

Market Flash

September 18, 2023



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Sensex falls 100 points, Nifty holds 20,150 mark; PSU Bank index up 2.5%

Domestic equity markets were trading on a jittery note on Monday amid weak cues from their global counterparts. Broader indices were mixed, the BSE Mid Cap index was flat, while the Small Cap index was up 0.2%.

The US Federal Reserve meeting is scheduled on September 19-20, and the interest rate decision will be announced on Wednesday. Back home, equity markets will be shut for trading on Tuesday on account of Ganesh Chaturthi holiday.

At 10:25 AM, the frontline S&P BSE Sensex was trading at 67,733 down 100 points or 0.15%. Market breadth is positive and out of a total of 3,585 shares traded on the Bombay Stock Exchange, 1,950 advanced while 1,414 declined and 221 remained unchanged. The broader Nifty50 was at 20,178 levels down 14 points or 0.07%.

Among sectors, PSU Bank index up 2.5%, while bank, realty, Information Technology and Metal indices are trading in the red.

The rupee witnessed range-bound trading against the US dollar in early trade on Monday, weighed down by a negative trend in domestic equities, elevated crude oil prices and strong American currency. At the interbank foreign exchange, the rupee opened at 83.09 against the dollar, registering a rise of 7 paise over its previous close. The domestic unit also touched 83.13 against the American currency in initial trade.

WEEKLY REVIEW – SEPTEMBER 11 – SEPTEMBER 15, 2023

For the third week in a row, benchmark indices witnessed significant gains. Equity barometers attained record closing high levels on Friday. The Sensex closed above the 67,800 level while the Nifty settled near the 20,200 level. The broader market, however, lagged the leading indices, ending a three-week upward trend.

In the week ended on Friday, 15 September 2023, the S&P BSE Sensex surged 1,239.72 points or 1.86% to settle at 67,838.63. The Nifty 50 index advanced 372.40 points or 1.88% to close at 20,192.35. The BSE Mid Cap index declined 0.51% to end at 32,505.37. The BSE Small Cap index slipped 1.14% to close at 37,828.56. Nifty Bank gained 156 points or 0.34% at 46,156.85.

India's merchandise trade deficit rose to the highest in 10 months in August as exports continued to slow due to weak demand in the West and China

Exports slipped nearly 7% to \$34.48 billion in August from \$37.02 billion a year earlier, while imports declined to \$58.64 billion from \$61.88 billion last year, leaving the trade balance at \$24.16 billion, data from the Ministry of Commerce and Industry showed on Friday.

Indices	Last close	One-day change in %	One month change in %	% YTD change in %
Domestic				
S&P BSE Sensex	67,838.63	0.47	3.73	11.5
Nifty 50	20,192.35	0.44	3.9	11.53
S&P BSE 200	8,819.05	0.42	4.61	12.32
S&P BSE 500	28,008.55	0.37	4.93	13.83
S&P BSE Midcap	32,505.37	0.09	7.29	28.41
S&P BSE Smallcap	37,828.56	0.27	7.73	30.77
S&P BSE Auto	37,161.01	1.48	6.26	28.48
S&P BSE Bankex	51,844.91	0.42	4.82	6.01
S&P BSE Cap Goods	47,045.67	-0.04	8.57	41.1
S&P BSE Consumer Durables	46,264.35	0.41	7.64	16.47
S&P BSE FMCG	18,797.96	-0.43	1	16.94
S&P BSE Healthcare	28,682.65	0.37	3.1	24.52
S&P BSE IT	33,468.30	0.76	7.21	16.73
S&P BSE Metal	23,480.18	0	9.31	12.58
S&P BSE Oil & Gas	19,259.72	-1.03	1.46	-5.63
S&P BSE Power	4,623.86	-0.47	10.12	5.54
S&P BSE Realty	4,693.02	-0.51	11.07	36.15

GLOBAL MARKETS

Asian shares started cautiously on Monday in a week packed with central bank meetings that include the Federal Reserve and the Bank of Japan, which will be closely scrutinised for the global interest rate outlook.

Both S&P 500 futures and Nasdaq futures rose 0.2% in early Asia. MSCI's broadest index of Asia-Pacific shares outside Japan slipped 0.1% after gaining 1.2% last week. Japan's Nikkei is closed for a holiday.

Sentiment in Asia improved recently after news of more policy support from Beijing and better-than-expected Chinese data add to signs the slowdown in world's second largest economy could have past it worst.

The US stock market ended sharply lower on Friday dragged by heavy selling shares of chipmakers on concerns about weak consumer demand.

The Dow Jones Industrial Average declined 0.83% to 34,618.24, while the S&P 500 plunged 1.22% to 4,450.32. The Nasdaq ended 1.56% lower at 13,708.34.

RUPEE, OIL & FIIs

Indian Rupee: On Friday, the rupee fell 13 paise to settle at 83.16 against the US dollar. The dollar index, which gauges the greenback's strength against a basket of six currencies, fell 0.04% to 105.27.

Crude Oil: Oil prices were higher on Monday, after hitting 10 month tops last Friday, stoking inflationary pressures. Brent crude futures rose 0.1% at \$94.01 per barrel and US West Texas Intermediate crude futures were up 0.2% at \$90.97.

FPIs & DIIs: According to data from the NSE, Foreign Institutional Investors added Rs 33,124.28 crore worth of Indian equities and sold Rs 32,959.86 crore, resulting in a net inflow of Rs 164.42 crore. Additionally, Domestic Institutional Investors injected ₹1,938.57 crore into Indian stocks.

According to data from the National Securities Depository Ltd, Foreign Portfolio Investors have divested Rs 4,768 crore worth of Indian equities and a total of Rs 2,968 crore, considering investments in debt, hybrid instruments, debt-VRR, and equities, as of September 16.

International

DJIA*	34,907.11	0.96	-1.13	5.31
Nasdaq Composite*	13,926.05	0.81	1	33.05
Nikkei 225 (Japan)	33,533.09	1.1	4.01	28.51
Straits Times (Singapore)	3,280.69	0.96	1.48	0.9
Hang Seng (Hong Kong)	18,182.89	0.75	-2.14	-8.08
Kospi Composite (Seoul)	2,601.28	1.1	1.18	16.32
FTSE 100 (London)	7,673.08	1.95	2.21	2.97
Cac 40 (France)*	7,308.67	1.19	-0.55	12.9
Xetra Dax (Germany)*	15,805.29	0.97	-0.62	13.51
S&P 500 (US)*	4,505.10	0.84	0.34	17.34
Shanghai (china)	3,117.74	-0.28	-1.84	0.92
MICEX (Russia)*	3,151.99	0.4	1.18	46.32
Bovespa (Brazil)*	119,392.00	1.03	2.21	8.8
JCI (Indonesia)	6,982.79	0.34	0.98	1.93
SET (Thailand)	1,542.03	-0.2	1.4	-7.59

***Data as of Sep 14**

FII equity investments, Rs cr

	Buy	Sell	Net	MTD
14-Sep	10,117.00	9,428.00	689	-6,027.00
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	
23-Mar	180,062.00	165,117.53	14,944.47	
Last Close	10,356.00	12,649.00	-2,293.00	
6 Months average	219,235.44	190,013.09	29,222.35	

MF equity investments, Rs cr

	Buy	Sell	Net	MTD
14-Sep	7,165.00	6,821.00	344	7,664.00*
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	
23-Mar	105430.73	84666.43	20764.3	
Last Close	5,219.00	4,778.00	441	
6 Months average	103,768.68	94,276.66	9,492.02	

-MF Data as of Sep 12

WEEK AHEAD

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.

The government has convened a special session of Parliament for five days between 18-22 September 2023.

Overseas, China will announce Loan Prime Rate for 1 year and 5 years on 20 September 2023. Japan will announce inflation rate for August on 22 September 2023.

The Bank of Japan will announce its interest rate decision on 22 September 2023. The US Federal Reserve will announce its interest rate decision on 20 September 2023.

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

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