

Equity Market

- ❖ Sensex ends 52 points down to 38,365
- ❖ Index VIX climbs 3.24% to 22.72
- ❖ Nifty P/E at 32.44, 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 | 11317.4 | -0.33 | 12430.5 | 7511.1 |
| Nifty Mid cap 100 | 16539.9 | -1.43 | 18495.9 | 10750.0 |
| Nifty Small cap 100 | 5631.2 | -0.96 | 6401.1 | 3202.9 |
| Bank | 22744.4 | -0.87 | 32613.1 | 16116.3 |
| Auto | 7888.0 | -0.88 | 8501.2 | 4452.2 |
| FMCG | 30818.5 | -0.60 | 32644.9 | 22699.1 |
| Pharma | 11093.2 | -1.57 | 10497.2 | 6242.9 |
| Realty | 214.3 | -1.72 | 336.4 | 160.9 |

Factors driving the market

- ❖ Weak global cues and doubts over the pace of economic recovery dragged market
- ❖ Bharat Dynamics slips 14% as govt's stake sale begins
- ❖ Nifty IT index hits record high; TCS hits new peak

Nifty Top Gainers/Losers

| Index | Value | 52 wkhigh | 52 wklow |
|--------------------|-------|-----------|----------|
| Top Gainers | | | |
| BPCL | 410.8 | 420.0 | 399.5 |
| HCL Tech | 721.9 | 738.9 | 703.2 |
| Infosys | 938.8 | 952.0 | 925.6 |
| Top Losers | | | |
| Bharti Infratel | 212.8 | 228.5 | 211.2 |
| ZEEL | 212.5 | 225.5 | 212.0 |
| Tata Motors | 142.4 | 149.6 | 141.2 |

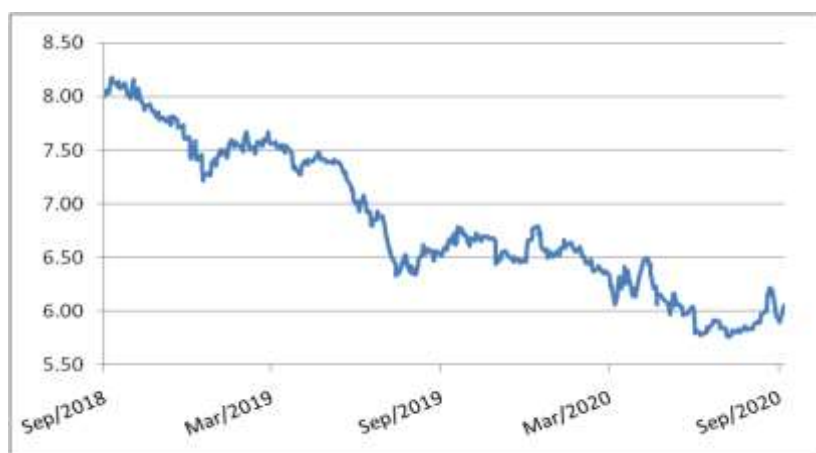
Equity FPI Inflows

| Date | Rs Crore | | |
|----------------|-----------------|-------------|-----------------|
| | Gross Purchases | Gross Sales | Net Investments |
| 08-Sep-20 | 3743.1 | 3573.9 | 169.2 |
| 07-Sep-20 | 3796.9 | 6604.2 | (2807.3) |
| 04-Sep-20 | 5062.3 | 5181.1 | (118.9) |
| Total Aug-2020 | 149527.8 | 102448.1 | 47079.7 |
| Total Jul-2020 | 119628.6 | 112065.9 | 7562.7 |
| Total 2019 | 1437559.6 | 1336438.9 | 101120.8 |

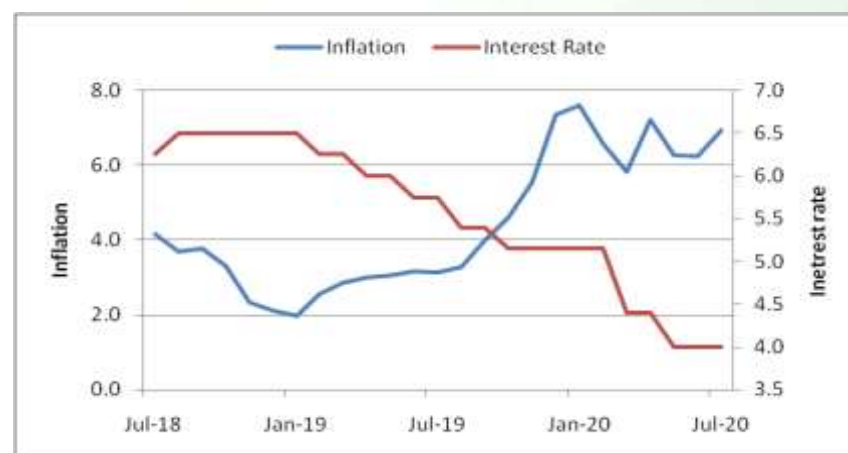
Debt Market

- ❖ RBI releases expert committee report on resolution framework for COVID-19 related stress
- ❖ RBI's loan restructuring plan will be a success as it is time-bound: KV Kamath
- ❖ IKEA to raise Rs 5,000 crore in India via debentures, issue Rs 550 crore as first tranche
- ❖ Motherson Sumi to issue NCDs worth Rs 1,500 crore with greenshoe option of up to Rs 3,000 crore
- ❖ Fitch Affirms Bharat Petroleum at 'BBB-'; Outlook Negative

10-year G-sec yield



Inflation vs. Interest rate



Debt FPI Inflows

| Debt Watch | Percent |
|------------------|---------|
| Call rate | 3.39 |
| Repo rate | 4.00 |
| 10 Yr Gsec yield | 6.06 |
| 1-mth CP rate | 3.19 |
| 3-mth CP rate | 3.46 |
| 6-mth CP rate | 3.91 |
| 1 Yr CP rate | 4.09 |
| 1-mth CD rate | 3.25 |
| 3-mth CD rate | 4.03 |
| 6-mth CD rate | 3.42 |
| 1 Yr CD rate | 4.03 |

| Auctions / Money Market Operation | | |
|-----------------------------------|-----------------------------------|------------|
| Date | Description | Amount(Cr) |
| Sep-09 | G-sec auction | -- |
| Sep-09 | Total repo | -- |
| Sep-09 | Total reverse repo | 6,48,065 |
| Sep-09 | Marginal standing facility | 1,614 |
| Sep-09 | GOI surplus cash balance with RBI | -- |

| Date | Rs Crore | | |
|----------------|-----------------|-------------|-----------------|
| | Gross Purchases | Gross Sales | Net Investments |
| 08-Sep-20 | 374.8 | 563.0 | (188.1) |
| 07-Sep-20 | 1361.7 | 244.8 | 1116.9 |
| 04-Sep-20 | 1492.0 | 865.3 | 626.8 |
| Total Aug-2020 | 19746.7 | 23056.4 | (3309.7) |
| Total Jul-2020 | 26380.0 | 28856.4 | (2476.4) |
| 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 | -0.25 | 11.00 | 8.30 | 9.20 |
| Crisil Short Term Bond Fund Index | 0.11 | 10.05 | 8.23 | 8.47 |
| Crisil ST Debt Hybrid 75+25 Index | 0.39 | 10.36 | 7.84 | 9.13 |
| Crisil Liquid Fund Index | 0.34 | 5.31 | 6.63 | 6.88 |

Macro

- ❖ States' borrowings soar 51% to Rs 2.97 lakh crore so far this fiscal
- ❖ EPFO settles 94.41 lakh claims worth Rs 35,445 cr during April-August
- ❖ Rural spending overtakes urban; rural growth seen as the only silver lining in mid term
- ❖ Government pushes state-run banks to step up loans to street vendors, say sources
- ❖ India's sugar exports will rise 50% to a record of over 5.7 million tonnes in the season ending this month

| | Q1 FY2021(%) | Q4 FY2020(%) | Q1 FY2020(%) |
|------------|--------------|--------------|--------------|
| GDP growth | -23.9 | 3.1 | 5.2 |

| Commodity Prices | | | | |
|---------------------|---------|----------|-----------|----------|
| | Current | Week ago | Month ago | Year ago |
| Brent crude(\$/bbl) | 39.78 | 45.58 | 44.40 | 61.86 |
| Gold (RS/10 gms) | 50,967 | 51,521 | 55,922 | 38,254 |

| | Jul - 20 (%) | Jun - 20 (%) | Year ago (%) (Jul - 19) |
|--------------------|--------------|--------------|-------------------------|
| CPI | 6.93% | 6.23% | 3.15 |
| WPI | -0.58 | -1.81 | 1.17 |
| Core Sector Output | -9.60 | -12.90 | 2.60 |
| IIP | -- | -16.60 | 4.30 |

Global market trends

- ❖ Tesla loses more than combined GM, Ford m-cap after S&P 500 index exclusion
- ❖ Malaysia seeks to reroute \$10.6 billion belt-and-road rail project, reassess cost and schedule
- ❖ Global economy seeing sharper V recovery, raising case for inflation: Morgan Stanley
- ❖ China factory prices fall more slowly in August with recovery on track
- ❖ Samsung, LG Display to stop supplying panels to Huawei due to US restrictions

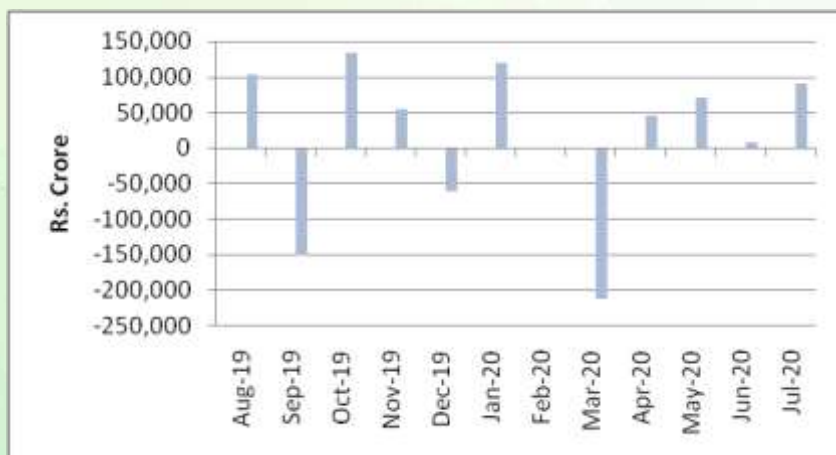
| INR vs Global currency | | |
|------------------------|---------|------------|
| | Current | Prev close |
| USD | 73.61 | 73.72 |
| GBP | 95.43 | 95.56 |
| Euro | 86.70 | 86.82 |
| Yen | 0.695 | 0.696 |
| Yuan | 10.75 | 10.76 |

| Global equity benchmark indices returns (%) | | | | |
|---|-------|--------|---------|--------|
| Benchmark | 1 Day | 1 Week | 1 Month | 1 Year |
| FTSE 100 | -0.12 | 1.16 | -1.69 | -18.04 |
| Hang Seng | 0.14 | -2.23 | 0.38 | -7.71 |
| Nikkei 225 | 0.80 | 0.59 | 4.23 | 9.17 |
| S&P 500 | -2.78 | -5.52 | -0.58 | 11.87 |
| Shanghai Composite | 0.72 | -2.76 | -1.12 | 9.64 |

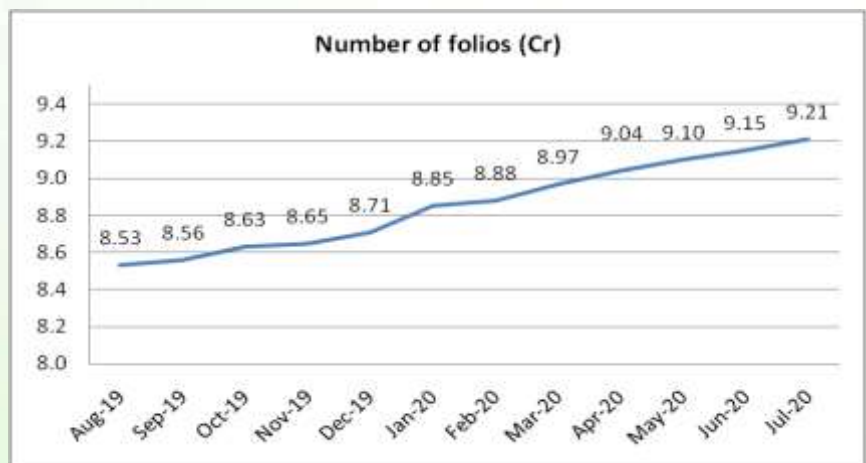
Mutual Fund Roundup

- ❖ Sebi allows MFs to use side-pocket in event of debt restructuring
- ❖ Sebi revises disclosure norms for debt, money market securities transactions
- ❖ MF investment in REITs jumps 3-fold to Rs 735 crore in first half of 2020
- ❖ MF industry instrumental in channelising retail savings into capital mkts in a big way: Amfi

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)