

Equity Market

- ❖ Sensex surged 548 points to 37,020 amid broad-based buying
- ❖ Index VIX down 5.40% to 24.16
- ❖ Nifty P/E at 28.55, Nifty Midcap 100 P/E at 115.64

S&P CNX Nifty - 200 DMA



Nifty Equity Benchmark Indices

Index	Current Value	% chg	52 wk high	52 wk low
Nifty 50	10901.7	1.51	12430.5	7511.1
Nifty Mid cap 100	15242.3	1.39	18495.9	10750.0
Nifty Small cap 100	4852.0	1.32	6401.1	3202.9
Bank	21966.8	1.71	32613.1	16116.3
Auto	7137.3	1.73	8501.2	4452.2
FMCG	31439.3	0.82	32644.9	22699.1
Pharma	10472.2	0.87	10404.4	6242.9
Realty	196.4	0.41	336.4	160.9

Factors driving the market

- ❖ June quarter corporate earnings bring optimism; Britannia posts 118% jump in Q1 net profit
- ❖ BPCL surges 14% in 2 days as global oil giants show interest
- ❖ HCL Tech gains over 2% post Q1 result; declares an interim dividend of Rs 2 for the financial year 2020-21

Nifty Top Gainers/Losers

Index	Value	52 wk high	52 wk low
Top Gainers			
BPCL	442.9	549.0	252.0
ONGC	80.6	153.7	50.0
Bharti Infratel	198.2	296.5	120.1
Top Losers			
Hindalco	162.9	221.2	84.9
Britannia	3783.0	3938.0	2100.0
Nestle India	17239.0	18370.0	11265.0

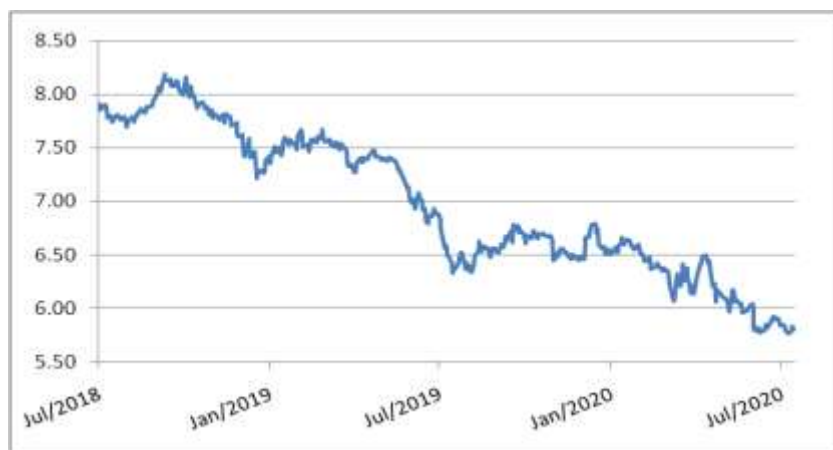
Equity FPI Inflows

Date	Rs Crore		
	Gross Purchases	Gross Sales	Net Investments
17-Jul-20	4287.5	5489.9	(1202.4)
16-Jul-20	4705.9	4740.9	(35.0)
15-Jul-20	3567.2	5158.7	(1591.6)
Total Jun-2020	170846.4	149014.5	21831.6
Total May-2020	130298.5	115729.8	14568.8
Total 2019	1437559.6	1336438.9	101120.8

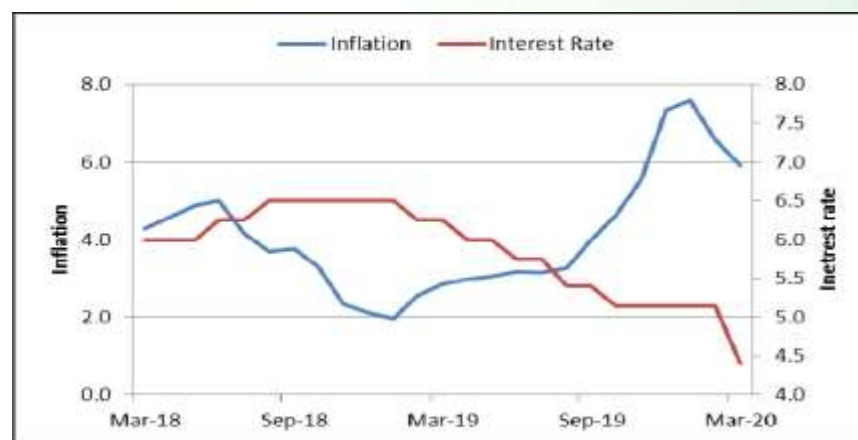
Debt Market

- ❖ India's debt to GDP may hit 88% in FY21; fiscal deficit goal likely only in FY30: SBI Ecowrap
- ❖ NCLAT opens window to let firms exit resolution process and settle
- ❖ New India Assurance audit qualifications lead to rating downgrade to B++
- ❖ Indian bonds may come under pressure as RBI near end of easing cycle: PineBridge
- ❖ RBI's loan moratorium not applicable to mutual funds, debentures: Bombay HC

10-year G-sec yield



Inflation vs. Interest rate



Debt FPI Inflows

Debt Watch	Percent
Call rate	3.47
Repo rate	4.00
10 YrGsec yield	5.81
1-mth CP rate	3.27
3-mth CP rate	3.34
6-mth CP rate	3.43
1 Yr CP rate	4.10
1-mth CD rate	3.27
3-mth CD rate	4.40
6-mth CD rate	3.51
1 Yr CD rate	3.89

Auctions / Money Market Operation		
Date	Description	Amount(Cr)
Jul-20	G-sec auction	--
Jul-20	Total repo	--
Jul-20	Total reverse repo	6,13,626
Jul-20	Marginal standing facility	55
Jul-20	GOI surplus cash balance with RBI	--

Date	Rs Crore		
	Gross Purchases	Gross Sales	Net Investments
17-Jul-20	1467.4	2080.7	(613.3)
16-Jul-20	1250.7	1832.2	(581.5)
15-Jul-20	1940.1	1089.5	850.6
Total Jun-2020	21934.6	23479.5	(1545.0)
Total May-2020	16020.9	38955.9	(22935.0)
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	2.18	12.01	8.81	9.59
Crisil Short Term Bond Fund Index	1.72	11.31	8.51	8.67
Crisil ST Debt Hybrid 75+25 Index	3.72	8.43	7.75	8.47
Crisil Liquid Fund Index	0.34	5.65	6.76	6.99

Macro

- ❖ Only 10% manufacturing units report higher output in Apr-Jun: Ficci Survey
- ❖ Low manufacturing capacity utilisation continues in the unlock phase: FICCI survey
- ❖ FPIs pull out Rs 9,015 cr in July so far, remain net sellers in Indian mkts
- ❖ Indian spices' exports up by 23 percent to USD 359 million in June, says Assocham
- ❖ Gold imports dip 94 pc in April-June to USD 688 million, narrows India's trade deficit

	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)	43.09	43.24	40.53	63.66
Gold (RS/10 gms)	48,942	49,143	47,202	34,428

	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

- ❖ US GDP in Q2 to contract by annualised rate of 37% due to Covid-19: IMF
- ❖ Russians' income falls most in 20 years in second quarter, GDP down 9.6%
- ❖ UK may snap extradition treaty with Hong Kong: Foreign secretary
- ❖ Japan govt to pay at least \$536 million for companies to leave China
- ❖ Small- and mid-sized business bankruptcies may triple, warns IMF

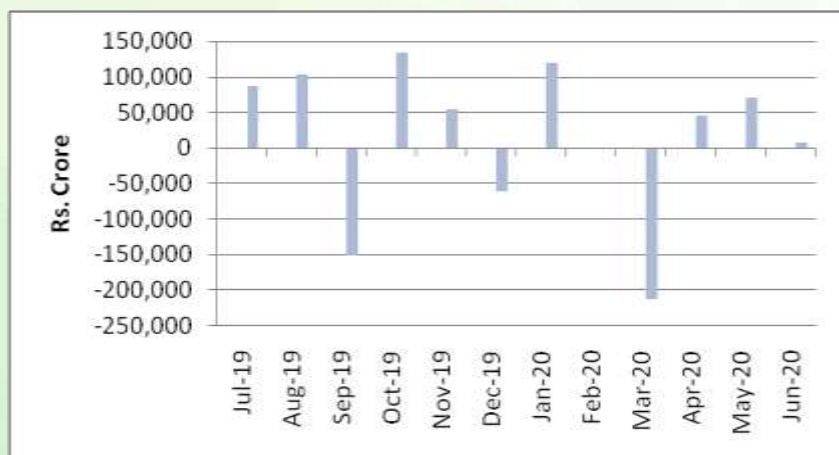
INR vs Global currency		
	Current	Prev close
USD	74.93	74.97
GBP	93.87	93.92
Euro	85.62	85.62
Yen	0.698	0.698
Yuan	10.72	10.71

Global equity benchmark indices returns(%)				
Benchmark	1 Day	1 Week	1 Month	1 Year
FTSE 100	0.63	3.20	0.59	-16.52
Hang Seng	0.47	-2.48	2.48	-12.25
Nikkei 225	-0.32	1.82	1.07	5.72
S&P 500	0.28	1.25	3.57	8.05
Shanghai Composite	0.13	-5.00	9.48	9.63

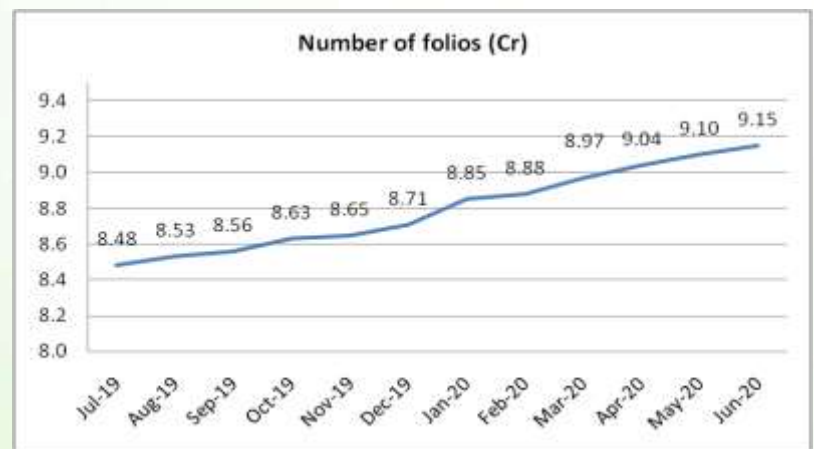
Mutual Fund Roundup

- ❖ PMO writes to DEA and Sebi for Covid-19 support fund for closed-ended debt schemes
- ❖ SEBI to rejig debt fund norms; regulator taking feedback from mutual fund industry
- ❖ Banks, RBI deploy close to Rs 8,000 crore in April and May to ease MF liquidity
- ❖ Equity mutual fund inflows fall sharply to Rs 240.6 crore in June; Debt fund inflows at Rs 2,862 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)

(News source: Economic Times, Business Standard)