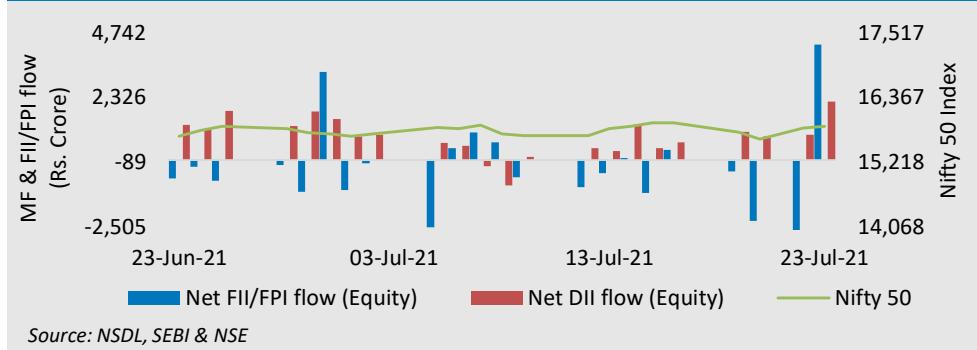


## Macro Economic Release

Indicators	Actual	Consensus	Previous
Imports (\$ billion) (Jun 2021)	41.87	NA	38.55
Exports (\$ billion) (Jun 2021)	32.50	NA	32.27
Trade Deficit (\$ billion) (Jun 2021)	9.37	9.40	6.28
WPI Inflation (Jun 2021)	12.07%	12.23%	12.94%

Source: Refinitiv

## FII and DII Investment vs Nifty 50



## Indian Equity Market Performance

Broad Indices	23-Jul-21	% Change (WoW)	% Change (YoY)	% Change (YTD)
S&P BSE Sensex	52,976	-0.31	38.90	10.94
Nifty 50	15,856	-0.42	41.38	13.41
S&P BSE 100	16,180	-0.31	43.60	14.75
Nifty 500	13,687	-0.40	50.17	18.83
Nifty Mid cap 50	7,574	-1.73	75.35	28.98
Nifty Small cap 100	10,407	-0.38	109.04	46.83

Sector Indices	23-Jul-21	% Change (WoW)	% Change (YoY)	% Change (YTD)
S&P BSE AUTO	22,797	-2.20	37.95	9.54
S&P BSE Bankex	39,833	-1.65	52.10	10.99
S&P BSE CD	35,997	-0.10	63.30	18.44
S&P BSE CG	23,846	-0.10	84.86	27.21
S&P BSE FMCG	13,643	0.37	18.61	8.20
S&P BSE HC	26,328	0.08	53.37	21.43
S&P BSE IT	30,578	1.54	78.30	26.10
S&P BSE METAL	19,383	-0.60	150.72	67.10
S&P BSE Oil & Gas	15,712	0.04	14.20	11.51
S&P BSE Power	2,688	-1.25	71.78	30.33
S&P BSE PSU	7,744	-0.37	50.35	33.95
S&P BSE Realty	3,189	0.82	100.03	28.69
S&P BSE Teck	13,330	1.29	57.63	20.08

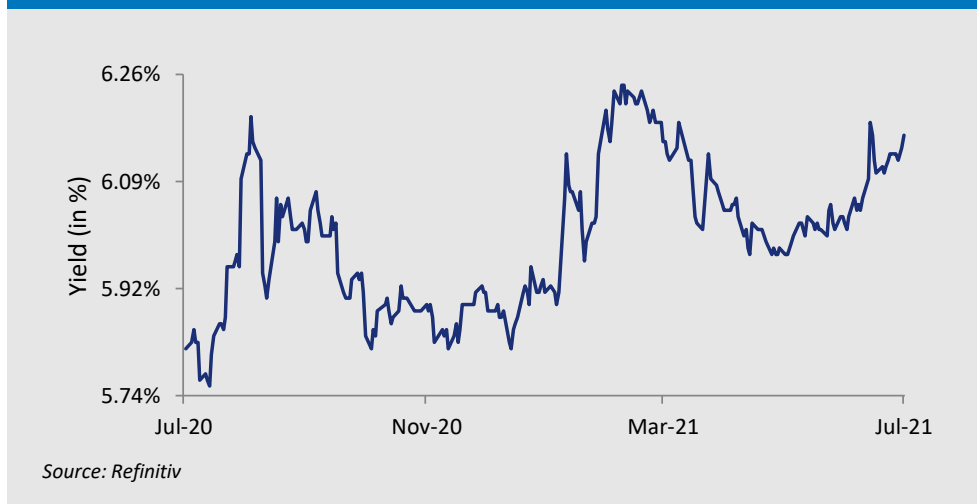
Source: BSE & NSE

## Indian Debt Market Indicators

Broad Indices	23-Jul-21	Week Ago	Month Ago	6 Months Ago	Year Ago
Call Rate	3.20%	3.17%	3.17%	3.20%	3.48%
T-Repo	3.25%	3.24%	3.25%	3.23%	3.16%
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	3.70%	3.75%	3.65%	3.85%	3.65%
1 Year CP	4.40%	4.40%	4.50%	4.50%	4.45%
3 Month CD	3.43%	3.58%	3.64%	3.38%	3.32%
1 Year CD	4.07%	4.12%	4.05%	3.92%	3.86%

Source: CCIL, Refinitiv \* As on Jul 16, 2021; \*\* As on Jul 09, 2021; @ As on Jun 18, 2021; @@@ As on Jan 22, 2021; @@@@ As on Jul 17, 2020

## 10 - Year benchmark G-Sec Movement



[1] Data as on 21 Jul, 2021

## Macro economic Update

- The Asian Development Bank has downgraded India's economic growth forecast for FY22 to 10% from 11% projected in Apr 2021 due to negative impact of the coronavirus pandemic. As per the bank, the negative economic impact of these new waves will be minimal, as firms and consumers are now better prepared to adjust to pandemics and containment measures than they were a year ago.
- According to RBI, although deposit and lending rate transmission has improved dramatically in recent years, numerous obstacles continue to hinder effective monetary transmission to these bank rates. According to the RBI Bulletin for Jul 2021, the central bank has undertaken many measures to increase the effectiveness of monetary transmission by improving the mechanism of banks determining interest rates.
- According to India's Labour Minister, the unemployment rate in urban India was 20.8% in the Apr-Jun quarter of 2020, a period that included two months of statewide lockdown to prevent the spread of the first wave of the Covid-19 epidemic.
- India's ranking in terms of trade facilitation has significantly improved due to various reforms undertaken by various departments especially customs under the Central Board of Indirect Taxes. As per the latest Global Survey on Digital and Sustainable Trade Facilitation, United Nation's Economic and Social Commission for Asia Pacific, India has scored 90.32% in 2020 from 78.49% during 2019.

## Domestic Equity Market Update

- Indian equity markets settled for the week with modest losses. Investors fretted about the impact of highly contagious Delta variant coronavirus. The potential third waves across the world and lock-down like restrictions has stalled the economic growth rally. Amid sell-off pressure across the globe, investors are concerned about stricter lock-down like restrictions may disrupt the business all over.
- However, fall was cushioned by positive cues from U.S. markets with investors reacting to upbeat earnings reports from some top name European and U.S. companies. Value buying in recent beaten down stocks provided additional support.
- On the BSE sectoral front, the indices witnessed a mixed trend. S&P BSE Auto was the major loser, down 2.20%, followed by S&P BSE Bankex and S&P BSE Power which fell 1.65% and 1.25%, respectively.
- Meanwhile, S&P BSE IT was the top gainer, up 1.54%, followed by S&P BSE Teck and S&P BSE Realty, which went up 1.29% and 0.82%, respectively.
- The auto sector fell, which can be attributed to multiple headwinds namely elevated global crude oil prices, shortage in semi-conductor and worries of a third COVID-19 wave.
- On a separate note, IT sector went up as investors continued to take positive cues from top companies, which came out with upbeat earning numbers for the quarter ended Jun 2021.

## Domestic Debt Market Update

- Bond yields rose following increase in global crude oil prices and a rebound in yield on U.S. Treasuries. Yields rose after the Reserve Bank of India (RBI) devolved a majority of the scheduled amount of 10-year benchmark paper on primary dealers at its weekly auction.
- Yield on the 10-year benchmark paper (6.10% GS 2031) rose 3 bps to close at 6.16% as compared to the previous week's close of 6.13% after moving in a narrow range of 6.12% to 6.17%.
- RBI conducted the auction of four government securities- 4.26% GS 2023, 6.10% GS 2031 and 6.76% GS 2061 for a cumulative amount of Rs. 26,000 crore, which was oversubscribed with devolvement on primary dealers. The cut-off stood at Rs. 100.02/4.2453%, Rs. 99.63/6.1498% and Rs. 94.39/7.1890%, respectively. Green shoe amount of Rs. 750 crore and Rs. 2,250 crore has been accepted on 4.26% GS 2023 and 6.76% GS 2061, respectively and 6.10% GS 2031 security saw devolvement on primary dealers of Rs. 11,144.145 crore.
- RBI conducted the auction of state development loans of seven states for a notified amount of Rs. 9,700 crore for which the amount allotted stood at 8,700 crore. The highest yield of 7.24% was witnessed in case of Tamil Nadu and the lowest yield of 6.27% was witnessed in case of Rajasthan.

## Global Commodity Update

Commodities	23-Jul-21	% Change (WoW)	% Change (YoY)	% Change (YTD)
NYMEX Crude Oil (\$/barrel)	72.17	1.29	76.24	49.11
Brent Crude Oil (\$/barrel)	74.08	1.24	71.01	43.23
Gold (\$/ounce)	1,801.34	-0.53	-4.53	-5.02
Silver (\$/ounce)	25.16	-1.95	10.74	-4.55

Source: Refinitiv

## Currencies Update

Currency	23-Jul-21	Week Ago	Month ago	6 Months Ago	Year Ago
U.S. Dollar	74.43	74.61	74.14	72.98	74.81
GBP	102.28	102.70	103.49	99.87	95.30
Euro	87.60	88.07	88.41	88.80	86.74
100 Yen	67.31	67.79	66.80	70.31	69.99

Source: Refinitiv

## Global Equity Market Performance

Country/Region	Indices	23-Jul-21	% Change (WoW)	% Change (YoY)	% Change (YTD)
U.S.	Russell 1000	2,479.32	2.18	38.02	16.90
U.K.	FTSE	7,028	0.28	13.14	8.78
France	CAC 40	6,569	1.68	30.50	18.33
Germany	DAX	15,669	0.83	19.58	14.22
Japan <sup>[1]</sup>	Nikkei 225	27,548	-1.63	21.08	0.38
China	Shanghai Composite	3,550	0.31	6.78	2.23
Hong Kong	Hang Seng	27,322	-2.44	8.15	0.33
Singapore	Straits Times	3,157	0.15	20.85	11.01
Russia	RTS Index	1,596	-0.45	26.49	15.02
Brazil	Sao Paulo Se Bovespa	125,053	-0.72	22.25	5.07

Source: Refinitiv

## Global Bond Yield Update

Indicators	23-Jul-21	Week ago	Month ago	6 Months Ago	Year ago
U.S. 10 Year Bond yield (%)	1.28	1.30	1.49	1.09	0.58
U.K. 10 Year Bond yield (%)	0.59	0.63	0.78	0.31	0.12
German 10 Year Bond yield (%)	-0.41	-0.35	-0.18	-0.51	-0.48
Japan 10 Year Bond yield (%)	0.02	0.02	0.05	0.04	0.01

Source: Refinitiv

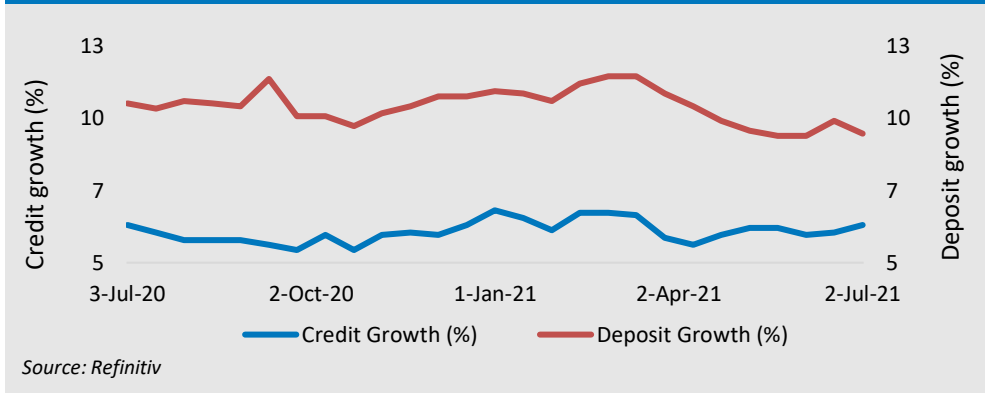
## Global Economic Calendar

Economic Events	Release date	Actual	Consensus	Previous
Japan CPI, Core Nationwide YY Jun 2021	19-Jul	0.20%	0.20%	0.10%
U.S. Housing Starts Number Jun 2021	20-Jul	1.64 M	1.59 M	1.55 M
U.S. MBA 30-Yr Mortgage Rate W 16 Jul	21-Jul	3.11%	--	3.09%
European Central Bank Interest Rate Decision	22-Jul	0.00%	0.00%	0.00%

Source: Refinitiv

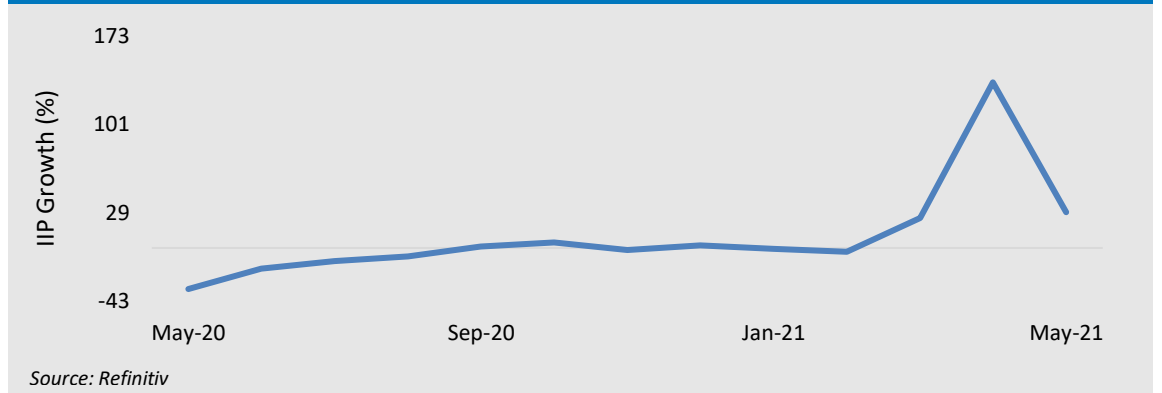
## Macro Economic Performance of India

### Credit growth vs Deposit growth



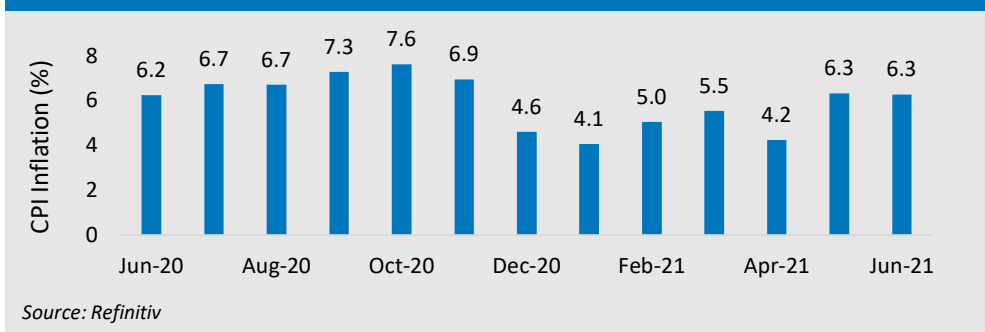
Source: Refinitiv

### IIP Growth (%)



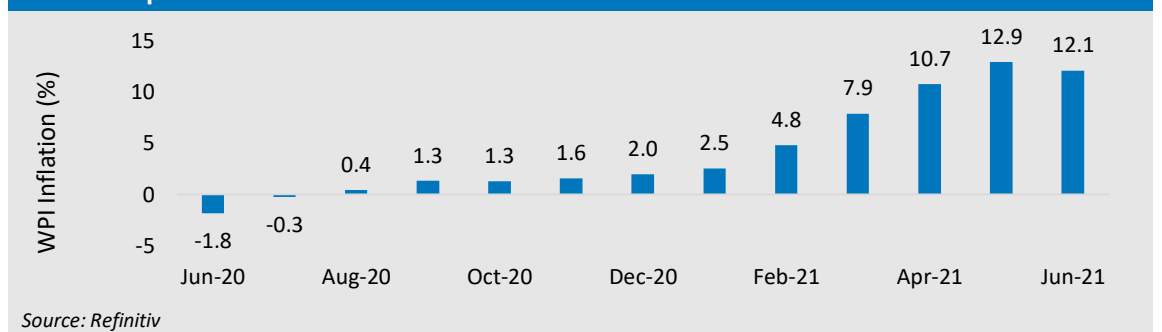
Source: Refinitiv

### Retail inflation movement



Source: Refinitiv

### Wholesale price inflation movement



Source: Refinitiv

[1] Data as on 21 Jul, 2021

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