

# Market Flash

July 10, 2023

## **Sensex surges 250 points to trade above 65,500 mark; Oil & Gas gains**

Equity benchmark indices saw a better-than-expected start and opened with nominal gains on Monday tracking gains in Asia and index heavyweight shares.

The Indian rupee started the day 9 paise higher against the US dollar, benefitting from a weaker US currency and a decline in crude oil prices. The rupee opened at 82.65 per dollar, compared to the previous close of 82.74.

At 9:50 AM, the frontline S&P BSE Sensex was trading at 65,547 up 263 points or 0.40%. Market breadth is marginally positive and out of a total of 3,113 shares traded on the Bombay Stock Exchange, 1,519 advanced while 1,459 declined and 135 remained unchanged. The broader Nifty50 was at 19,408 levels up 76 points or 0.39%.

The broader markets were mixed. The BSE Mid Cap index fell 0.10% while the Small Cap index was up 0.15%. Information Technology, Realty and Power shares are down 0.3-0.5%, while buying is seen in the auto, metal and oil & gas stocks.

## **WEEKLY REVIEW – JULY 3 – JULY 7, 2023**

Key equity indices trimmed gains after scaling record highs during the week. Strong foreign fund flows and encouraging Q1 business updates supported the momentum on Dalal Street. The Sensex breached the 65,000 level for the very first time while the Nifty settled above the 19,300 level. Benchmark indices extended gains for the second week in a row.

During the week, the Nifty and the Sensex hit all-time highs of 19,523.60 and 65,898.98, respectively. India VIX, which is a measure of the fear in the markets, fell 2.60% to settle at 11.53 levels.

In the week ended on Friday, 7 July 2023, the S&P BSE Sensex jumped 561.89 points or 0.87% to settle at 65,280.45. The Nifty 50 index advanced 142.75 points or 0.74% to close at 19,331.80. The BSE Mid Cap index climbed 0.77% to settle at 28,999.02. The BSE Small Cap index rallied 1.62% to close at 33,129.41.

Indices	Last close	One-day change in %	One month change in %	% YTD change in %
<b>Domestic</b>				
S&P BSE Sensex	65,280.45	-0.77	3.39	7.3
Nifty 50	19,331.80	-0.85	3.23	6.77
S&P BSE 200	8,335.15	-0.82	3.25	6.15
S&P BSE 500	26,294.33	-0.77	3.39	6.86
S&P BSE Midcap	28,999.02	-0.76	4.49	14.56
S&P BSE Smallcap	33,129.41	-0.28	5.06	14.53
S&P BSE Auto	35,658.28	0.29	4.38	23.29
S&P BSE Bankex	50,739.46	-0.81	0.88	3.75
S&P BSE Cap Goods	40,670.38	-0.81	4.82	21.98
S&P BSE Consumer Durables	43,408.54	0.22	3.86	9.28
S&P BSE FMCG	18,985.54	-1.45	2.84	18.1
S&P BSE Healthcare	25,944.05	-0.69	6.18	12.64
S&P BSE IT	29,834.09	-0.82	2.51	4.05
S&P BSE Metal	20,729.96	-0.67	3.37	-0.6
S&P BSE Oil & Gas	19,048.42	-0.11	5.35	-6.67
S&P BSE Power	4,050.13	-1.61	3.65	-7.56
S&P BSE Realty	4,251.32	-1.16	4.94	23.34

## GLOBAL MARKETS

Asian share markets edged cautiously higher on Monday as investors looked ahead to a key reading on US inflation and the start of another corporate earnings season.

Chinese consumer price figures surprised on the soft side with inflation falling in June and essentially unchanged from a year before.

The yuan pared early gains on the news, though Chinese blue chips were still up 0.7% on hopes for a loosening in regulations for the tech sector.

The gains in China helped MSCI's broadest index of Asia-Pacific shares outside Japan firm 0.6%. Japan's Nikkei eased 0.7% in the wake of a higher yen, while South Korea added 0.2%.

EUROSTOXX 50 futures dipped 0.1% while FTSE futures held steady. S&P 500 futures and Nasdaq futures both dipped 0.2%, adding to last week's losses.

Wall Street's main indexes ended lower on Friday in a seesaw session, as investors digested a US jobs report that showed weaker-than-expected growth and awaited more economic data and corporate earnings in the weeks ahead.

The US added the fewest jobs in 2-1/2 years in June, although persistently strong wage growth pointed to still-tight labor market conditions, US government data showed.

The benchmark S&P 500 was solidly higher for most of the afternoon, but stocks sold off toward the end of the session.

On Friday, the Dow Jones Industrial Average fell 187.38 points, or 0.55%, to 33,734.88, the S&P 500 lost 12.64 points, or 0.29%, to 4,398.95 and the Nasdaq Composite dropped 18.33 points, or 0.13%, to 13,660.72.

## **RUPEE, OIL & FIIs**

**Indian Rupee:** The rupee pared early losses to close almost flat at 82.61 against the US dollar on Friday as the greenback retreated from the day's high after fresh data suggested the US labour market may be cooling off due to high interest rates.

**Crude Oil:** Oil prices dipped in early Asian trade on Monday as investors tread cautiously ahead of fresh economic data from top consumers the United States and China this week, while expected crude supply cuts from Saudi Arabia and Russia supported the market.

Brent crude futures fell 22 cents, or 0.3%, to \$78.25 a barrel, and US West Texas Intermediate crude was at \$73.57 a barrel, down 29 cents, or 0.4%.

**FPIs & DIIs:** Foreign portfolio investors were net buyers at Rs 790 crore on Friday. DIIs, meanwhile, sold shares worth Rs 2,964 crore.

<b>International</b>				
DJIA*	33,922.26	-1.07	1.04	2.34
Nasdaq Composite*	13,679.04	-0.82	3.03	30.69
Nikkei 225 (Japan)	32,388.42	-1.17	1.49	24.12
Straits Times (Singapore)	3,139.47	-0.35	-1.26	-3.44
Hang Seng (Hong Kong)	18,365.70	-0.9	-4.6	-7.16
Kospi Composite (Seoul)	2,526.71	-1.16	-3.4	12.98
FTSE 100 (London)	7,280.50	-2.17	-4.56	-2.3
Cac 40 (France)*	7,082.29	-3.13	-1.76	9.4
Xetra Dax (Germany)*	15,528.54	-2.57	-2.9	11.53
S&P 500 (US)*	4,411.59	-0.79	2.98	14.9
Shanghai (china)	3,196.61	-0.28	-0.04	3.47
MICEX (Russia)*	2,829.81	0.36	5.01	31.37
Bovespa (Brazil)*	117,425.70	-1.78	2.46	7.01
JCI (Indonesia)	6,716.46	-0.6	1.46	-1.96
SET (Thailand)	1,490.51	0	-2.79	-10.68

\*Data as of Jul 6

#### FII equity investments, Rs cr

	Buy	Sell	Net	MTD
6-Jul	12,350.00	9,517.00	2,833.00	10,094.00
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	
23-Mar	180,062.00	165,117.53	14,944.47	
23-Feb	161,397.43	166,676.47	-5,279.04	
23-Jan	162,479.53	192,429.37	-29,949.84	
Last Close	9,199.00	6,910.00	2,289.00	
6 Months average	188,390.77	173,088.05	15,302.72	

#### MF equity investments, Rs cr

	Buy	Sell	Net	MTD
6-Jul	4,293.00	4,581.00	-288	33.00*
23-Jun	109374.51	103710.48	5664.03	
23-May	100303.37	97856.86	2446.51	
23-Apr	75553.66	80684.71	-5131.05	
23-Mar	105430.73	84666.43	20764.3	
23-Feb	101628.76	88804.09	12824.67	
23-Jan	110573.17	88731.37	21841.8	
Last Close	4,293.00	4,581.00	-288	
6 Months average	100,477.37	90,742.32	9,735.04	

-MF Data as of Jul 5

## WEEK AHEAD

The progress of monsoon, quarterly results, 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.

Information technology (IT) bellwether companies will kick-off the earnings season for the first quarter ending June 2023.

The central government has called for an all-party meeting on July 19, 2023, ahead of the Parliament monsoon session that will commence on July 20 and will continue till August 20, as per reports.

On the macro front, the Industrial Production and Manufacturing Production data for May will be released on 12 July 2023. Inflation rate for June will be declared on the same day.

India's inflation based on wholesale price index (WPI) for June will be unveiled on 14 July 2023.

Overseas, China will announce inflation rate for June today.

US will announce Inflation Rate and Core Inflation Rate for June on 12 July 2023.

---

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

**Disclaimer:** This document has been prepared by HSBC Asset Management (India) Private Limited (HSBC) for information purposes only and should not be construed as i) an offer or recommendation to buy or sell securities, commodities, currencies or other investments referred to herein; or ii) an offer to sell or a solicitation or an offer for purchase of any of the funds of HSBC Mutual Fund; or iii) an investment research or investment advice. It does not have regard to specific investment objectives, financial situation and the particular needs of any specific person who may receive this document. Investors should seek personal and independent advice regarding the appropriateness of investing in any of the funds, securities, other investment or investment strategies that may have been discussed or referred herein and should understand that the views regarding future prospects may or may not be realized. In no event shall HSBC Mutual Fund/HSBC Asset management (India) Private Limited and / or its affiliates or any of their directors, trustees, officers and employees be liable for any direct, indirect, special, incidental or consequential damages arising out of the use of information / opinion herein.

This document is intended only for those who access it from within India and approved for distribution in Indian jurisdiction only. Distribution of this document to anyone (including investors, prospective investors or distributors) who are located outside India or foreign nationals residing in India, is strictly prohibited. Neither this document nor the units of HSBC Mutual Fund have been registered under Securities law/Regulations in any foreign jurisdiction. The distribution of this document in certain jurisdictions may be unlawful or restricted or totally prohibited and accordingly, persons who come into possession of this document are required to inform themselves about, and to observe, any such restrictions. If any person chooses to access this document from a jurisdiction other than India, then such person do so at his/her own risk and HSBC and its group companies will not be liable for any breach of local law or regulation that such person commits as a result of doing so.

© Copyright. HSBC Asset Management (India) Private Limited 2022, ALL RIGHTS RESERVED. HSBC Mutual Fund, 9-11th Floor, NESCO - IT Park Bldg. 3, Nesco Complex, Western Express Highway, Goregaon East, Mumbai 400063. Maharashtra. Website: [www.assetmanagement.hsbc.co.in](http://www.assetmanagement.hsbc.co.in)

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