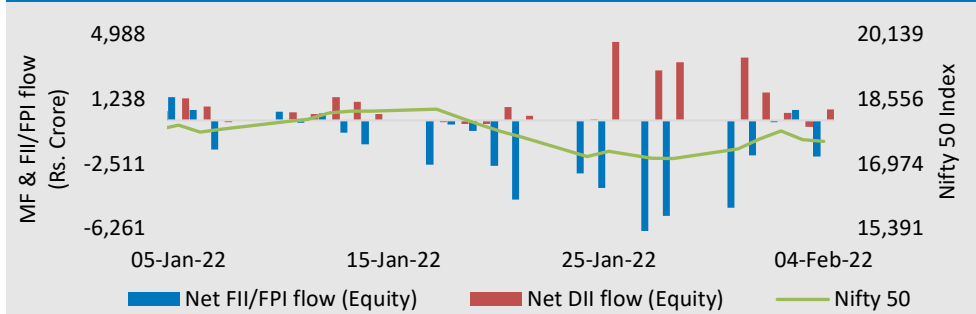


## Macro Economic Release

Indicators	Actual	Consensus	Previous
IHS India Services PMI (Jan 2022)	51.5	53.0	55.5
IHS India Manufacturing PMI (Jan 2022)	54.0	54.6	55.5
Forex Reserve (Jan 2022)	629.76	NA	634.29
Fiscal Deficit FYTD (\$ billion) (Dec 2021)	75.94	NA	69.56

Source: Refinitiv

## FII and DII Investment vs Nifty 50



Source: NSDL, SEBI & NSE

## Indian Equity Market Performance

Broad Indices	04-Feb-22	% Change (WoW)	% Change (YoY)	% Change (YTD)
S&P BSE Sensex	58,645	2.53	15.87	0.67
Nifty 50	17,516	2.42	17.59	0.93
S&P BSE 100	17,806	2.44	18.32	1.03
Nifty 500	15,085	2.46	22.79	0.60
Nifty Mid cap 50	8,382	1.51	25.14	-0.34
Nifty Small cap 100	11,197	1.87	47.01	-0.81

Sector Indices	04-Feb-22	% Change (WoW)	% Change (YoY)	% Change (YTD)
S&P BSE AUTO	26,091	0.54	6.36	5.13
S&P BSE Bankex	44,391	2.62	11.14	9.86
S&P BSE CD	43,069	5.31	35.77	-3.80
S&P BSE CG	29,673	2.75	36.00	3.21
S&P BSE FMCG	13,823	3.42	8.68	0.28
S&P BSE HC	24,725	3.73	14.30	-5.65
S&P BSE IT	34,979	3.42	36.34	-7.57
S&P BSE METAL	20,298	6.91	65.88	5.47
S&P BSE Oil & Gas	18,352	-0.33	24.32	4.82
S&P BSE Power	3,954	0.95	77.57	13.56
S&P BSE PSU	8,897	0.63	36.90	9.29
S&P BSE Realty	3,754	1.61	39.63	-2.27
S&P BSE Teck	15,585	3.24	31.70	-6.21

Source: BSE & NSE

## Macro economic Update

- As per government data, Indian economy contracted by 6.6% in FY21 on account of outbreak of COVID-19 and subsequent nationwide lockdown to contain the pandemic. As per the provisional estimates released in May 2021, the GDP had contracted by 7.3% in FY21.
- India's index of eight core industries grew 3.8% in Dec 2021 as compared to a growth of 3.4% in Nov 2021 and 0.4% contraction in Dec 2020. Barring crude oil and steel, all sectors recorded growth in Dec 2021. The eight core industries grew 12.6% in Apr-Dec 2021 period as against contraction of 9.8% during the same period last fiscal.
- India's fiscal deficit for the period from Apr to Dec 2021 stood at Rs. 7.59 lakh crore or 50.4% of the budget estimate for FY22 as compared to 145.5% in the corresponding period of the previous fiscal.
- According to the Economic Survey, 2022 GDP growth is forecast to be between 8% and 8.5% in FY23 whereas it is expected to be 9.2% in FY22. The expansion forecast is based on universal vaccine coverage, gains from supply-side reforms and regulatory relief, strong export growth, and the availability of fiscal space to increase capital spending.

## Domestic Equity Market Update

- Indian equity markets settled in the positive territory with the Union Budget FY23 being the talk of the town during the week. Investor sentiments were boosted by the growth-oriented budget delivered by the finance minister. Government had increased the budgeted allocation towards capital expenditure in FY23 which stimulated the infrastructure, housing, and defense sectors.
- The improved GST collection data along with targeted fall in fiscal deficit number also uplifted the Investor's sentiments.
- Positive cues from the global markets followed by strong corporate earning numbers also helped to ignore the geopolitical worries and uplifted the market sentiments.
- However, gains were restricted by profit booking and as private survey showed that India's manufacturing sector growth hit a four-month low in Jan. Additionally, India's services sector activity moderated further in Jan as new business rose at a noticeably slower rate amid the escalation of the pandemic, reintroduction of restrictions and inflationary pressures.
- On the BSE sectoral front, barring S&P BSE Oil & Gas, all the major sectors closed in the green. S&P BSE Metal was the top gainer, up 6.91%, followed by S&P BSE Consumer Durables and S&P BSE Healthcare, which went up 5.31% and 3.73%, respectively.
- Metal sector was highly preferred during the week as investors reckon favourable demand-supply dynamics have improved the prospects of base metals such as copper, zinc and lead. Higher and sustained prices augur well for earnings prospects of Indian non-ferrous companies.

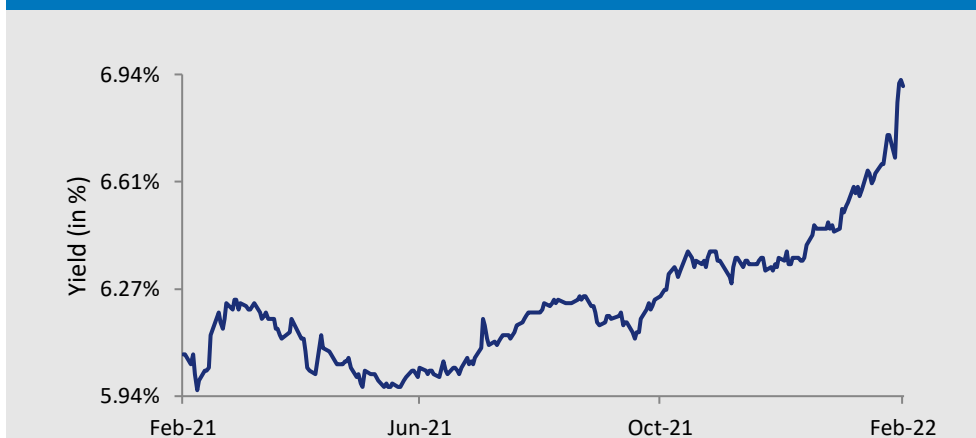
## Indian Debt Market Indicators

Broad Indices	04-Feb-22	Week Ago	Month Ago	6 Months Ago	Year Ago
Call Rate	3.30%	3.60%	3.28%	3.18%	3.18%
T-Repo	3.33%	3.44%	3.16%	3.15%	3.18%
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	4.30%	4.15%	4.15%	3.80%	3.85%
1 Year CP	5.25%	5.05%	4.95%	4.40%	4.55%
3 Month CD	3.71%	3.89%	3.63%	3.41%	3.35%
1 Year CD	4.60%	4.82%	4.57%	4.05%	4.02%

Broad Indices	04-Feb-22	Week Ago	Month Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	5.14%	4.82%	4.87%	4.59%	4.89%
3 Year AAA Corporate Bond	6.19%	5.84%	5.96%	5.38%	5.69%
5 Year AAA Corporate Bond	7.04%	6.71%	6.84%	6.30%	6.54%
1 Year G-Sec	4.57%	4.46%	4.37%	3.94%	3.98%
3 Year G-Sec	5.83%	5.35%	5.33%	4.96%	4.86%
5 Year G-Sec	6.19%	6.12%	5.94%	5.71%	5.49%
10 Year G-Sec	6.88%	6.77%	6.52%	6.20%	6.07%
Forex Reserve (\$ in billion)	629.76*	634.29**	633.61 <sup>®</sup>	620.58 <sup>®®</sup>	590.18 <sup>®®®</sup>

Source: CCL, Refinitiv \* As on Jan 28, 2022; \*\* As on Jan 21, 2022; <sup>®</sup> As on Dec 31, 2021; <sup>®®</sup> As on Jul 30, 2021; <sup>®®®</sup> As on Jan 29, 2021

## 10 - Year benchmark G-Sec Movement



Source: Refinitiv

## Domestic Debt Market Update

- Bond yields surged for the fifth consecutive week after the government in the Union Budget announced a record borrowing for the next financial year. Market sentiments were further dampened after the government did not provide enough clarity regarding the inclusion of Indian debt in global indices. A surge in global crude oil prices also played spoilsport while a section of market participants awaited the outcome of the monetary policy review which is due on Feb 9, 2022.
- Yield on the new 10-year benchmark paper (6.54% GS 2032) surged by 11 bps to close at 6.88% from the previous week's close of 6.77%.
- Data from RBI showed that India's foreign exchange reserves fell to an over-five month low of \$629.76 billion as on Jan 28, 2022 from \$634.29 billion in the previous week.
- RBI announced the auction of 91 days, 182 days and 364 days Treasury Bills for a notified amount of Rs. 5,000 crores, Rs. 10,000 crores and Rs. 11,000 crores, respectively. The auction would be carried out on Feb 09, 2022.

## Global Commodity Update

Commodities	04-Feb-22	% Change (WoW)	% Change (YoY)	% Change (YTD)
NYMEX Crude Oil (\$/barrel)	91.87	5.28	62.72	21.89
Brent Crude Oil (\$/barrel)	92.52	2.20	56.68	18.78
Gold (\$/ounce)	1,807.49	0.92	0.85	-1.14
Silver (\$/ounce)	22.48	0.28	-14.50	-3.39

Source: Refinitiv

## Global Equity Market Performance

Country/Region	Indices	04-Feb-22	% Change (WoW)	% Change (YoY)	% Change (YTD)
U.S.	Russell 1000	2,485.21	1.71	13.28	-6.07
U.K.	FTSE	7,516	0.67	15.57	1.79
France	CAC 40	6,951	-0.21	23.94	-2.82
Germany	DAX	15,100	-1.43	7.39	-4.94
Japan	Nikkei 225	27,440	2.70	-3.18	-4.69
China <sup>[1]</sup>	Shanghai Composite	Closed	NA	NA	NA
Hong Kong	Hang Seng	24,573	4.34	-15.59	5.02
Singapore	Straits Times	3,331	2.62	14.66	6.65
Russia	RTS Index	1,436	2.06	2.37	-10.01
Brazil	Sao Paulo Se Bovespa	112,245	0.30	-5.88	7.08

Source: Refinitiv

## Currencies Update

Currency	04-Feb-22	Week Ago	Month ago	6 Months Ago	Year Ago
U.S. Dollar	74.64	75.03	74.50	74.15	72.95
GBP	100.98	100.58	100.79	102.99	99.72
Euro	85.43	83.61	84.07	87.76	87.26
100 Yen	64.77	65.09	64.13	67.72	69.11

Source: Refinitiv

## Global Bond Yield Update

Indicators	04-Feb-22	Week ago	Month ago	6 Months Ago	Year ago
U.S. 10 Year Bond yield (%)	1.92	1.78	1.65	1.18	1.14
U.K. 10 Year Bond yield (%)	1.41	1.24	1.09	0.51	0.44
German 10 Year Bond yield (%)	0.21	-0.04	-0.13	-0.49	-0.45
Japan 10 Year Bond yield (%)	0.20	0.17	0.09	--	0.06

Source: Refinitiv

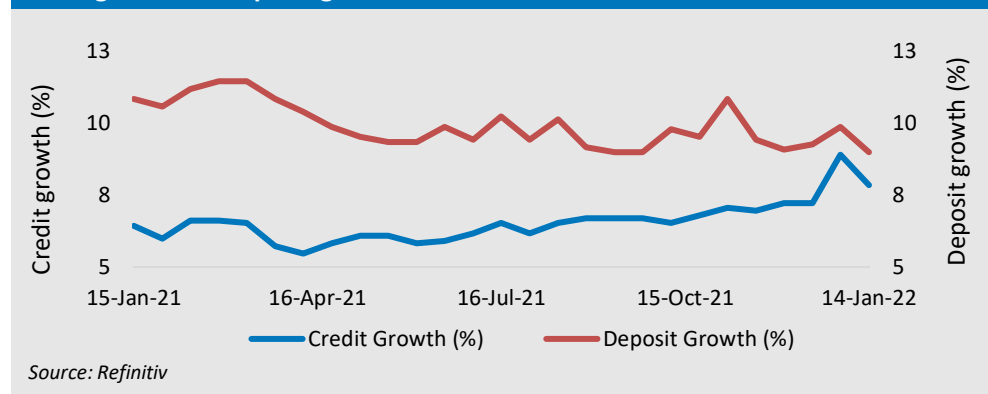
## Global Economic Calendar

Economic Events	Release date	Actual	Consensus	Previous
Eurozone GDP s.a. (QoQ)(Q4) PREL	31-Jan	0.30%	0.30%	2.30%
U.S. ISM Manufacturing PMI(Jan)	1-Feb	57.60	57.50	58.80
U.S. ADP Employment Change(Jan)	2-Feb	-301K	207K	776K
U.S. Nonfarm Payrolls(Jan)	4-Feb	467K	150K	510K

Source: FX Street; Refinitiv

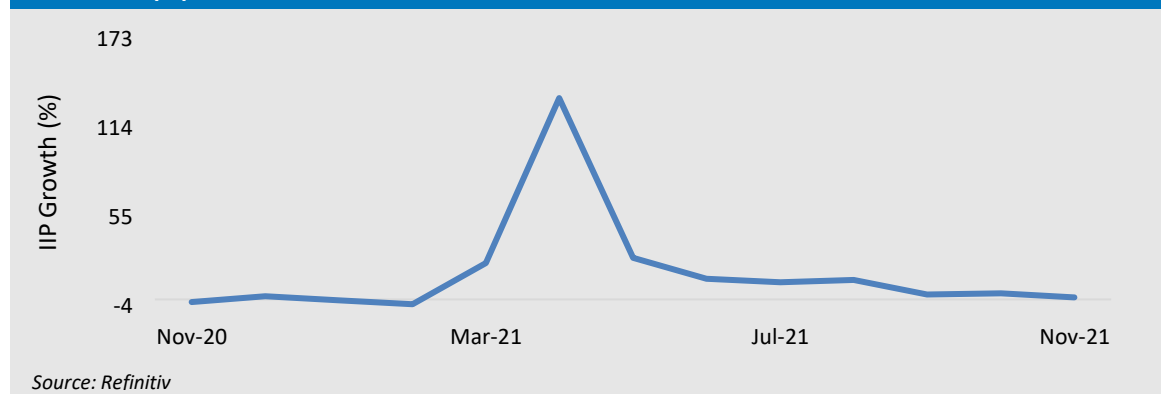
## Macro Economic Performance of India

### Credit growth vs Deposit growth



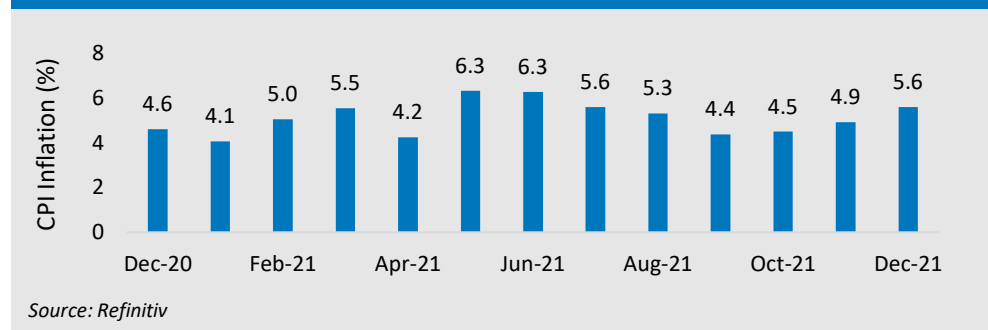
Source: Refinitiv

### IIP Growth (%)



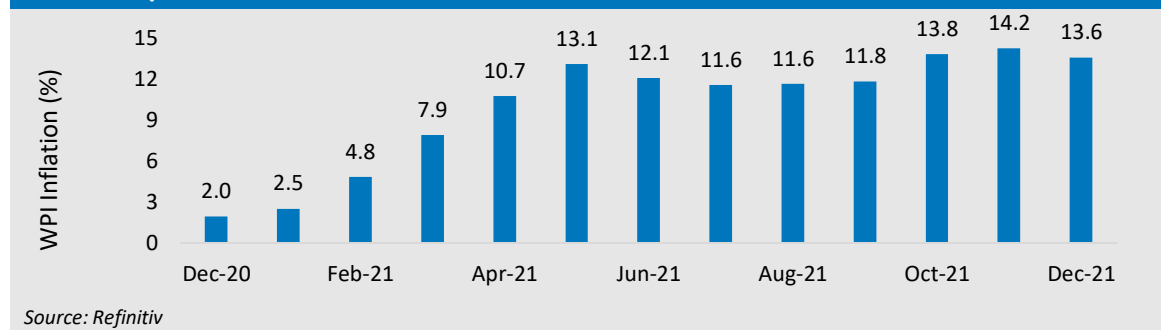
Source: Refinitiv

### Retail inflation movement



Source: Refinitiv

### Wholesale price inflation movement



Source: Refinitiv

[1] Data as on 31 Jan, 2022

**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 |