

Equity Market

- ❖ Sensex settles 0.4% lower at 41,142
- ❖ FII's equity holdings climb to a 13-quarter high during Oct-Dec
- ❖ Nifty P/E at 27.03, Nifty Midcap 100 P/E at 26.11

S&P CNX Nifty - 200 DMA



Nifty Equity Benchmark Indices

Index	Current Value	%chg	52 wkhigh	52 wklow
Nifty 50	12098.4	-0.33	12430.5	10585.6
Nifty Mid cap 100	18367.5	0.66	18495.9	14975.8
Nifty Small cap 100	6247.3	0.11	6822.5	5114.6
Bank	31202.0	0.33	32613.1	26560.6
Auto	8064.6	-0.95	9059.4	6727.6
FMCG	30809.5	0.24	32644.9	28099.2
Pharma	8341.9	1.38	9578.4	7047.1
Realty	320.3	-1.82	336.4	220.6

Factors driving the market

- ❖ Sensex, Nifty fall on profit booking and negative global cues
- ❖ Realty stocks suffer most, IT and Pharma stocks cap losses
- ❖ Large caps fall, Mid and small caps gain

Nifty Top Gainers/Losers

Index	Value	52 wkhigh	52 wklow
Top Gainers			
ZEEL	248.8	489.0	199.2
NTPC	115.6	145.9	106.7
Coal India	185.0	271.5	171.1
Top Losers			
Eicher Motors	19750.0	23450.0	15200.0
Tata Motors	173.5	239.4	106.0
IndusInd Bank	1298.0	1834.4	1188.1

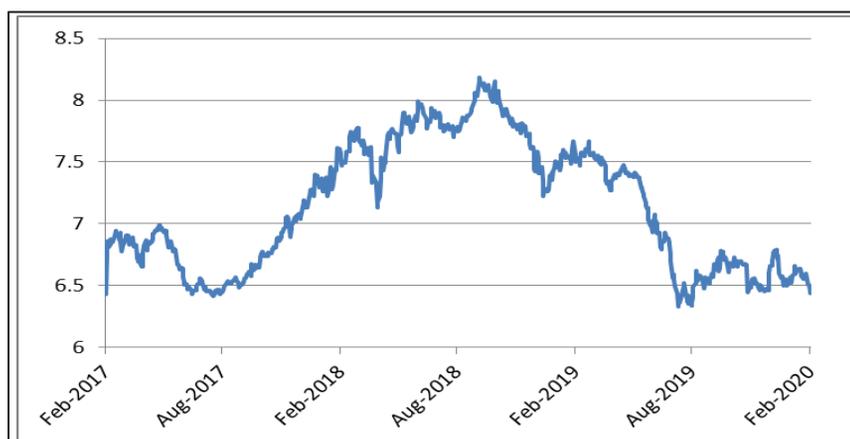
Equity FPI Inflows

Date	Rs Crore		
	Gross Purchases	Gross Sales	Net Investments
07-Feb-20	6676.7	6777.6	(101.0)
06-Feb-20	7158.4	6628.0	530.5
05-Feb-20	8110.2	7187.3	923.0
Total Jan-2020	116261.5	104139.0	12122.6
Total Dec-2019	110961.4	103623.0	7338.4
Total 2019	1437559.6	1336438.9	101120.8

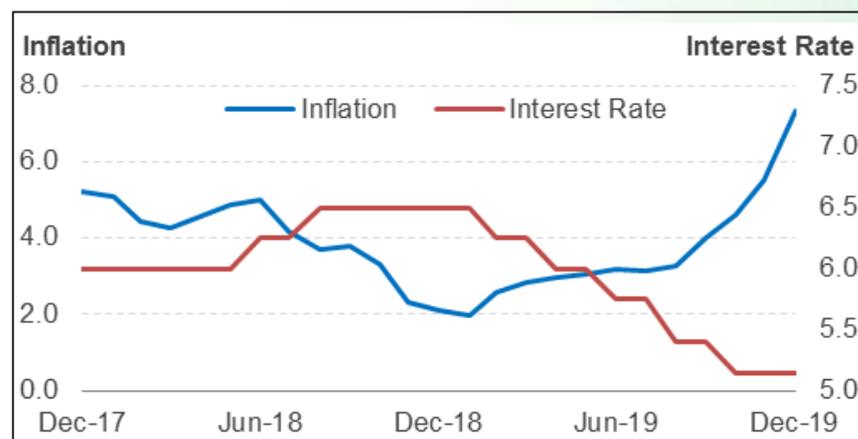
Debt Market

- ❖ SBI cuts MCLR by 5 bps across all tenors, 1-year MCLR now at 7.85%, term deposit rates also slashed
- ❖ IL&FS: SEBI looks to levy higher penalties on three rating agencies
- ❖ Government bond yields maturing in 3-4 years gain as yields fall
- ❖ RBI to conduct long-term repo operations on Feb 17, 24 for Rs 50,000 crore

10-year G-sec yield



Inflation vs. Interest rate



Debt FPI Inflows

Debt Watch	Percent
Call rate	4.94
Repo rate	5.15
10 Yr Gsec yield	6.44
1-mth CP rate	5.23
3-mth CP rate	5.85
6-mth CP rate	6.18
1 Yr CP rate	6.55
1-mth CD rate	5.17
3-mth CD rate	5.52
6-mth CD rate	5.85
1 Yr CD rate	6.10

Auctions / Money Market Operation		
Date	Description	Amount(Cr)
Feb-10	G-sec auction	--
Feb-10	Total repo (outstanding)	2,944
Feb-10	Total reverse repo (outstanding)	2,08,949
Feb-10	Marginal standing facility (outstanding)	3,200
Feb-10	GOI surplus cash balance with RBI	--

Date	Rs Crore		
	Gross Purchases	Gross Sales	Net Investments
07-Feb-20	7820.1	1997.3	5822.8
06-Feb-20	2811.8	595.0	2216.7
05-Feb-20	2386.2	6270.4	(3884.2)
Total Jan-2020	25926.9	37574.9	(11648.0)
Total Dec-2019	33541.7	38157.9	-4616.3
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	2.03	12.96	7.39	8.65
Crisil Short Term Bond Fund Index	1.50	10.70	7.69	8.30
Crisil ST Debt Hybrid 75+25 Index	1.56	10.88	8.84	8.61
Crisil Liquid Fund Index	0.46	6.65	7.00	7.30

Macro

- ❖ FM bats for rationalisation of GST rates
- ❖ Government to release Rs 35,000 crore compensation to states for revenue loss
- ❖ India will now import oil from Russia; aims for price stability
- ❖ Government open to further consolidation of banks depending on needs : Anurag Thakur
- ❖ PM Modi targets USD 5 billion of defence exports in next five years

	Q2 FY2020(%)	Q1 FY2020(%)	Q2 FY2019(%)
GDP growth	4.5	5.01	7.00

Commodity Prices				
	Current	Week ago	Month ago	Year ago
Brent crude(\$/bbl)	54.50	56.62	68.27	61.63
Gold (RS/10 gms)	40,556	40,694	40,338	33,000

	Dec-2019 (%)	Nov-2019 (%)	Year ago (%) (Dec-2018)
CPI	7.35	5.54	2.11
WPI	2.59	0.58	3.46
Core Sector Output	1.30	-1.50	2.10

Global market trends

- ❖ Asian markets fall on rising concerns of economic damage due to virus outbreak
- ❖ US stock market decline as virus fears outweighed better-than-expected US jobs data
- ❖ UK to develop new most favoured nation tariff regime, will come into force from 2021
- ❖ Argentina to repay IMF debts after recession ends
- ❖ Israel drawing up map for West Bank annexations

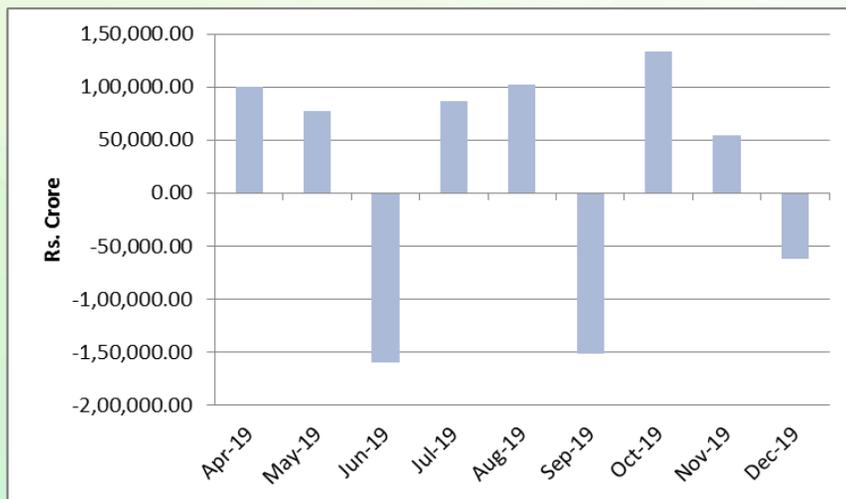
INR vs Global currency		
	Current	Prev close
USD	71.52	71.27
GBP	92.16	92.24
Euro	78.28	78.28
Yen	0.65	0.65
Yuan	10.21	10.21

Global equity benchmark indices returns(%)				
Benchmark	1 Day	1 Week	1 Month	1 Year
FTSE 100	--	3.00	-1.23	6.13
Hang Seng	--	4.49	-3.74	-1.62
Nikkei 225	--	2.88	0.56	17.41
S&P 500	--	3.73	2.17	23.56
Shanghai Composite	--	--	-7.38	--

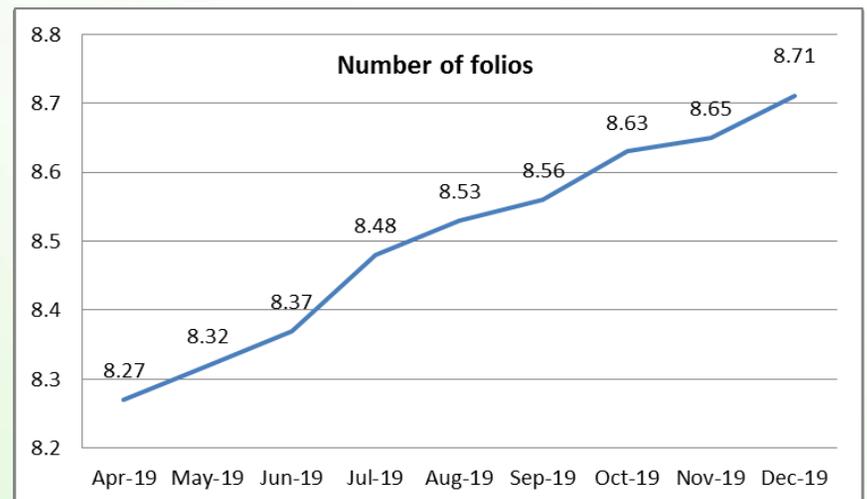
Mutual Fund Roundup

- ❖ Debt fund managers expect short and medium duration funds to gain from RBI's LTRO
- ❖ Debt fund managers, traders to seek clarity from RBI on Operation Twist
- ❖ SEBI may reclassify mid cap, small cap mutual fund to offer more flexibility
- ❖ SEBI plans to amend investment manager eligibility norms for InvITs

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)