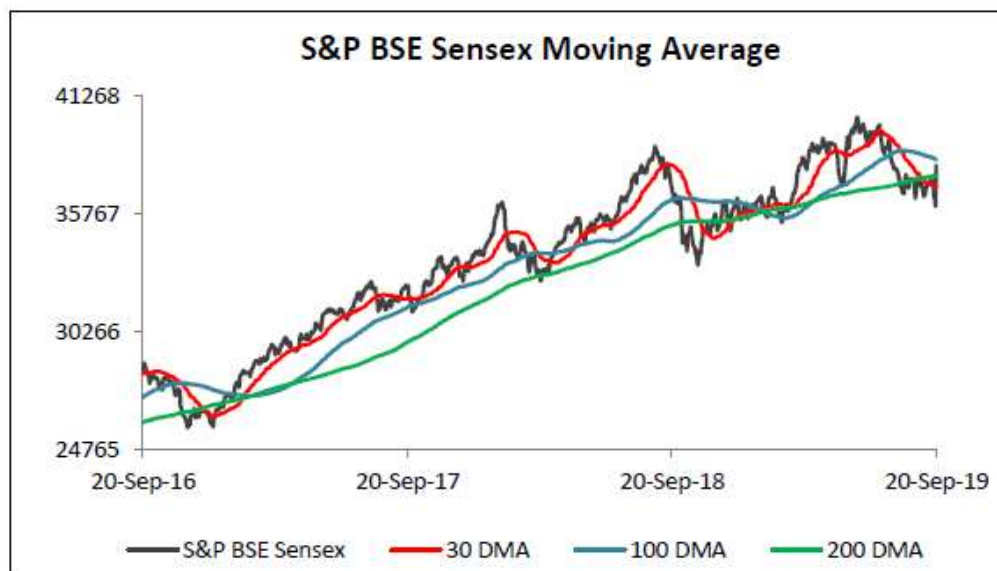


Benchmark indices have kick-started the week on a strong note led by huge buying seen from the FIIs and as well as domestic investors post corporate tax cut by the Finance Minister on September 20. The markets had rallied 5% on Friday — their biggest single-day stride in over a decade.

At 10:20 AM, the S&P BSE Sensex was trading at 38,769, up 750 points or 2%. Market breadth was positive and out of a total of 2,070 shares traded on the Bombay Stock Exchange, 1,389 advanced while 560 declined and 112 remained unchanged. The Nifty50 was trading at 11,502, up 227 points or 2%.

10-year Indian G-Sec yields were trading at 6.753 in morning against the previous close of 6.782.



THE WEEK THAT WAS

A rally on last trading day helped the key indices erase losses and ended the week with steady gains. Gains triggered by government's announcement of cut in corporate tax rates outpaced losses caused by surging crude prices and concerns of slowing economic growth.

Both the Sensex and the Nifty, settled at almost two-month high. The Sensex regained the psychological 38,000 mark. In the week ended on Friday, 20 September 2019, the Sensex rose 629.63 points or 1.68% to settle at 38,014.62, its highest closing level since 22 July 2019.

The Nifty 50 index rose 198.30 points or 1.79% to settle at 11,274.20, its highest closing level since 26 July 2019. The BSE Midcap index rose 454.48 points or 3.33% to settle at 14,120.07. The BSE Smallcap index rose 191.2 points or 1.47% to settle at 13,204.25.

GLOBAL MARKETS

Asian shares started higher on Monday on hopes of an interim Sino-US tariff deal after the two countries described their talks as “productive” and “constructive”.

Japan's Nikkei opened 0.2% higher while Australian shares added 0.5%. South Korea's Kospi was a touch weaker. That left MSCI's broadest index of Asia-Pacific shares outside Japan up 0.5%.

Global Indices	Px Last	Change in %		52 Week		PE
		1 Day	1 Month	High	Low	
Russell 1000	1654	-0.48	3.03	1640	1296	19.01
Russell 3000	1305	-0.68	1.54	1297	989	19.48
Nasdaq	8118	-0.80	2.13	8176	6190	23.18
FTSE 100	7345	-0.16	3.09	7790	6537	14.53
CAC 40	5691	0.56	6.48	5601	4556	18.05
DAX	12468	0.08	7.01	12887	10279	18.42
Nikkei	22079	0.16	6.78	24448	18949	15.41
Hang Seng	26436	-0.13	0.78	30280	24541	10.33
Shanghai Comp.	3006	0.24	4.39	3288	2441	12.13

INDIAN RUPEE

The Indian rupee on Monday weakened marginally against the US dollar, in line with other Asian currencies which were weak as traders exercised caution eyeing trade talks between Washington and Beijing.

The rupee traded at 71.98 to a dollar, down from Friday's close of 70.95. The Indian unit had opened at 71.08 a dollar.

CRUDE OIL

Crude oil gained more than 1% as Middle East tensions remained elevated. Brent crude futures jumped 1.2%, or 75 cents, to \$65.03 a barrel.

WEEK AHEAD

Global cues, macroeconomic data, progress of monsoon, movement of rupee against the dollar, Brent crude oil price movement and investments by foreign portfolio investors (FPI) and domestic institutional investors (DII) will also be watched. Investors are keenly awaiting outcome of the 37th meeting of the Goods and Services Tax (GST) Council, which is underway in Goa on Friday, 20 September 2019.

Trading could be volatile next week as traders roll over positions in the F&O segment from the near month September 2019 series to October 2019 series. The September 2019 F&O contracts expire on Thursday, 26 September 2019.

Overseas, developments in US-China trade talks will be closely watched. Chinese and U.S. delegates are meeting Thursday and Friday ahead of higher-level meetings expected early

October. The Bank of Japan's monetary policy meeting minutes will be unveiled on Wednesday, 25 September 2019.

The Bank of Japan left its key short-term interest rate unchanged at -0.1 percent at its September meeting, as widely expected. The United States' Markit Manufacturing PMI Flash for September 2019 will be declared on Monday, 23 September 2019. The United States' Markit Services PMI Flash for September 2019 will be declared on the same day. The U.S. GDP Growth Rate QoQ Final Q2 will be announced on Thursday, 26 September 2019.

In the Eurozone, the Markit Manufacturing PMI Flash for September 2019 will be announced on Monday, 23 September 2019. The Markit Services PMI Flash for September 2019 will also be announced on the same day. The Euro Area's Business Confidence Index for September 2019 will be announced on Friday, 27 September 2019.

F&O Trends	Px Last	Previous	Change %
Near Futures	11,295.50	10,711.30	5.45
Near Basis	21.30	6.50	227.69
Mid Futures	11,334.70	10,749.80	5.44
Mid Basis	60.45	44.95	34.48
Near Open Interest (Cr.)	1.75	1.77	-1.41
Mid Open Interest (Cr.)	0.51	0.31	62.69
Rollover (%)	23.96	16.52	45.01

Source: Reuters, Capital Market, Internal, PTI

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.

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