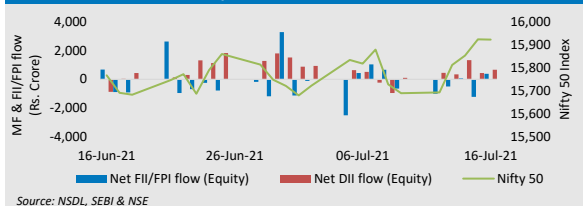


## Macro Economic Release

Indicators	Actual	Consensus	Previous
IIP Growth (May 2021)	29.30%	32.00%	134.60%
CPI Inflation (Jun 2021)	6.26%	6.58%	6.30%
WPI Inflation (Jun 2021)	12.07%	12.23%	12.94%
Trade Deficit (\$ billion) (Jun 2021)	9.37	9.40	6.28

Source: Refinitiv

## FI and DI Investment vs Nifty 50



Source: NSDL, SEBI & NSE

## Indian Equity Market Performance

Broad Indices	16-Jul-21	% Change (WoW)	% Change (YoY)	% Change (YTD)
S&P BSE Sensex	53,140	1.44	45.70	11.28
Nifty 50	15,923	1.49	48.26	13.89
S&P BSE 100	16,231	1.35	50.18	15.11
Nifty 500	13,742	1.58	56.76	19.31
Nifty Mid cap 50	7,708	1.64	84.75	31.25
Nifty Small cap 100	10,447	4.20	118.16	47.40

Sector Indices	16-Jul-21	% Change (WoW)	% Change (YoY)	% Change (YTD)
S&P BSE AUTO	23,310	0.25	46.81	12.00
S&P BSE Bankex	40,500	2.09	65.54	12.85
S&P BSE CD	36,032	0.81	75.71	18.55
S&P BSE CG	23,869	3.95	86.47	27.34
S&P BSE FMCG	13,593	0.09	17.92	7.80
S&P BSE HC	26,307	1.67	55.28	21.34
S&P BSE IT	30,114	1.66	75.14	24.19
S&P BSE METAL	19,499	2.74	159.32	68.10
S&P BSE Oil & Gas	15,706	-0.96	24.14	11.47
S&P BSE Power	2,722	0.53	81.22	31.99
S&P BSE PSU	7,772	0.40	62.01	34.44
S&P BSE Realty	3,163	8.55	105.30	27.65
S&P BSE Teck	13,161	0.97	55.63	18.55

Source: BSE & NSE

## Macro economic Update

- Government data showed that the Consumer Price Index based inflation (CPI) slowed to 6.26% in Jun 2021 from 6.30% in May 2021. Inflation, based on CPI, has breached the Reserve Bank of India's (RBI) target range for the second consecutive month in Jun. The Consumer Food Price Index also rose to 5.15% in Jun 2021 from 5.01% in the previous month.
- Government data showed that the Index of Industrial Production (IIP) witnessed a growth of 29.3% in May 2021 as compared to growth of 134.6% in the previous month and a contraction of 33.4% in the same period of the previous year. The manufacturing sector witnessed a growth of 34.5% in May 2021 as compared to a contraction of 37.8% in the same period of the previous year.
- Government data showed that the Wholesale Price Index (WPI) based inflation eased to 12.07% on a yearly basis in Jun 2021 from 12.94% in the previous month. WPI inflation in the same period of the previous year stood at -1.81%.
- Government data showed that India's trade deficit widened to \$9.37 billion in Jun 2021 from a surplus of \$0.79 billion in Jun 2020. Exports grew 48.34% on a yearly basis to \$32.5 billion in Jun 2021 from \$21.91 billion in the same period of the previous year. Imports rose 98.31% over the year to \$41.87 billion in Jun 2021 from \$21.11 billion in the same period of the previous year.

## Domestic Equity Market Update

- Indian equity markets settled for the week with modest gains following a mixed set of global and domestic cues. While bourses were initially driven by firm global cues following strong China's trade data for Jun 2021, investors also took some respite following marginal fall in the retail inflation data for Jun 2021. Favourable wholesale price inflation data for Jun 2021 too provided support to the buying interest.
- Meanwhile, intermittent weakness seen on the backdrop of rise in U.S. inflation numbers for Jun 2021, was settled for good following reassurance by the U.S. Federal Reserve Chair to keep interest rates near zero. Anticipation of robust Q1 earnings further boosted domestic equity market.
- Gains were largely erased on the last trading session of the week as investors resorted to profit booking, triggered by selling pressure in information technology and select financial shares.
- On the BSE sectoral front, barring S&P BSE Oil & Gas, all the major sectors closed in the green. S&P BSE Realty was the top gainer, up 8.55%, followed by S&P BSE Capital Goods and S&P BSE Metal, which went up 3.95% and 2.74%, respectively.
- Real estate stocks had a bonanza sessions, thanks to strong buying from retail investors who see a bigger story emerging in the sector.

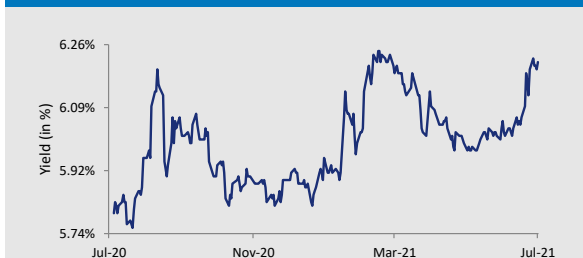
## Indian Debt Market Indicators

Broad Indices	16-Jul-21	Week Ago	Month Ago	6 Months Ago	Year Ago
Call Rate	3.17%	3.17%	3.20%	3.22%	3.53%
T-Repo	3.24%	3.19%	3.26%	3.20%	3.14%
Repo	4.00%	4.00%	4.00%	4.00%	4.00%
Reverse Repo	3.35%	3.35%	3.35%	3.35%	3.35%
3 Month CP	3.75%	3.80%	3.64%	3.75%	3.70%
1 Year CP	4.40%	4.45%	4.45%	4.40%	4.50%
3 Month CD	3.58%	3.58%	3.48%	3.32%	3.28%
1 Year CD	4.12%	4.18%	4.02%	3.90%	3.76%

Source: CCL, Refinitiv \* As on Jul 09, 2021; \*\* As on Jul 02, 2021; @ As on Jun 11, 2021; @@ As on Jan 15, 2021; @@@ As on Jul 10, 2020

Broad Indices	16-Jul-21	Week Ago	Month Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	4.72%	4.75%	4.74%	4.74%	5.22%
3 Year AAA Corporate Bond	5.28%	5.31%	5.34%	5.53%	5.74%
5 Year AAA Corporate Bond	6.34%	6.37%	6.41%	6.54%	6.28%
1 Year G-Sec	3.95%	4.05%	3.92%	3.91%	3.59%
3 Year G-Sec	4.69%	4.79%	4.65%	4.66%	4.35%
5 Year G-Sec	5.68%	5.73%	5.68%	5.33%	4.89%
10 Year G-Sec	6.13%	6.10%	6.05%	5.99%	5.81%
Forex Reserve (\$ in billion)	611.90*	610.01**	608.08@	584.24@@	516.36@@@

## 10 - Year benchmark G-Sec Movement



Source: Refinitiv

## Domestic Debt Market Update

- Bond yields fell initially after retail inflation slowed in Jun 2021 contrary to market expectations. This led to expectations that the present easy monetary policy will remain in place for an extended period of time. However, the trend reversed towards the end of the week as the weekly debt auction led to fresh supply of debt. Market sentiments were further dampened after the Reserve Bank of India (RBI) did not include liquid notes at debt purchase next week.
- Meanwhile the Indian government kept its borrowing plan for the first half of the fiscal year unchanged, despite transferring an advance to states as compensation for goods and services tax which support to the debt market sentiment to some extent.
- Yield on the 10-year benchmark paper (6.10% GS 2031) inched up 3 bps to close at 6.13% from the previous week's close of 6.10% after moving in a range of 6.10% to 6.15%.
- Data from RBI showed that India's foreign exchange reserves rose for a third straight week to a record high of \$611.90 billion as on Jul 9, 2021 from \$610.01 billion in the previous week.

## Global Commodity Update

Commodities	16-Jul-21	% Change (WoW)	% Change (YoY)	% Change (YTD)
NYMEX Crude Oil (\$/barrel)	71.25	-4.49	75.45	47.21
Brent Crude Oil (\$/barrel)	73.17	-3.09	68.59	41.47
Gold (\$/ounce)	1,810.89	0.16	0.79	-4.51
Silver (\$/ounce)	25.66	-1.61	33.85	-2.65

Source: Refinitiv

## Currencies Update

Currency	16-Jul-21	Week Ago	Month ago	6 Months Ago	Year Ago
U.S. Dollar	74.61	74.49	73.27	73.12	75.17
GBP	102.70	103.53	102.48	99.34	94.33
Euro	88.07	88.44	87.88	88.31	85.57
100 Yen	67.79	67.61	66.18	70.38	70.07

Source: Refinitiv

## Global Equity Market Performance

Country/Region	Indices	16-Jul-21	% Change (WoW)	% Change (YoY)	% Change (YTD)
U.S.	Russell 1000	2,426.42	-1.27	36.09	14.41
U.K.	FTSE	7,008	-1.60	12.12	8.48
France	CAC 40	6,460	-1.06	27.03	16.37
Germany	DAX	15,540	-0.94	20.70	13.28
Japan	Nikkei 225	28,003	0.22	22.98	2.04
China	Shanghai Composite	3,539	0.43	10.26	1.91
Hong Kong	Hang Seng	28,005	2.41	12.15	2.84
Singapore	Straits Times	3,152	0.67	20.15	10.85
Russia	RTS Index	1,603	-1.95	31.41	15.54
Brazil	Sao Paulo Se Bovespa	125,960	0.42	25.27	5.83

Source: Refinitiv

## Global Bond Yield Update

Indicators	16-Jul-21	Week ago	Month ago	6 Months Ago	Year ago
U.S. 10 Year Bond yield (%)	1.30	1.36	1.58	1.10	0.61
U.K. 10 Year Bond yield (%)	0.63	0.66	0.74	0.29	0.14
German 10 Year Bond yield (%)	-0.35	-0.29	-0.25	-0.54	-0.47
Japan 10 Year Bond yield (%)	0.02	0.03	0.05	0.04	0.02

Source: Refinitiv

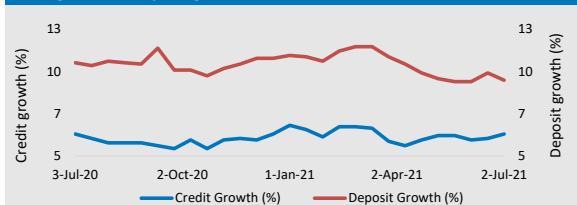
## Global Economic Calendar

Economic Events	Release date	Actual	Consensus	Previous
U.S. CPI MM, SA Jun 2021	13-Jul	0.90%	0.50%	0.60%
U.K. CPI YY Jun 2021	14-Jul	2.50%	2.20%	2.10%
U.S. Initial Jobless Claims W 10 Jul	15-Jul	360K	360K	386K
U.S. Retail Sales MM Jun 2021	16-Jul	0.60%	-0.40%	-1.70%

Source: FX Street; Refinitiv

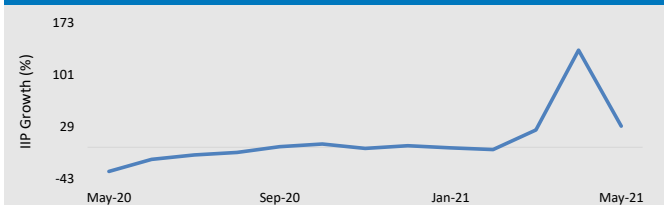
## Macro Economic Performance of India

### Credit growth vs Deposit growth



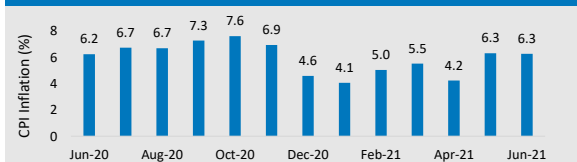
Source: Refinitiv

### IIP Growth (%)



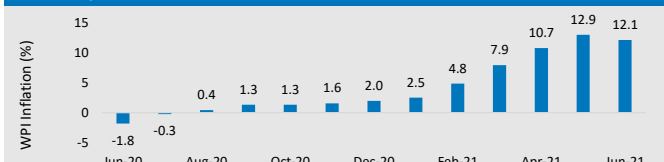
Source: Refinitiv

### Retail inflation movement



Source: Refinitiv

### Wholesale price inflation movement



Source: Refinitiv

**ICRA Analytics Disclaimer:** All information contained herein is obtained by ICRA Analytics Ltd from sources believed by it to be accurate and reliable. Because of the possibility of human or mechanical error as well as other factors, however, all information contained herein is provided "AS IS" without warranty of any kind. ICRA Analytics Ltd adopts all necessary measures so that the information it uses is of sufficient quality and from sources ICRA Analytics Ltd considers to be reliable including, when appropriate, independent third-party sources. However, ICRA Analytics Ltd is not an auditor and cannot in every instance independently verify or validate information received in preparing this document.

All information contained herein must be construed solely as statements of opinion, and ICRA Analytics Ltd or its affiliates or group companies and its respective and any of its officers, directors, personnel and employees, disclaim liability to any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this document or its contents in any manner or for any contingency within or beyond the control of, ICRA Analytics Ltd or any of its directors, officers, employees, agents, representatives, licensors or suppliers, arising from or in connection with the information contained herein or the use of or inability to use any such information. Opinions expressed in the document are not the opinions of our holding company, ICRA Limited (ICRA), and should not be construed as any indication of credit rating or grading of ICRA for any instruments that have been issued or are to be issued by any entity. The recipient alone shall be fully responsible and/or are liable for any decision taken on the basis of this document and/or the information contained herein.

**Bajaj Allianz Life Insurance Co. Ltd. Disclaimer:** The information and data analysis ("Information") contained in this document is facilitated and arranged by ICRA Analytics Ltd and Bajaj Allianz Life Insurance Co. Ltd. ("BALIC") has subscribed to it for general information purposes only and does neither purport to be comprehensive or complete nor does it constitute financial, tax, legal or other professional advice on any aspect including Life Insurance, financial issues related to life insurance. The contents of this document do not in any way constitute investment advice and should not be construed as an offer to sell, a solicitation to buy, or an endorsement or recommendation of any company or security or fund. BALIC disclaims all responsibilities for investment decisions based on the content of this document or the dissemination or distribution of this report/communication/analysis to a third party. BALIC make no express or implied warranties or representations on the comments, opinions, reports, views given in this document and BALIC disclaims all warranties, whether express, implied, or statutory, including but not limited to warranties as to accuracy, reliability, usefulness, completeness, merchantability, or fitness of information for any particular purpose, non-infringement and any damages ensuing thereby. In no event shall BALIC (including its group company, affiliates, promoters) or its founders, directors, officers, agents, employees or content providers be liable for any direct, indirect, special, incidental, exemplary, punitive or consequential damages, whether or not advised of the possibility of such damages including without limitation, those pertaining to lost profits to any BALIC subscriber, participant, customer, or other person or entity for furnishing of information or arising from the contents/use of this Document. This Document is protected by intellectual property rights. Any material that it contains, including, but not limited to, texts, data, graphics, pictures, logos, icons, news, or html code is protected under intellectual property law and remains the BALIC's or third party's property. Unauthorized use of the materials appearing on this document may violate copyright, trademark and other applicable laws, and could result in criminal or civil penalties.

The Logo of Bajaj Allianz Life Insurance Co. Ltd. is provided on the basis of license given by Bajaj Finserv Ltd. to use its "Bajaj" Logo and Allianz SE to use its "Allianz" logo. Past performance is not indicative of future performance.

Regd. Office Address: Bajaj Allianz House, Airport Road, Yerawada, Pune - 411006, Reg.No.: 116. | CIN : U66010PN2001PLC015959 | Mail us : [customercare@bajajallianz.co.in](mailto:customercare@bajajallianz.co.in) | Call on : Toll free no. 1800 209 7272 | Fax No: 02066026789 |