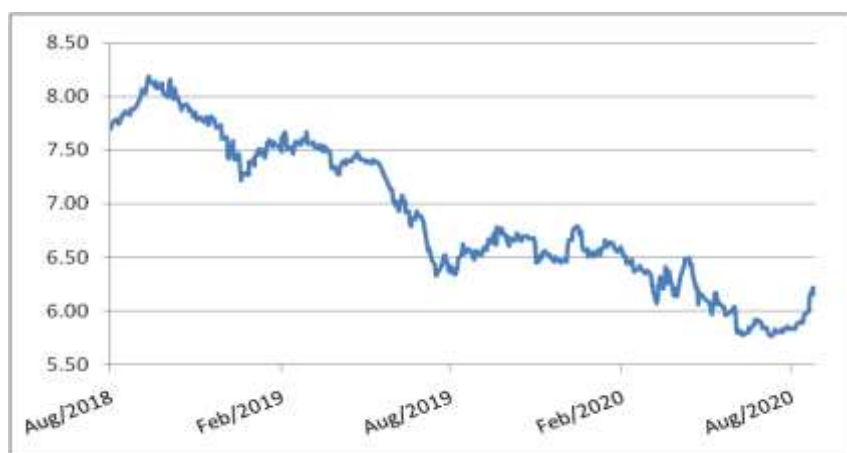
### Equity FPI Inflows

Date	Rs Crore		
	Gross Purchases	Gross Sales	Net Investments
26-Aug-20	5740.3	3986.6	7153.7
25-Aug-20	5309.3	4247.1	1062.2
24-Aug-20	3915.6	3477.8	437.8
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

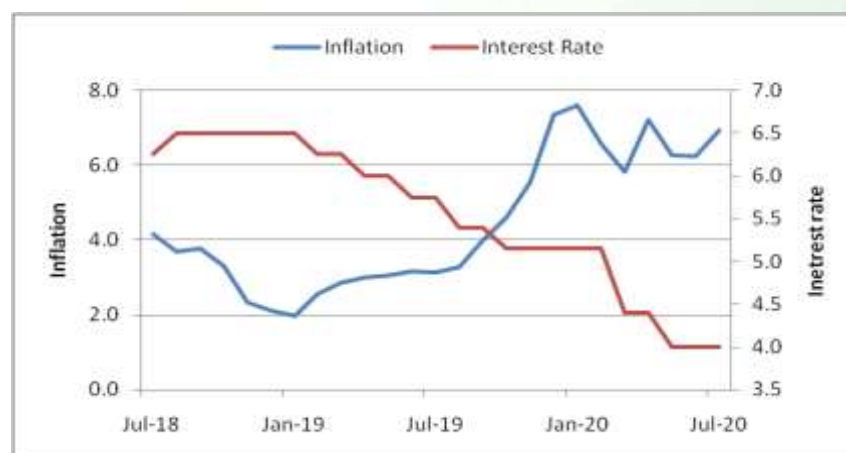
## Debt Market

- ❖ RBI to conduct first tranche of OMO today
- ❖ SBI may consider Jain Irrigation debt restructuring next week
- ❖ Banks see meaningful credit growth recovery only after 18 months
- ❖ Moody's downgrades SBI's baseline credit assessment to ba2; sees asset quality, profit deteriorating
- ❖ CARE revises Vodafone Idea's credit rating to BB- from B+ on account of AGR case

## 10-year G-sec yield



## Inflation vs. Interest rate



## Debt FPI Inflows

Debt Watch	Percent
Call rate	3.05
Repo rate	4.00
10 Yr Gsec yield	6.20
1-mth CP rate	3.75
3-mth CP rate	3.70
6-mth CP rate	3.79
1 Yr CP rate	4.09
1-mth CD rate	3.25
3-mth CD rate	3.57
6-mth CD rate	3.53
1 Yr CD rate	3.78

Auctions / Money Market Operation		
Date	Description	Amount(Cr)
Aug-27	G-sec auction	--
Aug-27	Total repo	--
Aug-27	Total reverse repo	6,32,916
Aug-27	Marginal standing facility	4
Aug-27	GOI surplus cash balance with RBI	--

Date	Rs Crore		
	Gross Purchases	Gross Sales	Net Investments
26-Aug-20	1818.3	2858.2	(1039.9)
25-Aug-20	1600.1	1469.8	130.3
24-Aug-20	1446.0	477.8	968.2
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	-1.20	10.16	8.12	9.07
Crisil Short Term Bond Fund Index	-0.10	10.01	8.23	8.46
Crisil ST Debt Hybrid 75+25 Index	1.09	10.79	8.18	9.17
Crisil Liquid Fund Index	0.34	5.39	6.66	6.91

## Macro

- ❖ Slow pay growth adds to hurdles in way of India's recovery even as joblessness eases
- ❖ Government debt set to hit historic high of 91% of GDP in FY21, according to report
- ❖ Execution of road projects likely to be in range of 9,000-9,200 km this fiscal: Icra
- ❖ Disposable income growth of households falls to 0.8x in FY20, may contract this fiscal: Report
- ❖ Gujarat tops Niti Aayog's Export Preparedness Index 2020, followed by Maharashtra and TN

	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)	45.73	45.37	43.41	58.70
Gold (RS/10 gms)	51,018	53,185	52,260	38,578

	Jun - 20 (%)	May - 20 (%)	Year ago (%) (Jun - 19)
CPI	6.09%	6.27%	3.18
WPI	-1.81	-3.21	2.02
Core Sector Output	-15.00	-23.40	1.20
IIP	-16.60	-34.70	1.30

## Global market trends

- ❖ Asia shares set to rise after US equities hit new record in tech spike
- ❖ S Korea central bank holds rates, but cuts GDP forecast on Covid concerns
- ❖ China industrial profits grow at fastest pace since mid-2018 amid pandemic
- ❖ Australia Q2 business investment slide not as bad as feared, plus for GDP
- ❖ Oil prices hold pattern as huge Gulf of Mexico storm shuts output

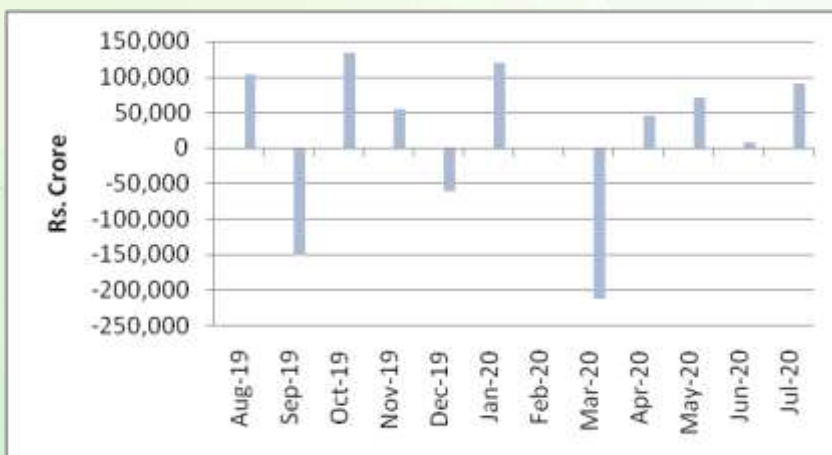
INR vs Global currency		
	Current	Prev close
USD	74.35	74.28
GBP	98.22	98.12
Euro	87.99	87.90
Yen	0.702	0.701
Yuan	10.80	10.78

Global equity benchmark indices returns (%)				
Benchmark	1 Day	1 Week	1 Month	1 Year
FTSE 100	0.14	-1.08	-0.97	-14.73
Hang Seng	0.02	1.24	3.61	-0.73
Nikkei 225	-0.03	0.78	2.53	14.95
S&P 500	1.02	3.08	7.39	20.86
Shanghai Composite	-1.30	-2.30	3.88	16.28

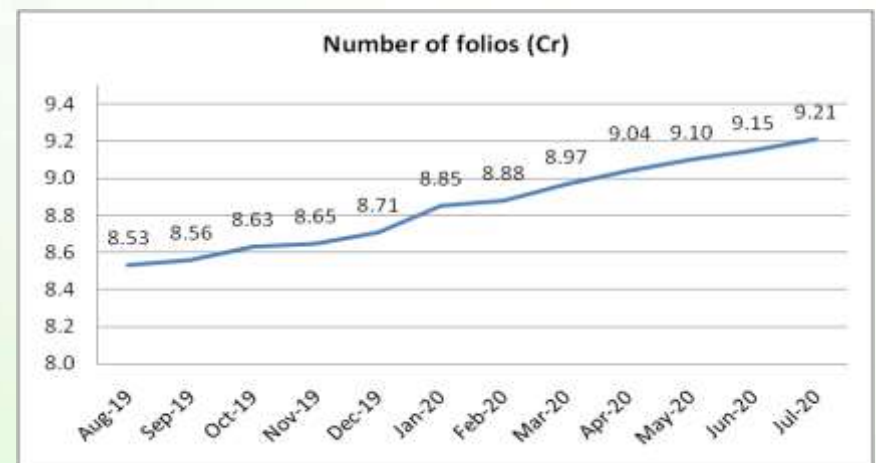
## Mutual Fund Roundup

- ❖ MF industry instrumental in channelising retail savings into capital mkts in a big way: Amfi
- ❖ 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)