

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 5	1D % Chg	3M % Chg	1Y % Chg	PE
S&P BSE Sensex	58388	0.15	4.82	7.15	22.71
Nifty 50	17398	0.09	4.28	6.77	20.86
BSE Mid cap	24479	0.09	3.66	5.73	21.02
Nifty Midcap 100	30258	0.22	3.97	8.34	22.02

Sectoral Indices	Aug 5	1D % Chg	3M % Chg	1Y % Chg
S&P BSE Auto	29366	-1.12	20.54	28.00
S&P BSE Bankex	43551	0.47	7.31	6.74
S&P BSE CD	40111	-0.84	0.46	9.28
S&P BSE CG	29699	-0.15	11.08	24.55
S&P BSE FMCG	15639	0.19	13.33	14.18
S&P BSE Healthcare	23185	-0.29	-0.55	-12.29
S&P BSE IT	30386	0.72	-4.36	-3.96
S&P BSE Metal	18354	-0.31	-14.00	-13.65
S&P BSE Oil & Gas	19337	-0.18	-0.61	22.77
S&P BSE Power	4687	-1.59	-2.59	77.13
S&P BSE Realty	3486	0.23	3.60	7.20

Foreign & Domestic flows Rs. Cr (Equity)	FII Inv Aug 4	MF Inv Aug 4	DII Inv Aug 5
Buy	8905	NA	7261
Sell	7177	NA	7757
Net	1728	NA	-496
Net (YTD)	-199830	143812.15*	240747

*Data as of Aug 3

Debt Market Indicators	Aug 5	1D Ago
Repo rate	5.40%	4.90%
Reverse repo rate	3.35%	3.35%
MSF rate	5.65%	5.65%
Call Rate	5.30%	4.80%
10 Yr Gilt^	7.32%	7.16%
91-day T-bill^	5.50%	5.49%
364-day T Bill^	6.19%	6.16%
TREPS	4.80%	4.48%
Net LAF o/s (Rs lakh Cr)*	-256,119	-234,719
M3 supply (Rs lakh Cr)**	209.11	210.37
G-sec Volume (Rs Cr)	48855	47230

*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 edged higher on Friday supported by gains in banking stocks after the RBI raised policy rate in line with expectations.
- Top gainers were UltraTech Cement, Shree Cement, ICICI Bank, UPL and Bharti Airtel, up 1.4-2.8%.
- Top losers were Hindalco, Britannia, Mahindra & Mahindra, Eicher Motors and Reliance Industries, down 1.5-2.6%.

Indian Debt

- The interbank call money rate ended higher at 5.30% on Friday compared to 4.80% on Thursday.
- Government bond prices ended lower on Friday following the RBI's decision to hike the repo rate by 50 basis points.
- The yield of the 10-year benchmark 6.54% 2032 bond ended higher at 7.30% on Friday compared to 7.16% on Thursday.

Economy and Governments

- RBI's Monetary Policy Committee (MPC) hiked the policy repo rate by 50 bps to 5.40%. Consequently, the standing deposit facility (SDF) rate stands adjusted to 5.15% and the marginal standing facility (MSF) rate and the Bank Rate to 5.65%.
- The MPC decided to remain focused on withdrawal of accommodation to ensure that inflation remains within the target going forward, while supporting growth.
- RBI retained the GDP and inflation projection for fiscal 2023 at 7.2% and 6.7%, respectively.
- India's forex reserves rose by \$2.4 bn to \$573.88 bn in the week ended July 29.
- Prime Minister Narendra Modi urged states to increase Goods and Services Tax (GST) collections.
- Government plans to implement stricter rules around the scrutiny of mergers and acquisitions.
- RBI decided to permit Standalone Primary Dealers (SPDs) to offer all foreign exchange market-making facilities as currently permitted to Category-I Authorised Dealers, subject to prudential guidelines. It also decided to permit SPDs to undertake Foreign Currency Settled Overnight Indexed Swap (FCS-OIS) transactions directly with non-residents and other market-makers.
- RBI proposed to enable Bharat Bill Payment System (BBPS) to accept cross-border inward payments, allowing non-resident Indians (NRIs) to undertake bill payments for utilities, education and other such payments on behalf of their families in India.
- RBI decided to bring Credit Information Companies (CICs) also under the ambit of Reserve Bank - Integrated Ombudsman Scheme (RB-IOS) 2021.
- RBI proposed to soon bring out rules to ensure that outsourcing of business by banks does not expose them to risks.
- SEBI directed bourses and depositories to develop a system wherein permanent account numbers of a company's designated persons are frozen for a specific period to curb inadvertent trades during the trading window closure.
- SEBI strengthened norms for debenture trustees with respect to listed securities.
- SEBI constitutes an expert group of FPIs to boost overseas flows into the country.
- The finance ministry's revenue department raised concerns over the proposed revamped law for SEZs that offers some direct tax concessions to companies setting up units in the hubs.
- PFRDA is considering offering a guaranteed pension programme under the National Pension System (NPS) and it may launch it from September 30.

Global Indices	Aug 5	1D % Chg	3M % Chg	1Y % Chg
DJIA	32803	0.23	-0.59	-6.45
Nasdaq	12658	-0.50	2.76	-15.02
FTSE 100	7440	-0.11	-0.85	4.48
DAX	13574	-0.65	-2.36	-13.79
Nikkei 225	28176	0.87	5.06	1.61
Hang Seng	20202	0.14	-2.84	-22.91
KOSPI	2491	0.72	-6.98	-23.97

Commodity Prices	Aug 5	1D Ago	3M Ago	1Y Ago
London Brent Crude Oil (\$/bbl)	94.92	94.12	110.90	71.29
NYMEX Crude Oil (\$/bbl)	89.01	88.54	108.26	69.09
Gold (Rs / 10 gm)#	52019	52039	51787	48006

ibjarares spot prices

Currencies Vs INR	Aug 5	Aug 4
USD	79.24	79.47
GBP	96.06	96.60
Euro	80.91	80.87
100 Yen	59.33	59.43
Forex Reserve (\$ bn)*	573.88	571.56

* Data pertains to Jul 29 and Jul 22 respectively

Source: CRISIL

Capital Market

- HDFC secured a \$1.1 bn syndicated social loan for financing affordable housing projects in the country.
- Reliance Retail invested about Rs 30000 cr (\$4 bn approx.) in FY22 and added 2500 new stores and 11.1 mn sq. ft. of warehousing space during the year.
- Reliance Infrastructure will raise \$400 mn through Foreign Currency Convertible Bonds (FCCBs).
- Power Grid Corporation of India to seek shareholders' approval on August 29, to raise up to Rs 6000 cr (\$747 mn approx.) through the issuance of bonds during the financial year 2023-24.
- Bank of Baroda is planning to raise Rs 1000 cr (\$126 mn approx) through issuance of infrastructure and affordable housing bonds.
- Indian Overseas Bank will raise Rs 1000 cr (\$126 mn approx) through QIP to sustain business growth.
- Syrma SGS Technology Rs 840 cr (\$106 mn approx.) worth initial public offering (IPO) to open for subscription on August 12.
- Tata Passenger Electric Mobility Ltd (TPEML) signed a Unit Transfer Agreement (UTA) to acquire Ford India's manufacturing plant at Sanand in Gujarat for Rs 725.7 cr (\$92 mn approx.).
- Godrej Properties plans to expand with new housing projects totaling over Rs 15000 cr (\$2 bn approx.).
- Foreign investors continued their positive stance on Indian equities and invested over Rs 14000 cr (\$2 bn approx.) in the first week of August.
- SEBI gave its approval to 28 companies to raise funds totalling Rs 45000 cr (\$6 bn approx.) through IPOs in April-July period of 2022-23.

Global Equity

- **Wall Street stocks** ended mixed on Friday with Dow Jones rising following stronger-than-expected US job data, while Nasdaq fell on fears of potential aggressive monetary policy stance by the Fed.
- **FTSE** index fell on Friday on concerns over faster US interest rate hikes following upbeat US job report.
- **Strait Times** index ended higher on Friday led by gains in banking shares and following a decline oil prices.
- **Nikkei** index advanced on Friday on strong corporate earnings reports.
- **Hang Seng** index rose on Friday on easing of US-China military concerns. However, investors remained on edge ahead of a key US jobs report.
- At 8.30 AM in the morning, Asian Markets were trading lower.

International

- US non-farm payrolls rose by 528,000 in July compared to an upwardly revised 398,000 in June, while the unemployment rate fell to 3.5% in July from 3.6% in June.
- China's trade surplus surged to a record high of \$101.26 bn in July, compared to \$97.94 bn surplus in June.
- Japan coincident index rose to 99.0 in June from 94.9 in May, while the leading economic index fell to 100.6 in June from 101.2 in May.

Commodities

- Crude oil prices rose 47 cents to settle at \$89.01 a barrel on the NYMEX following strong US jobs data.

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Your Contacts at SBI-SG:

Sunny Sureka

AVP- Business Development

Tel: +91 22 4206 6221

Mobile: +91 98196 87394

Email: sunny.sureka@sbigcsl.co.in

Vineet Potnis.

Sr Vice President & Business Head

Mobile No +91 9004691682

Land Line No +91 22 42066150

Email ID - Vineet.potnis@sbigcsl.co.in

Satish Mishra

AVP – Business Development

Tel: +91 22 4206 6156

Mobile: +91 99995 66564

Email: satish.mishra@sbigcsl.co.in