

Forthcoming Banking & Trading Holidays

August 09, 2022, Tuesday (Muharram)
 India Banking and Trading Holiday
 August 15, 2022, Monday (Independence Day)
 India Banking and Trading Holiday

Broad Indices	Aug 4	1D % Chg	3M % Chg	1Y % Chg	PE
S&P BSE Sensex	58299	-0.09	4.72	7.23	22.45
Nifty 50	17382	-0.04	4.22	6.91	20.85
BSE Mid cap	24458	0.29	3.35	5.74	21.06
Nifty Midcap 100	30191	0.58	3.84	8.10	21.98

Sectoral Indices	Aug 4	1D % Chg	3M % Chg	1Y % Chg
S&P BSE Auto	29698	0.30	22.31	29.33
S&P BSE Bankex	43347	-0.71	6.81	5.69
S&P BSE CD	40451	0.68	1.03	10.34
S&P BSE CG	29742	-0.22	12.30	24.71
S&P BSE FMCG	15609	0.39	12.54	14.59
S&P BSE Healthcare	23252	1.93	-0.82	-11.83
S&P BSE IT	30169	1.23	-3.27	-4.06
S&P BSE Metal	18411	1.01	-13.12	-12.21
S&P BSE Oil & Gas	19371	0.17	-0.29	22.78
S&P BSE Power	4763	-0.64	0.90	80.09
S&P BSE Realty	3478	-1.11	1.74	5.81

Foreign & Domestic flows Rs. Cr (Equity)	FII Inv Aug 3	MF Inv Aug 3	DII Inv Aug 4
Buy	10001	NA	5255
Sell	6033	NA	5302
Net	3968	NA	-47
Net (YTD)	-201558	145503.02	241243

*Data as of Jul 27

Debt Market Indicators	Aug 4	1D Ago
Repo rate	4.90%	4.90%
Reverse repo rate	3.35%	3.35%
MSF rate	5.15%	5.15%
Call Rate	4.80%	4.30%
10 Yr Gilt^	7.16%	7.24%
91-day T-bill^	5.49%	5.50%
364-day T Bill^	6.16%	6.19%
TREPS	4.48%	4.45%
Net LAF o/s (Rs lakh Cr)*	-234,719	-243,791
M3 supply (Rs lakh Cr)**	209.11	210.37
G-sec Volume (Rs Cr)	47230	24940

*Data with 1-day lag (includes fixed and variable repo & reverse repos)

** Data as of Jul 15 and Jul 1 respectively ^Weighted average yield

Key Macro Indicators

CPI	7.01% (Jun-22)
WPI	15.18% (Jun-22)
GDP Growth Rate	4.1% (Jan-Mar 22)
IIP	19.64% (May-22)

Indian Equity

- Indian benchmark equity indices ended flat on Thursday after gains in technology stocks were cut short by losses in banking shares.
- Moreover, the Reserve Bank of India's monetary policy review, due later this week, kept investors on edge.
- NTPC, Tata Consumer Products, Coal India, SBI, and Reliance Industries were the top laggards, down 1.3-3.1%.
- Cipla, Nestle, Sun Pharma, Infosys, and Apollo Hospital were up 2.0-3.2%.

Indian Debt

- The interbank call money rate ended higher at 4.80% on Thursday compared to 4.30% on Wednesday.
- Government bond prices ended higher on Thursday amid speculation that the RBI might take a breather to hike rates further post Friday's policy outcome.
- The yield of the 10-year benchmark 6.54% 2032 bond ended lower at 7.16% on Thursday compared to 7.24% on Wednesday.

Economy and Governments

- Monetary Policy Committee of the Reserve Bank of India (RBI) decided to hike the repo rate by 50 basis points to 5.4%.
- The MPC decided that the SDF rate would stand adjusted to 5.15% and MSF rate and bank rate at 5.65%.
- The MPC forecasts inflation at 6.7% in 2022-23; CPI-based inflation for Q1-2023-24 is projected at 5%. Real GDP growth rate has been retained at 7.2% for FY23. The bank credit growth accelerated to 14% y-o-y.
- Reserve Bank of India (RBI) Governor Shaktikanta Das said that Bharat Bill Payment System to facilitate inward gross payments for NRIs to pay bills in India.
- Government extended the last date to submit applications for participating in the design-led manufacturing scheme for telecom and networking products to August 25 from the earlier deadline of August 5.
- Power Finance Corp and REC Ltd. are expected to lend around Rs 1.2 lakh cr (\$15 bn approx) to state-run electricity distribution companies (discoms) under the Union government's one-time settlement scheme that will kick in from 5 August.
- Germany plans to invest 5 lakh euros in India to promote tourism.
- The National Health Authority (NHA) inked pact with the Quality Council of India (QCI) for six months to accredit and rate the Health Management Information System (HMIS) and Laboratory Information Management System (LMIS) solutions that have been integrated with the Ayushman Bharat Digital Mission (ABDM).
- E-way bills generated by businesses for inter-state commerce in July were up 18% on year and 1.5% on month
- The Centre is strongly considering the extension of EPCG scheme in the new foreign trade policy (FTP) likely to be implemented from September 1, 2022.
- The Union government is considering to reduce or eliminate export duty on steel products amid declining prices and rising domestic supply.
- Sebi amended mutual fund rules to remove the applicability of the definition of "associate" to sponsors that invest in various companies on behalf of the beneficiaries of insurance policies.
- IRDAI proposed to raise the maximum limit of tie-ups between insurers and intermediaries as well as marketing firms.

Global Indices	Aug 4	1D % Chg	3M % Chg	1Y % Chg
DJIA	32727	-0.26	-3.92	-5.94
Nasdaq	12721	0.41	-1.88	-13.94
FTSE 100	7448	0.03	-0.61	4.55
DAX	13663	0.55	-2.21	-12.93
Nikkei 225	27932	0.69	4.15	1.26
Hang Seng	20174	2.06	-3.33	-23.66
KOSPI	2473	0.47	-7.64	-24.61

Commodity Prices	Aug 4	1D Ago	3M Ago	1Y Ago
London Brent Crude Oil (\$/bbl)	94.12	96.78	110.14	70.38
NYMEX Crude Oil (\$/bbl)	88.54	90.66	107.81	68.15
Gold (Rs / 10 gm)#	52039	51566	51055	48050

ibjarares spot prices

Currencies Vs INR	Aug 4	Aug 3
USD	79.47	79.16
GBP	96.60	95.98
Euro	80.87	80.22
100 Yen	59.43	59.17
Forex Reserve (\$ bn)*	571.56	572.71

* Data pertains to Jul 22 and Jul 15 respectively

Source: CRISIL

Capital Market

- Tata Steel plans to invest about Rs 1000 cr (\$138 mn approx) for increasing Neelanchal Ispat Nigam capacity to 5 mn tonne per annum (mtpa) from 1.5 mtpa.
- Adani Road Transport Ltd. will acquire Macquarie Asia Infrastructure Fund's India toll roads in Andhra Pradesh and Gujarat for Rs 3110 cr (\$391 mn approx).
- Northern Arc Capital garnered \$25 mn in external commercial borrowing (ECB) from Proparco.
- Bharat Electronics (BEL) declared a bonus issue of equity shares in the ratio of 2:1.
- Fabrication Bazar raised Rs 7 cr (\$1 mn approx) in a seed funding round led by Inflection Point Ventures.

Global Equity

- **Wall Street stocks** ended mixed on Thursday with Dow Jones declining owing to losses in energy shares and on caution ahead of the US jobs report, while Nasdaq rose led by gains in high-growth stocks.
- **FTSE** index ended flat on Thursday as losses due to rising potential recession fears following biggest hike from the Bank of England were cut short by weaker pound.
- **Strait Times** Index ended higher on Thursday, tracking overnight strength in the US market on upbeat economic data and a strong earnings report.
- **Nikkei** Index rose on Thursday due to gains in technology shares on tracking a similar trend in the United States (US) market overnight.
- **Hang Seng** Index rallied on Thursday, tracking similar gains in the Chinese market after the government launched new infrastructure projects to stabilise the pandemic-hit economy.
- At 8.30 AM in the morning, Asian Markets were trading mixed.

International

- US trade deficit for June came in at \$79.6 bn compared to revised \$84.9 bn in May.
- US initial jobless claims came in at 260,000 in the week ended July 30 compared to revised 254,000 in the prior week.
- Eurozone S&P Global construction PMI came in at 45.7 in July from 47 in June.
- Bank of England raised its main interest rate by 50 bps to 1.75%, the biggest hike since 1995, to counter surging inflation. It also projected that the country's economy would enter a recession at the end of the year.
- UK S&P Global/CIPS construction PMI fell to 48.9 in July from 52.6 in June.

Commodities

- Crude oil prices fell \$2.12 to settle at \$88.54 a barrel on the NYMEX on concerns over potential global economic recession that may dent energy demand.

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