



HSBC Mutual Fund

Market Flash

October 26, 2024





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Sensex up over 700 points, Nifty aims 24,400 mark; PSU Bank lead

Indian benchmark equity indices BSE Sensex and Nifty 50 opened higher on Monday. The rupee on Monday opened on a flat note at 84.08 against US dollar in early trade.

At 10:25 AM, the frontline S&P BSE Sensex was trading at 80,140 up 738 points or 0.93%. Market breadth is positive and out of a total of 3,821 shares traded on the Bombay Stock Exchange, 1,966 advanced while 1,666 declined and 189 remained unchanged. The broader Nifty50 was at 24,373 levels up 192 points or 0.80%.

Across sectors, the PSU Bank index was the top gainer, climbing around 1.8%, while the Bank and Financial Services indices also climbed around 1%.

The Auto, IT, Metal, Pharma, Health, Oil and Consumer Durables indices were also trading in the green, while the FMCG index was down 0.41%.

In the broader markets, the Nifty Mid Cap 100 was up 0.58% and the Nifty Small Cap 100 was up 0.56%.

On Friday, Indian stock markets extended their bear run into the fifth straight session as foreign investors' selling spree, underwhelming September quarter results, and valuation concerns hit sentiment.

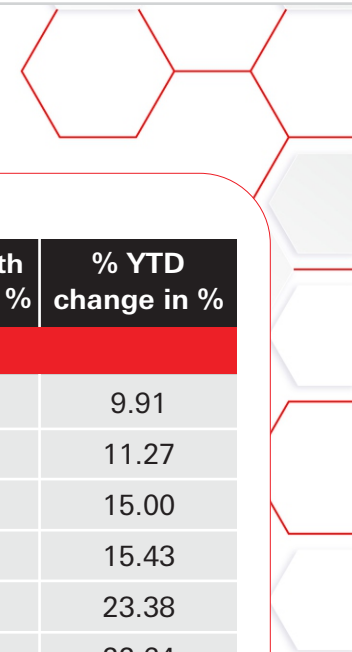
WEEKLY REVIEW – OCTOBER 14 – OCTOBER 18, 2024

The equity barometers witnessed major losses during the week, extending their sliding streak for the fourth straight week, their longest weekly losing spell since August 2023. The indices were lower for all five trading sessions due to ongoing geopolitical tensions and a sudden reaction from foreign investors, which negatively impacted the overall market mood. The broader market underperformed the frontline indices. The Nifty closed below the 24,200 level.

In the week ended on Friday, 25 October 2024, the S&P BSE Sensex tumbled 1,822.46 points or 2.24% to settle at 79,402.29. The Nifty 50 index declined 673.25 points or 2.71% to settle at 24,180.80. The BSE Mid Cap index dropped 5.2% to close at 45,452.83. The BSE Small Cap index slumped 7.37% to end at 52,335.66.

In the past week, the Mid and Small Cap indices have declined close to 9% and are approaching the 'correction' zone.

Across sectors, the Nifty Auto, Media, Metal, and PSU Bank indices slipped 2% each on Friday. Defensive bets like Nifty Pharma and FMCG indices, on the flipside, gained up to 0.88%.



Indices	Last close	One-day change in %	One month change in %	% YTD change in %
Domestic				
S&P BSE Sensex	79,402.29	-0.83	-6.77	9.91
Nifty 50	24,180.80	-0.90	-7.01	11.27
S&P BSE 200	11,085.29	-1.15	-7.57	15.00
S&P BSE 500	35,458.88	-1.28	-7.70	15.43
S&P BSE Midcap	45,452.83	-1.48	-7.91	23.38
S&P BSE Smallcap	52,335.66	-2.44	-8.62	22.64
S&P BSE Auto	54,123.75	-2.18	-10.66	28.17
S&P BSE Bankex	57,971.49	-0.94	-5.54	6.61
S&P BSE Cap Goods	66,429.40	-2.23	-10.31	19.38
S&P BSE Consumer Durables	61,183.17	-2.74	-10.18	22.37
S&P BSE FMCG	21,400.19	0.50	-9.98	4.55
S&P BSE Healthcare	42,834.16	-0.14	-3.02	35.77
S&P BSE IT	41,727.04	-0.48	-1.79	15.87
S&P BSE Metal	30,863.45	-2.17	-7.06	14.35
S&P BSE Oil & Gas	27,506.56	-3.09	-11.21	19.48
S&P BSE Power	7,741.92	-2.07	-11.70	33.05
S&P BSE Realty	7,613.15	-1.14	-13.77	23.05

GLOBAL MARKETS

Asia Pacific region were mostly higher on Monday morning. Japan's benchmark Nikkei 225 and its Topix index climbed after the country's Liberal Democratic Party lost its majority in Japan's lower house following elections on Sunday.

The Nikkei was up 1.4%, leading gains in Asia while the Topix was up 1.18%. South Korea's Kospi climbed 0.59%, while the small cap Kosdaq was 1.02% higher. Australia's S&P/ASX 200 rose 0.15%. Hong Kong's Hang Seng index was up 0.13%, while mainland China's CSI 300 was up 0.11% and the Shanghai Composite was up 0.17%.

However, global stocks had slipped on Friday, finishing the week lower amid US election jitters. Republican former President Donald Trump and Democratic Vice President Kamala Harris are polling neck-and-neck in crucial swing states ahead of the November 5 election. Investors are anxious about a contested result roiling world markets and unleashing fresh geopolitical uncertainty.

The benchmark S&P 500 ended slightly lower and closed the week down nearly 1%, driven by losses in

utilities and financials as well as gains in technology and communication-services stocks. Nasdaq finished the week higher. The Dow Jones Industrial Average fell 0.61% to 42,114.40, the S&P 500 eased 0.03 per cent to 5,808.12 and the Nasdaq Composite rose 0.56% to 18,518.61. The European shares index ended down 0.03% after giving up gains in choppy trading and finished 1.2% lower for the week.

RUPEE, OIL & FIIs

Indian Rupee: The Indian rupee hovered close to its lifetime low on Friday as sustained foreign outflows from domestic stocks kept the currency under pressure, with benchmark Indian equity indexes headed for the fourth weekly decline on the trot.

The rupee was at 84.07 against the US dollar as of 10:45 a.m. IST, nearly unchanged from its close at 84.0775 in the previous session.

Crude Oil: Brent crude futures are 4.2% lower and trading as cheaply as \$67.80 a barrel after Israel's response to an Iranian missile attack focused, so far, on missile factories and other sites near Tehran and not on disrupting energy supplies.

FPIs & DIIs: Foreign portfolio investors (FPIs) turned net sellers, offloading shares worth Rs 3,036 crore on Friday, while domestic institutional investors (DIIs) bought shares worth Rs 4,159 crore.

International				
DJIA*	42,374.36	-0.33	0.39	12.43
Nasdaq Composite*	18,415.49	0.76	1.89	22.68
Nikkei 225 (Japan)	37,913.92	-0.60	0.12	13.30
Straits Times (Singapore)	3,593.41	-0.32	0.28	10.90
Hang Seng (Hong Kong)	20,590.15	0.49	7.64	20.78
Kospi Composite (Seoul)	2,583.27	0.09	-0.50	-2.71
FTSE 100 (London)	8,269.38	0.13	-0.16	6.93
Cac 40 (France)*	7,503.28	0.08	-1.32	-0.53
Xetra Dax (Germany)*	19,443.00	0.34	2.35	16.07
S&P 500 (US)*	5,809.86	0.21	1.34	21.80
Shanghai (china)	3,299.70	0.59	13.93	10.92
MICEX (Russia)*	2,661.95	-2.08	-5.94	-14.11
Bovespa (Brazil)*	130,066.95	0.65	-1.58	-3.07
JCI (Indonesia)	7,694.66	-0.28	-0.60	5.80
SET (Thailand)	1,463.42	0.19	0.13	3.36

***Data as of Oct 24**

FII equity investments, Rs cr

	Buy	Sell	Net	MTD
24-Oct	12,923.00	17,760.00	-4,837.00	-79,363.00
Sep-24	434,967.39	385,174.55	49,792.84	
Aug-24	428,978.05	417,300.14	11,677.91	
Jul-24	379,883.21	351,925.50	27,957.71	
Jun-24	405,897.99	379,945.58	25,952.41	
May-24	395,943.69	421,203.38	-25,259.69	
Apr-24	335,086.26	341,906.51	-6,820.25	
Last Close	15,648.00	20,639.00	-4,991.00	
6 Months average	396,792.77	382,909.28	13,883.49	

MF equity investments, Rs cr

	Buy	Sell	Net	MTD
24-Oct	8,753.00	5,178.00	3,575.00	79,650.00*
Sep-24	264247.38	231785.35	32462.03	
Aug-24	235189.23	204389.25	30799.98	
Jul-24	225680.35	200587.72	25092.63	
Jun-24	266982.79	246123.97	20858.82	
May-24	249910.78	202244.53	47666.25	
Apr-24	206765.05	173941.35	32823.7	
Last Close	13,714.00	8,259.00	5,455.00	
6 Months average	241,462.60	209,845.36	31,617.24	

-MF data as of Oct 24



WEEK AHEAD

Domestic and global economic indicators, sectoral performance, crude oil prices, and global market trends will also influence market direction. Institutional investor activity (FIIs and DIIs) will continue to be a key barometer of overall market sentiment.

Rising geopolitical tensions in the Middle East add uncertainty that could impact energy prices and market stability. Further compounding concerns is U.S. presidential election on November 5, which could trigger shifts in fiscal, monetary, and foreign policy, leaving investors braced for heightened volatility across global markets.

Friday, 1 November 2024, will be a market holiday in India to celebrate Diwali. However, a special one-hour Muhurat Trading session will be held on this day. Muhurat

GLOBAL CUES:

United States job openings data for September will release on Tuesday, 29 October 2024.

Japan Consumer Confidence data for October will release on Wednesday, 30 October 2024.

United States Q3 GDP data will release on Wednesday, 30 October 2024.

China NBS Manufacturing PMI data for October will release on Thursday, 31 October 2024.

Bank of Japan (BoJ)'s interest rate decision is on Thursday, 31 October 2024.

United States Core PCE price index data for September will release on Thursday, 31 October 2024.

Source: Bloomberg, BSE, HSBC MF, CRISIL, Capital Market

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