

Market Flash

August 21, 2023





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Markets trading choppy, broader markets outperform; Metals shine

Domestic markets started Monday's trade with mild gains amid volatility, tracking mixed global cues. The Indian rupee opened higher on Monday morning at 83.05 per dollar against Friday's close of 83.10.

At 9:55 AM, the frontline S&P BSE Sensex was trading at 64,987 up 38 points or 0.06%. Market breadth is positive and out of a total of 3,109 shares traded on the Bombay Stock Exchange, 1,956 advanced while 992 declined and 161 remained unchanged. The broader Nifty50 was at 19,314 levels up 4 points or 0.02%.

Broader markets, meanwhile, outperformed benchmark indices as Nifty Mid Cap 100 and Nifty Small Cap 100 indices climbed up to 0.6%.

Barring Nifty Media index, all other sectors are trading in the green zone. Nifty Metal index led the charge, rising to 0.8%.

Shares of Jio Financial Services are listed on the stock exchanges today. Jio Financial Services shares were credited to the eligible RIL shareholders as of the record date of July 20 in the ratio of 1:1.

WEEKLY REVIEW – AUGUST 14 – AUGUST 18, 2023

Key indices ended the truncated trading week with modest losses. Concerns about a slowdown in demand from China, along with the potential for additional interest rate hikes in developed economies weighed on the sentiment. Investors were also cautious due to foreign investors selling shares in local markets this month.

In the week ended on Friday, 18 August 2023, the S&P BSE Sensex fell 373.99 points or 0.57% to settle at 64,948.66. The Nifty50 index lost 118.15 points or 0.61% to close at 19,310.15.

Most sectoral indices ended in negative zone. BSE Metal declined the most by 3.9% followed by BSE Oil and Gas 1.3% and BSE Bankex 0.8%. BSE Power and BSE Consumer Durables gained 0.5 and 0.2%, respectively.



Indices	Last close	One-day change in %	One month change in %	% YTD change in %
Domestic				
S&P BSE Sensex	64,948.66	-0.31	-2.76	6.75
Nifty 50	19,310.15	-0.28	-2.22	6.65
S&P BSE 200	8,388.59	-0.28	-1.23	6.83
S&P BSE 500	26,584.59	-0.27	-0.75	8.04
S&P BSE Midcap	30,265.32	-0.41	2.86	19.56
S&P BSE Smallcap	35,283.32	-0.23	4.3	21.97
S&P BSE Auto	35,099.57	-0.14	-1.55	21.35
S&P BSE Bankex	49,214.03	-0.06	-3.89	0.63
S&P BSE Cap Goods	43,172.89	-0.24	3.76	29.48
S&P BSE Consumer Durables	43,300.37	-0.57	1.64	9.01
S&P BSE FMCG	18,566.32	0.26	-3.04	15.5
S&P BSE Healthcare	27,801.34	-0.6	5.54	20.7
S&P BSE IT	30,907.96	-1.46	-2.62	7.8
S&P BSE Metal	21,017.30	-0.88	-1.09	0.78
S&P BSE Oil & Gas	18,815.09	-0.46	-1.8	-7.81
S&P BSE Power	4,256.89	1.09	6.26	-2.84
S&P BSE Realty	4,243.51	-0.73	-0.88	23.11

GLOBAL MARKETS

Asian markets stumbled on Monday after China delivered a smaller cut to lending rates than markets had counted on, continuing Beijing's run of disappointing stimulus steps.

China's central bank trimmed its one-year lending rate by 10 basis points and left its five-year rate unmoved, a surprise to analysts who had expected cuts of 15 basis points to both.

MSCI's broadest index of Asia-Pacific shares outside Japan slipped 0.3% to a fresh low for the year, adding to a 3.9% dive last week. Japan's Nikkei was still up 0.3%, though that follows a 3.2% drop last week. EUROSTOXX 50 futures and FTSE futures were near flat. S&P 500 futures were 0.1% firmer, while Nasdaq futures added 0.2%.

US markets ended mixed on Friday as investors await further interest rate insight from the Federal Reserve and as US Treasury yields stabilized post a recent jump. The Dow Jones Industrial Average fell 0.08%, the S&P 500 closed flat and Nasdaq Composite 0.2% lower.

RUPEE, OIL & FIIs

Indian Rupee: The Indian rupee ended stronger on Friday, aided by the softness in US treasury yields and some easing in the dollar after concerns of US interest rates staying higher for longer pushed the local unit to a record low earlier in the week. The rupee closed at 83.1025 against the US dollar, up 0.05% on the day. On the week, however, the currency declined 0.31%.

Crude Oil: Oil prices continued to fall on Monday morning after breaking its 7-week winning streak and reporting a loss of 2 per cent weekly loss amid fears of slow economic growth in China and the possibility of further interest rate hike in the US impacting demand. Brent crude futures for October slipped 8 cents at \$84.72 per barrel and US West Texas Intermediate crude fell to \$81.28 per barrel, down by 3 cents.

FPIs & DIIs: On Friday, foreign institutional investors were net sellers and sold Indian equities worth Rs 266.98 crore. Meanwhile, domestic institutional investors (DIIs) were net buyers at Rs 339.18 crore.

International

DJIA*	34,474.83	-0.84	-0.32	4.01
Nasdaq Composite*	13,316.93	-1.17	-6.51	27.23
Nikkei 225 (Japan)	31,450.76	-0.55	-3.21	20.53
Straits Times (Singapore)	3,173.93	-0.71	-2.47	-2.38
Hang Seng (Hong Kong)	17,950.85	-2.05	-5.6	-9.25
Kospi Composite (Seoul)	2,504.50	-0.61	-3.95	11.99
FTSE 100 (London)	7,310.21	-0.63	-1.3	-1.9
Cac 40 (France)*	7,191.74	-0.94	-1.37	11.09
Xetra Dax (Germany)*	15,676.90	-0.71	-2.44	12.59
S&P 500 (US)*	4,370.36	-0.77	-3.37	13.83
Shanghai (china)	3,131.95	-1	-2.06	1.38
MICEX (Russia)*	3,075.81	0.55	4.11	42.79
Bovespa (Brazil)*	114,982.30	-0.53	-2.74	4.78
JCI (Indonesia)	6,859.91	-0.59	0.43	0.14
SET (Thailand)	1,519.12	-1.05	-1.05	-8.96

*Data as of Aug 17

FII equity investments, Rs cr

	Buy	Sell	Net	MTD
17-Aug	11,655.00	12,642.00	-987	9,168.00
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	
23-Mar	180,062.00	165,117.53	14,944.47	
23-Feb	161,397.43	166,676.47	-5,279.04	
Last Close	29,038.00	20,395.00	8,643.00	
6 Months average	200,422.12	174,462.12	25,960.01	

MF equity investments, Rs cr

	Buy	Sell	Net	MTD
17-Aug	3,082.00	2,594.00	488	3,374.00*
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	
23-Mar	105430.73	84666.43	20764.3	
23-Feb	101628.76	88804.09	12824.67	
Last Close	3,082.00	2,594.00	488	
6 Months average	97,964.39	90,585.07	7,379.32	

-MF Data as of Aug 3
WEEK AHEAD

Focus will continue to remain on the earnings season of the first quarter ended 30 June 2023.

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, China will announce Loan Prime Rate for 1 year and 5 years today.

The United States Durable Goods Orders for July will be declared on 24 August 2023.

Source: Bloomberg, BSE, HSBC MF, CRISIL

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