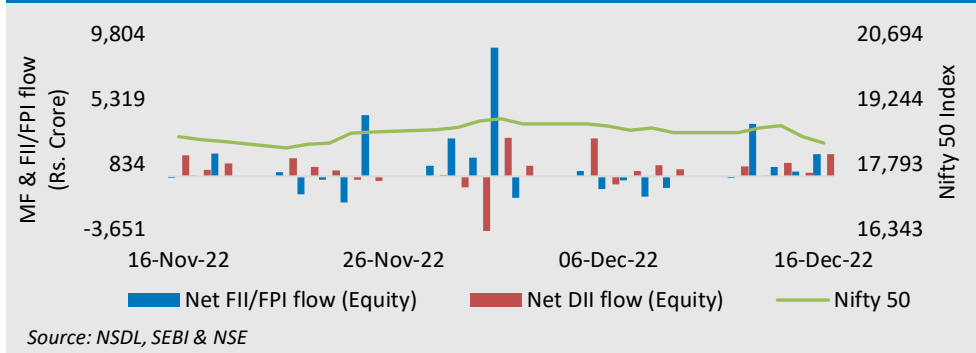


## Macro Economic Release

Indicators	Actual	Consensus	Previous
Imports (\$ billion) (Nov 2022)	55.88	NA	56.69
Exports (\$ billion) (Nov 2022)	31.99	NA	29.78
Trade Deficit (\$ billion) (Nov 2022)	23.89	25.88	26.91
WPI Inflation (Nov 2022)	5.85%	6.50%	8.39%

Source: Refinitiv

## FII and DII Investment vs Nifty 50



## Indian Equity Market Performance

Broad Indices	16-Dec-22	% Change (WoW)	% Change (YoY)	% Change (YTD)
S&P BSE Sensex	61,338	-1.36	5.94	5.29
Nifty 50	18,269	-1.23	5.92	5.27
S&P BSE 100	18,613	-1.32	5.86	5.60
Nifty 500	15,636	-1.12	4.69	4.27
Nifty Mid cap 50	8,831	-0.96	4.07	5.00
Nifty Small cap 100	10,017	0.48	-9.96	-11.26

Sector Indices	16-Dec-22	% Change (WoW)	% Change (YoY)	% Change (YTD)
S&P BSE AUTO	29,278	-1.16	18.15	17.97
S&P BSE Bankex	49,103	-1.20	18.10	21.52
S&P BSE CD	39,758	-2.56	-8.12	-11.19
S&P BSE CG	34,535	-0.55	21.25	20.12
S&P BSE FMCG	16,478	-1.61	20.66	19.54
S&P BSE HC	23,078	-1.29	-7.70	-11.94
S&P BSE IT	28,793	-1.90	-18.88	-23.92
S&P BSE METAL	20,444	-0.61	4.38	6.23
S&P BSE Oil & Gas	20,467	0.60	12.88	16.90
S&P BSE Power	4,498	-1.00	25.67	29.18
S&P BSE PSU	10,039	-0.74	19.96	23.31
S&P BSE Realty	3,503	-1.68	-10.74	-8.81
S&P BSE Teck	13,510	-1.94	-14.21	-18.69

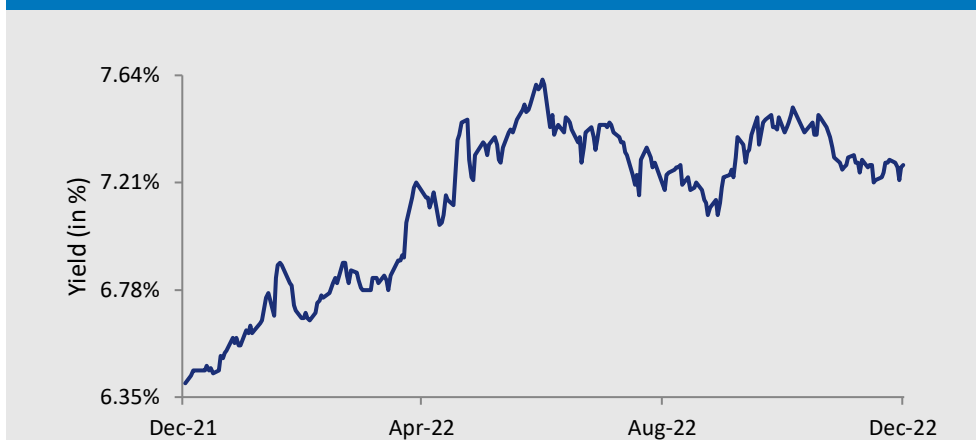
Source: BSE & NSE

## Indian Debt Market Indicators

Broad Indices	16-Dec-22	Week Ago	Month Ago	6 Months Ago	Year Ago
Call Rate	6.40%	6.10%	5.83%	4.54%	3.54%
T-Repo	6.39%	5.99%	5.66%	4.56%	3.82%
Repo	6.25%	6.25%	5.90%	4.90%	4.00%
Reverse Repo	3.35%	3.35%	3.35%	3.35%	3.35%
3 Month CP	6.95%	6.87%	6.93%	5.50%	4.10%
1 Year CP	7.67%	7.67%	7.65%	6.70%	4.90%
3 Month CD	6.87%	6.84%	6.82%	5.14%	3.77%
1 Year CD	7.41%	7.42%	7.41%	6.57%	4.63%

Source: CCIL, Refinitiv \* As on Dec 09, 2022; \*\* As on Dec 02, 2022; @ As on Nov 11, 2022; @@ As on Jun 10, 2022; @@@ As on Dec 10, 2021

## 10 - Year benchmark G-Sec Movement



## Macro economic Update

- Consumer price index-based inflation (CPI) eased for the second consecutive month and touched 11-month low to 5.88% in Nov 2022 as against 6.77% in Oct 2022. Consumer Food Price Index (CFPI) also slowed to 4.67% in Nov 2022 as compared to 7.01% rise in Oct 2022. Consumer inflation went below the Reserve Bank of India's (RBI) upper band of 6% after ten consecutive months.
- Index of Industrial Production (IIP) contracted 4.0 % YoY in Oct 2022 as against 4.2% rise in Oct 2021. As per the sectoral classification, manufacturing sector also fell 5.6% YoY in Oct 2022 compared with 3.3% rise in Oct 2021. Mining sector growth slowed to 2.5% in Oct 2022 from 11.5% growth a year ago, while electricity growth remained subdued at 1.2% in Oct 2022 as against 3.1% rise in Oct 2021.
- Trade deficit expanded \$23.89 billion in Nov 2022 from \$21.23 billion a year ago period due to faster rise in imports than exports. Merchandise exports rose 0.60% YoY to \$31.99 billion while imports rose 5.37% to \$55.88 billion in Nov 2022.
- Wholesale price index-based inflation (WPI) slowed considerably and touched 21-month low to 5.85% YoY in Nov 2022 from 8.39% rise in Oct 2022. The growth of WPI Food index eased to 2.17% in Nov 2022 from 6.46% in Oct 2022 and 8.02% in Sep 2022. The decline in WPI inflation in Nov 2022 was due to higher base and broad-based easing of pricing pressure in food, fuel and manufactured products.

## Domestic Equity Market Update

- Domestic equity markets fell for the second consecutive week. The decline was broad based as the mid cap segment, small cap segment and most of the sectoral indices also ended in red during the week under review.
- Domestic equity markets fell during the week amid concerns over recession and slowdown in global growth. Market sentiments were dampened after major central banks across the globe advocated for continued rise in interest rates to put a check on inflation which continues to remain at elevated levels. The U.S. Federal Reserve, Bank of England and the European Central Bank slowed the pace of rate hikes but warned markets of a long running campaign of interest rate hikes to contain inflation. Market participants worried that high inflation and rising interest rates may push the global economy into a recession. The major pain point of the markets was uncertainty regarding the timeline as to when the interest rate hikes are likely to end and how severe the recession might be.
- Market also continued to remain under pressure after India's index of industrial production contracted in Oct 2022 and witnessed the sharpest fall in twenty six months. The contraction can be attributed to decline in output of the manufacturing sector and subdued performance of the mining and power generation sectors. The weekly expiry of F&O contracts also dented the market sentiments. The weakening of the rupee against the greenback and rise in global crude oil prices also acted as headwinds for the markets. However, further losses were restricted after domestic inflationary pressures fell in Nov 2022 to some extent.
- On the sectoral front, S&P BSE Consumer durables fell the most by 2.56% followed by S&P BSE IT and S&P BSE Teck which fell 1.90% and 1.94% respectively. Consumer durables sector remained under pressure on concerns over weak demand due to high inflation and anticipation of a slowdown in global growth. IT stocks also witnessed sell off on worries that higher interest rates may lead to global recession which might bring down spending on IT services.

Broad Indices	16-Dec-22	Week Ago	Month Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.61%	7.83%	7.68%	6.73%	4.76%
3 Year AAA Corporate Bond	7.58%	7.59%	7.79%	7.27%	5.72%
5 Year AAA Corporate Bond	7.77%	7.89%	8.06%	7.98%	6.51%
1 Year G-Sec	6.75%	6.80%	6.82%	6.22%	4.38%
3 Year G-Sec	7.07%	7.10%	7.28%	7.08%	5.14%
5 Year G-Sec	7.15%	7.18%	7.14%	7.40%	5.73%
10 Year G-Sec	7.28%	7.30%	7.27%	7.62%	6.37%
Forex Reserve (\$ in billion)	564.07*	561.16**	544.72@	596.46@@	635.83@@@

## Domestic Debt Market Update

- Bond yields fell in the first half of the week as slowing consumer inflation in the U.S. and India strengthened expectations of a likely slowdown in interest rate hikes. Domestic inflation came below the RBI's upper tolerance level of 6% in Nov 2022 for the first time in eleven months.
- However, gains trimmed in the second half after the U.S. Federal Reserve increased rates in its policy review and added that interest rate hikes in U.S. would continue for a longer period. Most of the gains were reversed on weaker than expected demand at the weekly government debt auction.
- Reserve Bank of India conducted the auction of four government securities namely 6.69% GS 2024, 7.10% GS 2029, New GS 2036 and 7.40% GS 2062 for a notified amount of Rs. 30,000 crore, which was completely accepted. The cut off price/implicit yield at cut-off for 6.69% GS 2024, 7.10% GS 2029, New GS 2036 and 7.40% GS 2062 stood at Rs. 99.64/6.9416%, Rs. 99.09/7.2791%, 7.4100%, Rs. 99.35/7.4499%, respectively.
- Data from Reserve Bank of India showed that India's foreign exchange reserves rose for the fifth consecutive week to an almost four-month high of \$564.07 billion for the week ended Dec 9, 2022 from \$561.16 billion for the week ended Dec 02, 2022.

## Global Commodity Update

Commodities	16-Dec-22	% Change (WoW)	% Change (YoY)	% Change (YTD)
NYMEX Crude Oil (\$/barrel)	73.81	3.35	2.73	-2.07
Brent Crude Oil (\$/barrel)	79.26	3.41	6.26	1.76
Gold (\$/ounce)	1,792.34	-0.24	-0.37	-1.97
Silver (\$/ounce)	23.21	-1.10	3.34	-0.24

Source: Refinitiv

## Currencies Update

Currency	16-Dec-22	Week Ago	Month ago	6 Months Ago	Year Ago
U.S. Dollar	82.68	82.41	81.48	77.95	76.16
GBP	100.73	100.99	97.03	96.27	101.43
Euro	87.88	86.78	84.67	82.22	86.27
100 Yen	60.31	60.33	58.38	58.95	66.97

Source: Refinitiv

## Global Equity Market Performance

Country/Region	Indices	16-Dec-22	% Change (WoW)	% Change (YoY)	% Change (YTD)
U.S.	Russell 1000	2,113.19	-2.04	-18.31	-20.13
U.K.	FTSE	7,332	-1.93	0.98	-0.71
France	CAC 40	6,453	-3.37	-7.89	-9.79
Germany	DAX	13,893	-3.32	-11.15	-12.54
Japan	Nikkei 225	27,527	-1.34	-5.30	-4.39
China	Shanghai Composite	3,168	-1.22	-13.80	-12.97
Hong Kong	Hang Seng	19,451	-2.26	-17.14	-16.87
Singapore	Straits Times	3,241	-0.16	3.58	3.75
Russia	RTS Index	1,039	-5.50	-35.28	-34.91
Brazil	Sao Paulo Se Bovespa	102,856	-4.34	-5.05	-1.88

Source: Refinitiv

## Global Bond Yield Update

Indicators	16-Dec-22	Week ago	Month ago	6 Months Ago	Year ago
U.S. 10 Year Bond yield (%)	3.48	3.57	3.69	3.31	1.42
U.K. 10 Year Bond yield (%)	3.33	3.18	3.14	2.52	0.76
German 10 Year Bond yield (%)	2.17	1.93	2.01	1.70	-0.35
Japan 10 Year Bond yield (%)	0.26	0.27	0.25	0.28	0.05

Source: Refinitiv

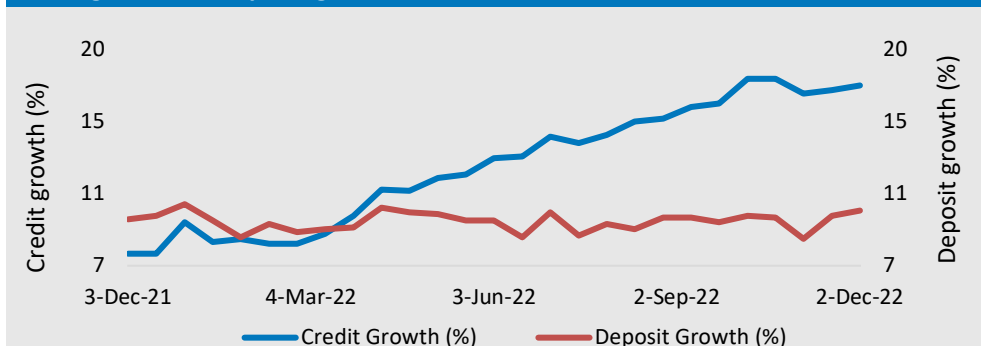
## Global Economic Calendar

Economic Events	Release date	Actual	Consensus	Previous
U.K. Manufacturing Output MM Oct 2022	12-Dec	0.70%	0.00%	0.00%
U.S. CPI MM, SA Nov 2022	13-Dec	0.10%	0.30%	0.40%
U.S. Fed Funds Target Rate	15-Dec	4.375%	4.375%	3.875%
U.S. Industrial Production MM Nov 2022	15-Dec	-0.20%	0.10%	-0.10%

Source: Refinitiv

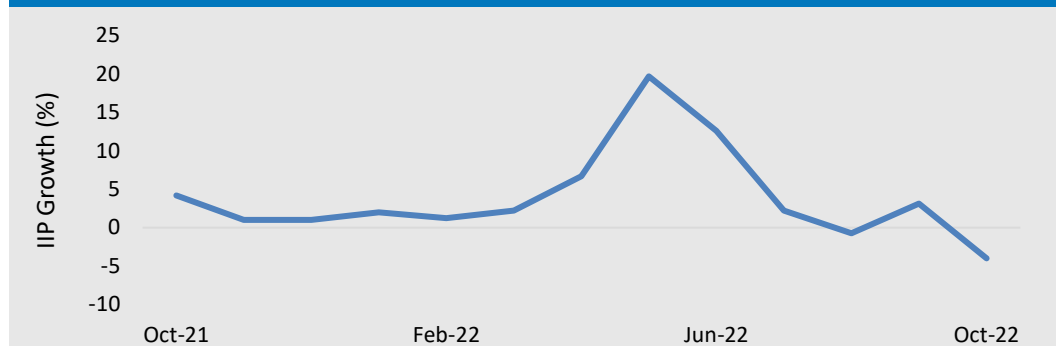
## Macro Economic Performance of India

### Credit growth vs Deposit growth



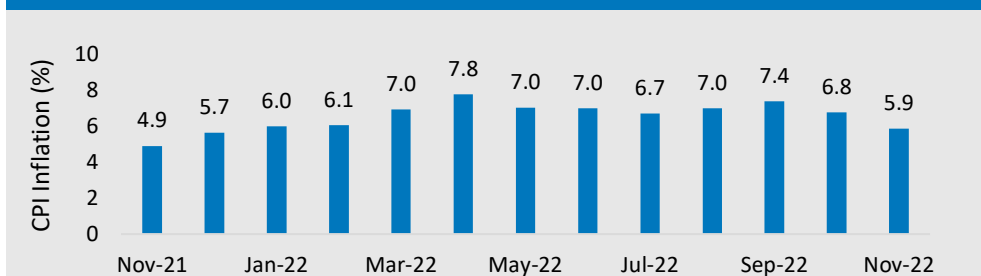
Source: Refinitiv

### IIP Growth (%)



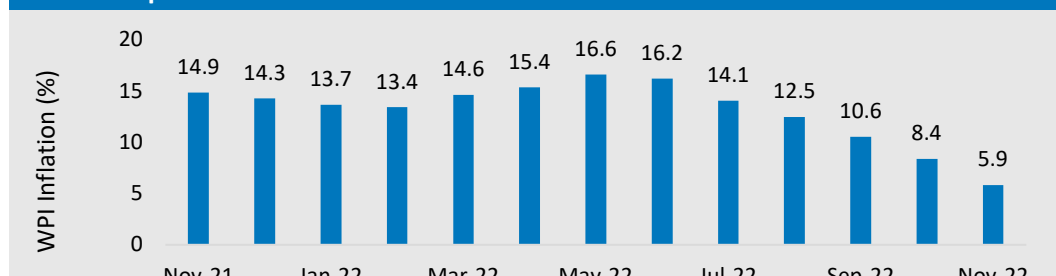
Source: Refinitiv

### Retail inflation movement



Source: Refinitiv

### Wholesale price inflation movement



Source: Refinitiv

**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 : [customer-care@bajajallianz.co.in](mailto:customer-care@bajajallianz.co.in) | Call on : Toll free no. 1800 209 7272 | Fax No: 02066026789 |