

# Market Flash

October 23, 2023





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### **Sensex falls over 100 points, all sectors weak; Small Cap down 2%**

Equity benchmark indices are trading lower amid volatility tracking mixed global cues as investor sentiment remained muted amid Israel-Gaza tensions and high US bond yields.

The Indian rupee opened weaker against the US dollar on Monday amid continuing geopolitical tension. The local currency weakened five paise to open at Rs 83.17 against the US dollar on Monday.

Stock markets will remain closed on Tuesday, 24 October 2023 on account of Dussehra.

At 11:05 AM, the frontline S&P BSE Sensex was trading at 65,250 down 144 points or 0.22%. Market breadth is negative and out of a total of 3,701 shares traded on the Bombay Stock Exchange, 838 advanced while 2,679 declined and 184 remained unchanged. The broader Nifty50 was at 19,487 levels down 56 points or 0.29%.

The broader markets were dismal with the BSE Mid Cap and Small Cap indices down 1-2%.

All the sectoral indices are trading in the red with Auto, FMCG, Pharma, IT, Oil & Gas, Power and Realty down 0.5-1%.

### **WEEKLY REVIEW – OCTOBER 16 – OCTOBER 20, 2023**

Key equity barometers snapped two-week rising trend on selling pressure in index pivotals. Investors were cautious due to the uncertain global environment, including the Israel-Palestine conflict and ongoing selling by foreign institutional investors. The Nifty settled below the 19,550 mark. The benchmark indices tumbled in four out of five trading session during this week.

In the week ended on Friday, 20 October 2023, the S&P BSE Sensex tumbled 885.12 points or 1.34% to settle at 65,397.62. The Nifty 50 index slipped 208.4 points or 1.06% to close at 19,542.65. The BSE Mid Cap index dropped 1.31% to end at 31,880.86. The BSE Small Cap index added 0.04% to close at 38,198.72.

On the sectoral front, BSE Telecom, Realty and Oil & Gas indices dipped 2% each, while Power, Capital Goods and FMCG lost 1% each. On the other hand, BSE Auto index added 0.5%.

Indices	Last close	One-day change in %	One month change in %	% YTD change in %
<b>Domestic</b>				
S&P BSE Sensex	65,397.62	-0.35	-2.1	7.49
Nifty 50	19,542.65	-0.42	-1.8	7.94
S&P BSE 200	8,549.13	-0.55	-1.81	8.88
S&P BSE 500	27,261.48	-0.57	-1.45	10.79
S&P BSE Midcap	31,880.86	-1.02	-1.34	25.94
S&P BSE Smallcap	38,198.72	-0.76	2.11	32.05
S&P BSE Auto	37,471.25	-0.6	0.51	29.55
S&P BSE Bankex	49,184.35	-0.05	-3.69	0.57
S&P BSE Cap Goods	47,213.11	-0.98	0.66	41.6
S&P BSE Consumer Durables	45,488.83	-1.68	-2.25	14.52
S&P BSE FMCG	18,748.67	-1.36	-0.29	16.63
S&P BSE Healthcare	28,000.97	-0.8	-1.23	21.57
S&P BSE IT	31,940.06	-0.29	-3.37	11.4
S&P BSE Metal	22,962.83	-1.54	-0.08	10.1
S&P BSE Oil & Gas	18,585.80	-1.73	-2.93	-8.93
S&P BSE Power	4,472.04	-0.64	-4.46	2.07
S&P BSE Realty	4,776.96	-1.06	4.35	38.59

## GLOBAL MARKETS

Asian shares slipped on Monday as the risk of a wider conflict in the Middle East clouded sentiment in a week laden with data on US growth and inflation as well as earnings from some of the world's largest tech companies.

Bonds were also under pressure as US 10-year Treasury yields crept to within a whisker of 5.0%, pushing borrowing costs up across the globe and testing equity valuations.

On Monday, MSCI's broadest index of Asia-Pacific shares outside Japan slipped 0.4% to its lowest in almost a year. China's blue chip index lost 0.7% to its weakest since early 2019.

Japan's Nikkei eased 0.4%, as did South Korea's market.

EUROSTOXX 50 futures and FTSE futures were flat. Both S&P 500 futures and Nasdaq futures added 0.2%, underpinned by hopes a rush of earnings reports this week will provide some support.

## RUPEE, OIL & FIIs

**Indian Rupee:** The Indian rupee logged its biggest one-day advance in three weeks against the dollar on Friday, helped by likely central bank intervention in the spot and non-deliverable forward markets, which traders described as aggressive.

The rupee ended at 83.1225 to the US dollar, compared with a close of 83.2450 in the previous session, to log its best one-day gain since Sept. 29.

For the week, the rupee rose 0.2% and recorded its biggest weekly advance in two months.

**Crude Oil:** Oil prices gave back some ground in the absence of any disruption to supplies from the Middle East, at least for now.

Brent was last down 73 cents at \$91.43 a barrel, while US crude eased 82 cents to \$87.26.

**FPIs & DIIs:** Foreign institutional investors (FIIs) remained seller in this week also as they sold equities worth Rs 2,799.08 crore, while domestic institutional investors (DIIs) bought equities worth Rs 3,510.97 crore. However, in the month of October the FII sold equities worth Rs 13,411.72 crore and DII sold equities worth Rs 11,883.80 crore.

### International

DJIA*	33,414.17	-0.75	-3.2	0.81
Nasdaq Composite*	13,186.18	-0.96	-3.6	25.98
Nikkei 225 (Japan)	31,259.36	-0.54	-5.34	19.79
Straits Times (Singapore)	3,076.69	-0.74	-5.1	-5.37
Hang Seng (Hong Kong)	17,172.13	-0.72	-3.99	-13.19
Kospi Composite (Seoul)	2,375.00	-1.69	-7.22	6.2
FTSE 100 (London)	7,499.53	-1.17	-2.1	0.64
Cac 40 (France)*	6,921.37	-0.64	-4.95	6.91
Xetra Dax (Germany)*	15,045.23	-0.33	-3.95	8.06
S&P 500 (US)*	4,278.00	-0.85	-3.73	11.42
Shanghai (china)	2,983.06	-0.74	-4.04	-3.44
MICEX (Russia)*	3,252.14	-0.09	6	50.97
Bovespa (Brazil)*	114,004.30	-0.05	-3.26	3.89
JCI (Indonesia)	6,849.17	0.04	-2.32	-0.02
SET (Thailand)	1,399.35	-1.66	-7.2	-16.14

\*Data as of Oct 19

**FII equity investments, Rs cr**

	Buy	Sell	Net	MTD
19-Oct	10,243.00	11,195.00	-952	-9,279.00
23-Sep	239,207.19	258,101.01	-18,893.82	
23-Aug	274,277.35	259,982.33	14,295.02	
23-Jul	234,667.68	200,673.78	33,993.90	
23-Jun	250,023.02	194,862.49	55,160.53	
23-May	240,766.01	199,559.25	41,206.76	
23-Apr	135,616.60	119,883.18	15,733.42	
Last Close	9,562.00	11,552.00	-1,990.00	
6 Months average	229,092.98	205,510.34	23,582.64	

**MF equity investments, Rs cr**

	Buy	Sell	Net	MTD
19-Oct	6,033.00	5,077.00	956	13,878.00*
23-Sep	119295.59	99548.54	19747.05	
23-Aug	136454.48	110953.63	25500.85	
23-Jul	95495.32	87787.86	7707.46	
23-Jun	109374.51	103710.48	5664.03	
23-May	100303.37	97856.86	2446.51	
23-Apr	75553.66	80684.71	-5131.05	
Last Close	4,877.00	4,529.00	348	
6 Months average	106,079.49	96,757.01	9,322.48	

**-MF Data as of Oct 18**

## WEEK AHEAD

Market participants will also keep an eye on movement in oil prices amid geopolitical tension in Israel and Gaza.

The corporate results for the second quarter of the current fiscal (Q2FY24), July to September period, will be in focus. The progress of monsoon, domestic and global macroeconomic data, trend in global stock markets, the movement of rupee against the dollar and crude oil prices will also dictate trend on the bourses. Investment by foreign portfolio investors (FPIs) and domestic institutional investors (DIIs) will also be monitored.

Overseas, the United States Durable Goods Orders data for September will be declared on 26 October 2023. Also Personal Spending data for September will be declared on the same day.

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

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