



HSBC Mutual Fund

Market Flash

September 02, 2024



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Market scales fresh all-time highs; Nifty above 25,300 mark

Benchmark indices scaled new record highs today after Sensex and Nifty rose extended the uptrend tracking gains in Asian peers and lifted by information technology stocks, as investor sentiment remained upbeat on hopes of a September rate cut in the United States.

Both indices rose 1.6% for the week and gained around 1% in August, marking their third consecutive weekly and monthly increase.

The Indian rupee opened flat against the US dollar on Monday. The rupee opened unchanged at Rs 83.87 against the US dollar, according to Bloomberg data. It closed at Rs 83.87 on Friday.

At 10:05 AM, the frontline S&P BSE Sensex was trading at 82,585 up 230 points or 0.28%. Market breadth is positive and out of a total of 3,527 shares traded on the Bombay Stock Exchange, 1,955 advanced while 1,431 declined and 141 remained unchanged. The broader Nifty50 was at 25,300 levels up 64 points or 0.25%.

Nifty IT, Nifty FMCG and Nifty Financial Services led the charts on NSE, while Nifty Media and Nifty Metal dragged. The broader markets also exhibited strength along with benchmarks, with Mid Cap index rising 0.32% and Small Cap surging 0.18%.

The Nifty IT index opens new tab gained 0.5% as traders braced for a data-packed week culminating in the U.S. jobs report, which could decide the quantum of a potential September rate cut.

WEEKLY REVIEW – AUGUST 26 – AUGUST 30, 2024

Market ended the week with substantial gains, extending rally for 3rd consecutive week, hitting record highs on three occasions, thanks to gains in IT and pharma stocks.

On weekly basis the Nifty50 hits record high and settled above 25,200 level while the Sensex touched all-time high and ended above 82,300 mark. The broader market advanced.

In the week ended on Friday, 30 August 2024, the BSE Sensex added 1,279.56 points or 1.58% to settle at 82,365.77. The Nifty50 index rose 412.75 points or 1.66% to settle at 25,235.90.

The BSE Mid Cap index gained 1.54% to close at 49,065.36. The BSE Small-Cap index added 0.61% to end at 56,021.55.

Indices	Last close	One-day change in %	One month change in %	% YTD change in %
Domestic				
S&P BSE Sensex	82,365.77	0.28	1.12	14.02
Nifty 50	25,235.90	0.33	1.52	16.13
S&P BSE 200	11,679.27	0.4	1.32	21.17
S&P BSE 500	37,459.06	0.42	1.15	21.94
S&P BSE Midcap	49,065.36	0.53	1.75	33.19
S&P BSE Smallcap	56,021.55	0.75	1.1	31.28
S&P BSE Auto	59,040.86	0.58	-1.45	39.81
S&P BSE Bankex	58,311.51	0.16	-0.76	7.23
S&P BSE Cap Goods	73,169.37	0.52	-3.07	31.5
S&P BSE Consumer Durables	63,590.04	0.29	4.8	27.18
S&P BSE FMCG	23,022.21	0.07	2.69	12.48
S&P BSE Healthcare	43,177.32	1.41	7.53	36.86
S&P BSE IT	43,486.56	0.44	4.27	20.76
S&P BSE Metal	32,455.81	0.21	0.15	20.25
S&P BSE Oil & Gas	32,978.10	0.39	1.57	43.25
S&P BSE Power	8,231.68	0.56	-1.07	41.47
S&P BSE Realty	8,233.53	1.88	-3.98	33.08

GLOBAL MARKETS

Asian share markets got off to a quiet start on Monday as investors braced for a data-packed week culminating in a U.S. jobs report that could decide whether a rate cut expected this month will be regular or super-sized.

A holiday in the United States and Canada made for thin liquidity, while wins for far-right parties in German state elections added a fresh layer of political uncertainty.

EUROSTOXX 50 futures were flat, while FTSE futures added 0.3%.

Asian markets mostly followed Friday's rally on Wall Street, with Japan's Nikkei up 0.5% and adding to last week's 8.7% bounce.

MSCI's broadest index of Asia-Pacific shares outside Japan barely moved, while South Korean stocks edged up 0.1%.

Chinese blue chips dipped 0.6%, led by losses in real estate after a survey showed home prices growth had slowed.

The Caixin survey of manufacturing showed a pick up to 50.4 in August, topping forecasts of 50.0. Surveys on Japan and South Korea factories both showed an improvement in activity.

On Friday, the Dow Jones Industrial Average had finished up 0.55% to 41,563.08. Benchmark S&P 500 gained 1.01% to end at 5,648.40 and the Nasdaq Composite gained 1.13% to close at 17,713.62.

RUPEE, OIL & FIIs

Indian Rupee: The Indian rupee ended little changed on Friday as dollar demand from state-run banks offset the impact of likely inflows into local equities.

The rupee closed at 83.8625 against the US dollar, nearly flat compared to its close at 83.87 in the previous session.

While most Asian currencies rallied between 2% to 6% in August, the rupee weakened 0.2% to log its second consecutive monthly decline.

Crude Oil: Oil prices lost more ground as the market pondered the prospect of increased supply from OPEC+ in October.

Brent fell 42 cents to \$76.51 a barrel, while U.S. crude lost 38 cents to \$73.17 per barrel.

FPIs & DIIs: On Friday, foreign institutional investors (FIIs) were net buyers with purchases amounting to Rs 5,318.14 crore, while domestic institutional investors (DIIs) were net buyers with purchases totaling Rs 3,198.07 crore.

Foreign Portfolio Investors (FPIs) were net buyers of Indian equities in August, purchasing shares worth Rs 7,320 crore. The total investments by them now stand at Rs 42,886 crore, so far in 2024.

International

DJIA*	41,335.05	0.59	1.96	9.67
Nasdaq Composite*	17,516.43	-0.23	0.84	16.69
Nikkei 225 (Japan)	38,647.75	0.74	0.32	15.49
Straits Times (Singapore)	3,442.93	1.13	0.03	6.25
Hang Seng (Hong Kong)	17,989.07	1.14	5.8	5.52
Kospi Composite (Seoul)	2,674.31	0.45	-2.33	0.72
FTSE 100 (London)	8,379.64	0.43	1.05	8.36
Cac 40 (France)*	7,640.95	0.84	2.65	1.3
Xetra Dax (Germany)*	18,912.57	0.69	3.23	12.9
S&P 500 (US)*	5,591.96	0	2.35	17.24
Shanghai (china)	2,842.21	0.68	-1.29	-4.46
MICEX (Russia)*	2,652.02	-2.08	-9.99	-14.43
Bovespa (Brazil)*	1,36,041.34	-0.95	7.16	1.38
JCI (Indonesia)	7,670.73	0.57	5.92	5.47
SET (Thailand)	1,359.07	0.12	3.9	-4.01

***Data as of Aug 29**

FII equity investments, Rs cr

	Buy	Sell	Net	MTD
29-Aug	31,783.00	17,256.00	14,527.00	10,174.00
Jul-24	3,79,883.21	3,51,925.50	27,957.71	
Jun-24	4,05,897.99	3,79,945.58	25,952.41	
May-24	3,95,943.69	4,21,203.38	-25,259.69	
Apr-24	3,35,086.26	3,41,906.51	-6,820.25	
Mar-24	3,49,396.70	3,18,499.69	30,897.01	
Feb-24	3,46,071.09	3,42,071.05	4,000.04	
Last Close	14,905.00	15,453.00	-548	
6 Months average	3,68,713.16	3,59,258.62	9,454.54	

MF equity investments, Rs cr

	Buy	Sell	Net	MTD
29-Aug	10,238.00	9,444.00	794	34,737.00*
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	
Mar-24	201194.39	157327.2	43867.19	
Feb-24	193495.11	178241.96	15253.15	
Last Close	9,682.00	9,416.00	266	
6 Months average	2,24,004.75	1,93,077.79	30,926.96	

-MF data as of Aug 28



WEEK AHEAD

Q1FY25 earnings, 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. The monsoon's progress will be closely monitored for its near-term impact on investor confidence.

The upcoming week's economic data releases will offer further clarity on the global economic outlook.

Auto stocks will be in focus as auto companies have started announcing monthly sales numbers for August starting from 1 September 2024.

On the global front, on Monday (September 2), the Caixin China General Manufacturing PMI would be released.

ISM Manufacturing PMI will be announced on Tuesday (September 3).

United States Job Openings data for July will release on Wednesday (September 4).

In United States, ISM Services PMI is scheduled to release on Thursday (September 5).

The US Non Farm Payrolls data for April will be announced on Friday (September 6).

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

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