



## Weekly Market Update

News & WSS

Bond

Money Market

Equity

Forex & Crude

# Key Domestic News

## Global rating agencies Fitch and Moody's optimistic about India's growth

- Moody's upwardly revised India's GDP growth forecast to 7.2% from 6.8% in FY25, citing strong private consumption and improved business conditions. This adds on to the GDP growth of 7.8% in Q1 FY25, driven by robust industrial and services sectors, and further supported by easing inflation to 3.5% in Jul'24, which boosted household consumption
- Moreover, Fitch ratings affirmed India's sovereign rating at BBB- with a stable outlook, on the back of strong medium term growth outlook and strengthening fiscal credibility from recent achievement of deficit targets and buoyant government revenues. Further, it highlighted that Indian economy is projected to expand by 7.2% in FY25.

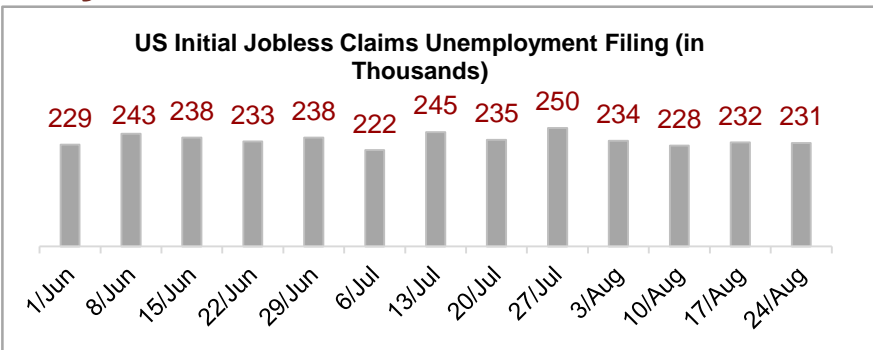
## Unified Pension Scheme: Limited Fiscal Impact in FY25, States Face Added Pressure

- The Assured pension scheme under the Unified Pension Scheme (UPS) which requires a substantial one-time allocation is expected to have a limited impact on India's fiscal in FY25.
- Further, under the scheme the government's contribution is expected to increase to 18.5% from 14%, potentially causing a fiscal rise of about INR 40,000-45,000 Cr in FY25. This increase is amid the government's commitment to paying arrears to earlier retired employees.

## The Government of India is updating the CPI base year to 2024 and is cutting the food weight to reflect current consumption.

- The Central government is expected to update the base year for the CPI from 2012 to 2024 and reduce the weight of food items to better reflect current consumption patterns. Further this revision aims to provide a more accurate measure of inflation. The weight assigned to food items in the CPI may decrease by 5-6 percentage points, as the Household Consumption Expenditure Survey FY23 revealed a decline in food expenditure's share to 46.4% in rural areas and 39.2% in urban areas from 52.9% and 42.6% respectively.

# Key International News



## United States

- US PCE Price Index remained unchanged at 2.5% in Jul'24 and personal spending increased by 0.5% in Jul'24 compared to 0.3% in Jun'24. Additionally, the data supported the possibility of a rate cut in Sept'25.
- The US Consumer Confidence Index surged to 103.3 in Aug'24 from 101.9 in Jul'24, surpassing expectations and indicating a growing optimism among consumers. Additionally, inflation expectations dropped to 4.9% in Aug'24
- Americans filing for unemployment benefits decreased to 231,000 in the week ended Aug 24, 2024.

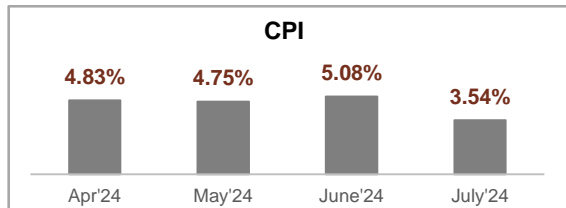
## Japan

- Japan's retail sales growth eased to 2.6% YoY in Jul'24 from 3.8% growth in Jun'24, while retail spending remained in positive for the 28th consecutive month as rising wages continued to support consumption.
- The increase in sales was noticed in automobiles (6.3%), pharmaceutical & cosmetics (5.1%), machinery & equipment (4.6%) and other retail industries (4.1%).

## China

- China's fiscal revenue fell by 2.6% in the first seven months of CY2024 amid a 10% decrease in household loans and slower industrial growth, indicating a need for stronger economic stimulus. For Jul'24, fiscal revenue fell 1.9% YoY, easing from a 2.6% YoY in Jun'24, while fiscal spending rose to 6.6%, compared with a 3.0% fall in Jun'24. Fiscal revenue has been at low levels, partly due to a high base last year.
- Manufacturing PMI marginally reduced to 49.10 in Aug'24 from 49.40 in Jul'24 and is in contraction for fourth consecutive month, amid decrease in the output. Moreover, new order, foreign sales and buying levels dropped by 4 bps, 2 bps, and 10 bps respectively. Further, domestic consumption was impacted by the ongoing crisis in the real estate sector, compounded by a lack of confidence among households and businesses, while geopolitical tensions with the United States and the European Union adversely affected foreign trade

# Domestic Macroeconomic Indicators



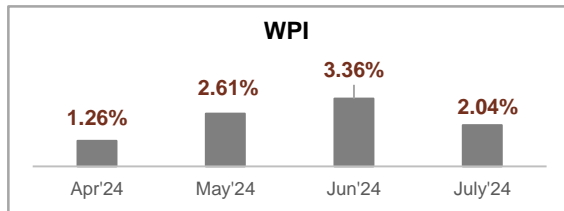
**CPI decreased by 1.54% MoM**

India's retail inflation fell to 3.54% annually from 5.08% in the previous month on account of favorable base effect. Moreover, food prices, which account for ~46% of inflation basket, decreased to 5.42% in July'24 from 9.36% in June'24



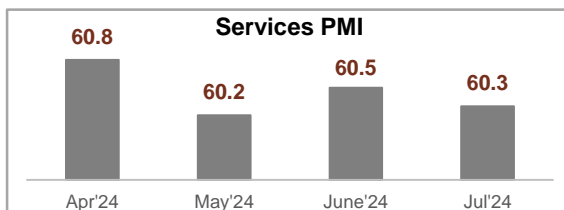
**Manufacturing PMI decreased by 0.20 MoM**

India's Manufacturing PMI decreased to 58.10 indicating a slower expansion in the country's manufacturing sector due to weak growth in output and new orders. In the meantime, employment continued to increase, with the job creation.



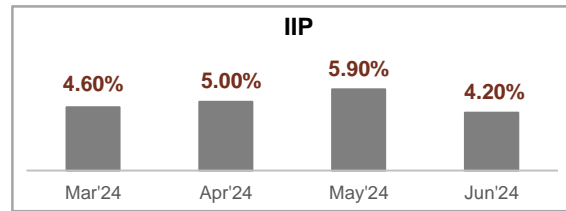
**WPI decreased by 1.32% MoM**

India's WPI index decreased to 2.04% YoY in Jul'24 from 3.36% YoY in Jun'24 amid to deceleration in wholesale prices of primary articles and food items primarily due to fall in vegetable and paddy prices.



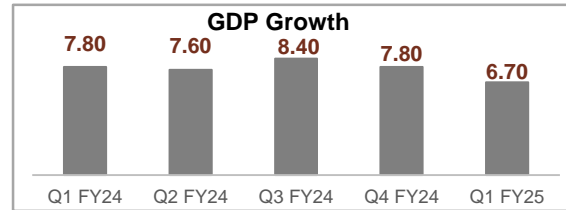
**Services PMI decreased by 0.20 MoM**

India's service PMI declined to 60.3 in Jul'24 compared to 60.5 in Jun'24, marking the thirty-sixth consecutive month of expansion in services activity. Further, output continued to rise in Jul'24 while new orders expanded at the sharpest pace amid a rise in new export orders.



**IIP decreased by 1.70% MoM**

India's Index of Industrial Production (IIP) decreased to 4.2% in Jun'24 from 5.9% in May'24 due to decline in output of tobacco products and pharmaceuticals and medicinal chemical & botanical products by 10.9% and 2.9% respectively in Jun'24.

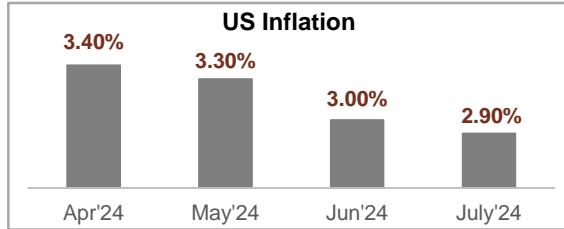


**\*GDP growth decreased to 6.70% YoY**

India's GDP growth rate contracted to 6.70% in Q1FY25 as compared to 7.80% in Q4FY24. The real Gross Value Added grew by 7.2% in FY24 over 6.7% in FY23 amid a sharp slowdown in government spending.

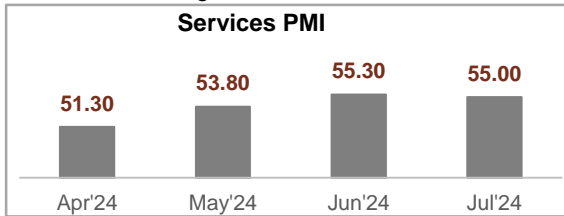
\* The data is updated in the past week \*

# Global Macroeconomic Indicators



**US Inflation decreased by 0.10% MoM**

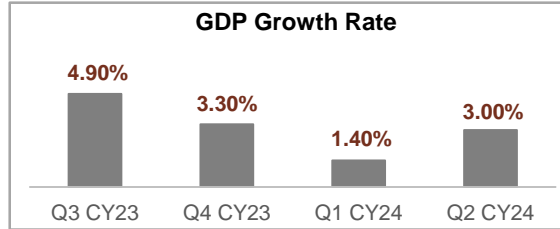
The inflation rate in the US fell to 2.9% in Jul'24 compared to 3.0% in Jun'24 as inflationary pressures eased for shelter, transportation and clothing. Moreover, prices declined for new vehicles as well as used cars and trucks, while food inflation remained unchanged on an annual basis.



**US Services PMI decreased by 0.3% MoM**

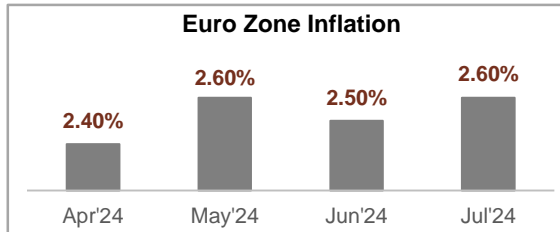
US services PMI declined to 55 in Jul'24 compared to 55.3 in Jun'24, marking the thirteenth consecutive month of expansion in the services sector. Furthermore, new business grew for the third as consecutive month.

*\* The data is updated in the past week*



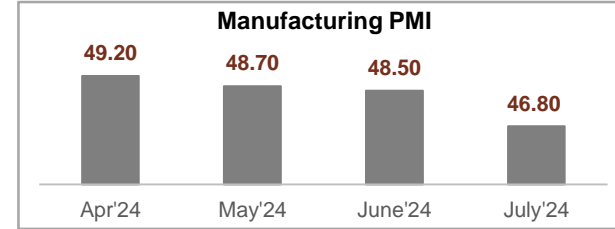
**\*US GDP rate increased by 1.60% QoQ**

US economy expanded significantly driven primarily by increased consumption of goods. Consumer spending rose by 2.9%. Additionally, Business investment expanded at a 7.5% rate, led by a 10.8% jump in investment in equipment.



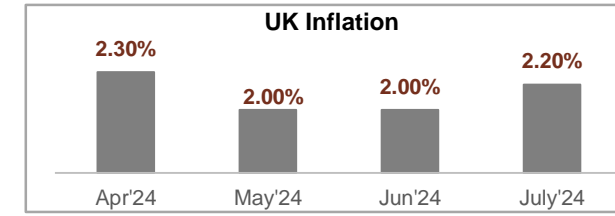
**\*Eurozone Inflation increased by 0.10% MoM**

Euro Area's Inflation increased to 2.6% in Jul'24 amid rise in prices for energy and non-energy industrial goods. However, inflation slowed marginally for food, alcohol, and tobacco.



**US Manufacturing PMI decreased by 1.70% MoM**

US Manufacturing PMI decreased to 46.80 in June'24 marking a fourth straight month of falling manufacturing activity and the weakest reading since February, as demand remained weak, output declined, and contraction in new orders



**UK Inflation increased by 0.20% MoM**

UK's inflation rate increased to 2.2% YoY in Jul'24 compared to 2.0% in the previous month amid increase in prices of housing and household services along with clothing, footwear, communication and miscellaneous goods and services.

# RBI WSS Data (Data in INR Billion)

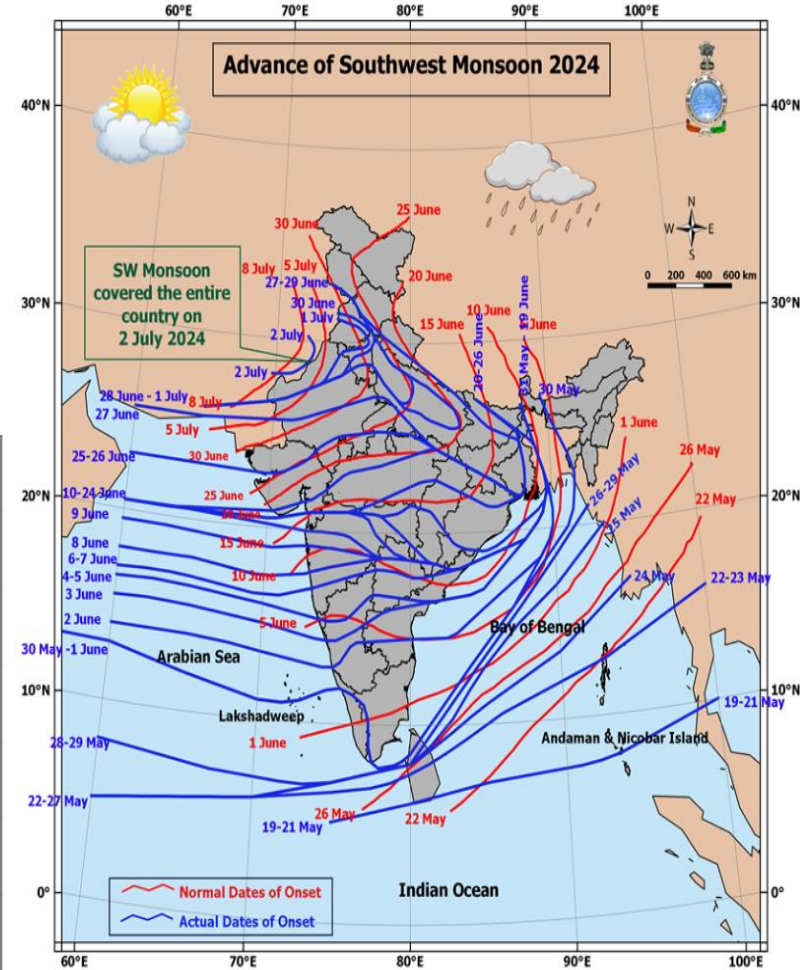
Scheduled Commercial Banks Business (SCBs)	Latest Data	% Change from	% Change from	% Change from
	09-Aug-24	26-Jul-24	12-Jul-24	11-Aug-23
Food Credit	279.31	-0.92	-7.71	40.15
Non-Food Credit	1,68,533.30	0.40	0.42	13.45
Bank Credit	1,68,812.62	0.40	0.41	13.48
Aggregate Deposits	2,13,284.61	0.64	0.71	11.32
Investments (SLR)	63,273.63	0.22	0.17	11.53
	09-Aug-24	26-Jul-24	12-Jul-24	11-Aug-23
Cash/ Deposit Ratio	4.99	-1.96	2.62	-0.97
Credit/ Deposit Ratio	77.15	-0.21	-0.08	2.93
Investment/ Deposit Ratio	29.47	-0.44	-0.13	-0.03

# Monsoon Update

- Heavy to very heavy rainfall very likely at isolated places over Vidarbha, Chhattisgarh, Telangana, Madhya Pradesh, Gujarat, & Uttarakhand
- Thunderstorm accompanied with lightning likely at isolated places over Rajasthan, & Madhya Pradesh. Squally weather with wind speed reaching 35 kmph to 45 kmph likely to prevail over north central and southwest Arabian sea, many parts of east central and southeast Arabian sea along and off Gujarat Maharashtra Coast and Bay of Bengal.
- Towards the end of the week, heavy to very rainfall to be witnessed at isolated places over Madhya Maharashtra, East Rajasthan, Vidarbha, Chhattisgarh, Konkan & Goa, Gujarat Region, Kerala & Mahe, and Coastal Karnataka.

**Seasonal Rainfall (As on 30<sup>th</sup> Aug, 2024)**

Region	Actual Rainfall (mm)	Normal Rainfall (mm)	% Departure from LPA
East and North-East India	942.6	1075.7	12%
North-West India	493.0	480.4	3%
Central India	928.6	791.7	17%
South Peninsula India	649.9	550.6	18%
<b>Country as a Whole</b>	<b>742.1</b>	<b>693.9</b>	<b>7%</b>





## Weekly Market Update

News & WSS

Bond

Money Market

Equity

Forex & Crude

# Government Securities

## G-Sec Yields

Security	Tenor	Aug 23, 2024	Aug 16, 2024
364 DTB	1	6.71	6.72
6.99 GS 2026	2	6.76	6.76
7.04 GS 2029	5	6.78	6.79
7.10 GS 2034	10	6.86	6.87
7.23 GS 2039	15	6.91	6.94
8.17 GS 2044	20	6.95	6.99
7.40 GS 2062	38	7.00	7.06
7.46 GS 2073	49	7.00	7.05

## G-Sec Auction Results – August 30, 2024

Security	Amount (INR Cr)	Cut-Off Yield	B/C
7.10% GS 2034	20,000	6.87%	0.31
7.09% GS 2054	10,000	7.03%	0.33
	<b>30,000</b>		

- For the week ended Aug 30, 2024, the 10-year benchmark recorded a close at 6.86%, remaining unchanged from the close of the previous week.
- Initially, the yields opened lower and traded downwards as the investors sentiments buoyed after the US FED chairman Jerome Powell indicated towards an interest rate cut in its Sep'24 meeting amid softening witnessed in the labour market and weak employment reports. Additionally, the reports projected India GDP growth rate at 7.1% in Q1 FY25 on the back of resilient domestic demand and favorable monsoon condition.
- During the mid-week, yields reversed its trajectory and traded upwards after reports indicated India's fiscal deficit to rise by 15 bps to 5.1% in FY25 amid increase in burden on government's finances following the introduction of the Unified Pension Scheme leading to an impact of INR 45,000 Cr on fiscal deficit for FY25. Moreover, media reports also indicated that India's domestic economy remained resilient, but the outlook remains softer amid marginal decline in key indicators.
- Towards the fag end of the week, the up move in the yields was limited after Fitch affirmed India's rating at 'BBB-' with a stable outlook on the back of strong medium term growth outlook and improving fiscal credibility coupled with Moody Ratings raising India's economic forecast for 2024 to 7.2% from 6.8% earlier on account of revival in rural demand and improved agriculture output citing above normal rainfall.
- The RBI conducted an auction of G-Sec for a notified amount of INR 30,000 Cr during the week ending August 30, 2024, with cut-off yields ranging around 6.78%-7.03%.

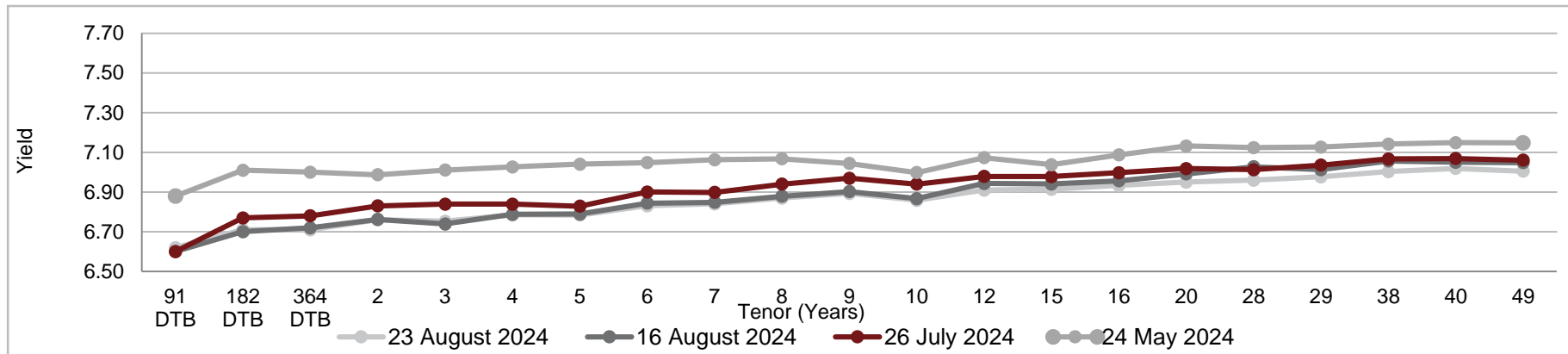
# Ten Year GOI Yields – 6.86% (August 30, 2024)



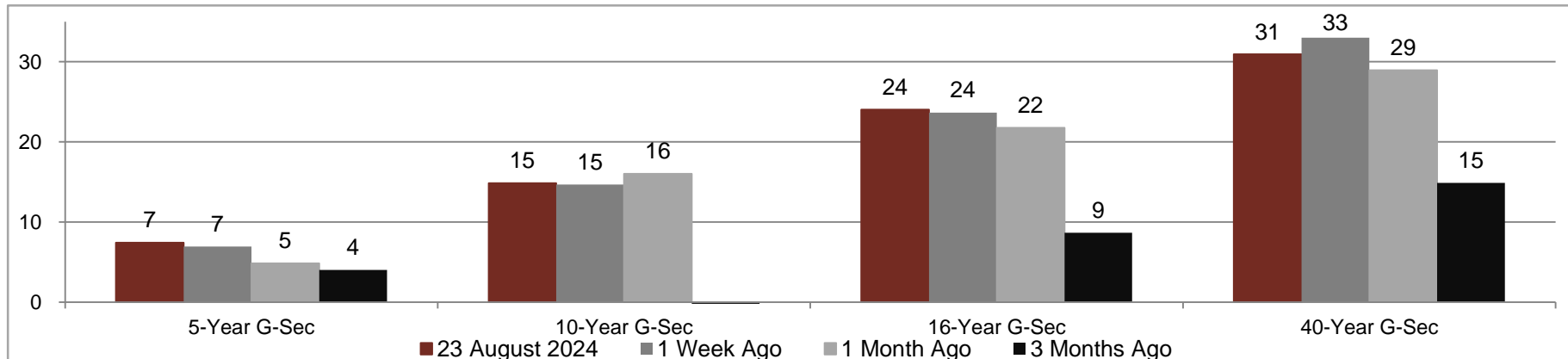
Support:- 6.85%, 6.63% & 6.24% (Weekly Close)

Resistance: 6.94%-6.97%, 7.07% (Weekly Close)

# Sovereign Yield Curve – August 23, 2024



## Spread between 364 DTB and G-Sec



# State Development Loans Auction Results – August 27, 2024

Auction Result: Aug 27, 2024								
S No.	Rank	State	Amount to be Raised (INR Cr)	Tenure (Years)	Cut-Off Yield	Cut-Off Yield (Annualized)	Amount Raised (FY24TD) (INR Cr)	Amount Raised FYTD25 (INR Cr)
1	11	Andhra Pradesh	1000	12	7.24%	7.37%	68,400	38,500
			1000	17	7.27%	7.40%		
			1000	22	7.23%	7.36%		
2	4*	Assam	1000	15	7.26%	7.39%	18,400	6,000
3	18	Bihar	2000	9	7.25%	7.38%	47,612	6,000
4	14	Goa	150	10	7.23%	7.36%	2,550	350
5	6	Haryana	1000	12	7.24%	7.37%	47,500	15,750
6	3*	Jammu and Kashmir	400	30	7.23%	7.36%	16,337	9,350
7	13	Kerala	1000	15	7.26%	7.39%	42,438	19,500
			2000	35	7.22%	7.35%		
8	10	Madhya Pradesh	2500	14	7.26%	7.39%	38,500	10,000
			2500	21	7.22%	7.35%		
9	2	Maharashtra	1500	10	7.20%	7.33%	1,10,000	37,000
			1500	15	7.24%	7.37%		
			1500	20	7.25%	7.38%		
			1500	25	7.22%	7.35%		

Note: Ranking of States as per the Darashaw State Finance Study 2022-23. \*\*Special State Ranking as per Darashaw State Finance Study 2022-23.

# State Development Loans Auction Results – August 27, 2024

Auction Result: Aug 27, 2024								
S No.	Rank	State	Amount to be Raised (INR Cr)	Tenure (Years)	Cut-Off Yield	Cut-Off Yield (Annualized)	Amount Raised (FY24TD) (INR Cr)	Amount Raised FYTD25 (INR Cr)
10	8*	Manipur	200	12	7.27%	7.40%	1,426	600
11	17	Punjab	1500	12	7.26%	7.39%	42,386	23,643
			1000	13	7.26%	7.39%		
12	15	Rajasthan	1000	9	7.23%	7.36%	73,624	28,500
			1500	10	7.22%	7.35%		
			1000	18	7.27%	7.40%		
			1500	22	7.23%	7.36%		
13	7	Tamil Nadu	1000	5	7.06%	7.18%	1,14,000	41,000
			3000	30	7.22%	7.35%		
14	16	West Bengal	3000	25	7.23%	7.36%	72,800	15,500
			36,250		-		6,95,974	2,51,693

Note: Ranking of States as per the Darashaw State Finance Study 2022-23. \*\*Special State Ranking as per Darashaw State Finance Study 2022-23.

# State Development Loans Auction Notification – September 03, 2024

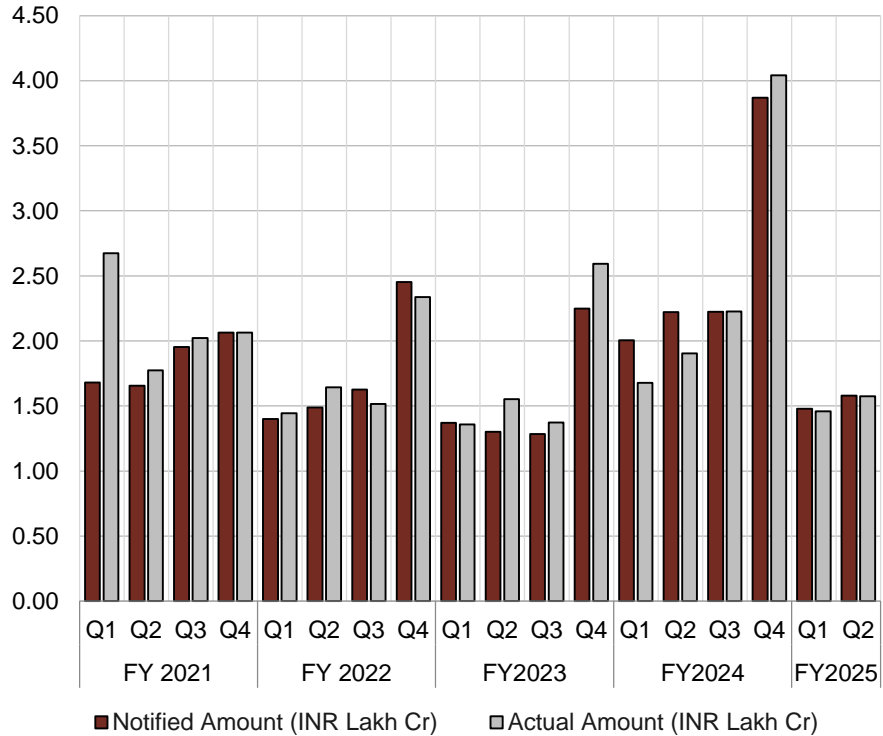
Notification: September 03, 2024

S No.	Rank	State	Tenure (Years)	Amount to be Raised (INR Cr)	Additional borrowing (INR Cr)	Notified Amount (FYTD) (INR Cr)	Actual Amount (FYTD) (INR Cr)	Actual amount raised compared to Notified (%)
1	11	Andhra Pradesh	10	1000	-	42,000	38,500	92
			13	1000	-			
			20	1000	-			
			23	1000	-			
2	4*	Assam	20	1000	-	6,000	6,000	100
3	14	Goa	11	150	-	350	350	100
4	6	Haryana	12	1000	-	16,500	15,750	95
5	13	Kerala	16	753	-	20,500	19,500	95
6	2	Maharashtra	11	1500	-	40,000	37000	93
			16	1500	-			
			21	1500	-			
			26	1500	-			
7	6*	Meghalaya	10	150	-	900	900	100
8	15	Rajasthan	10	1000	-	30,500	28,500	93
9	7	Tamil Nadu	5	1000	-	41,000	41,000	100
			8	1000	-			
10	4	Telangana	14	1500	-	27,000	27,000	100
			22	1000	-			
11	16	West Bengal	21	2000	-	17,500	15,500	89
				<b>20,553</b>		<b>2,28,950</b>	<b>2,01,743</b>	

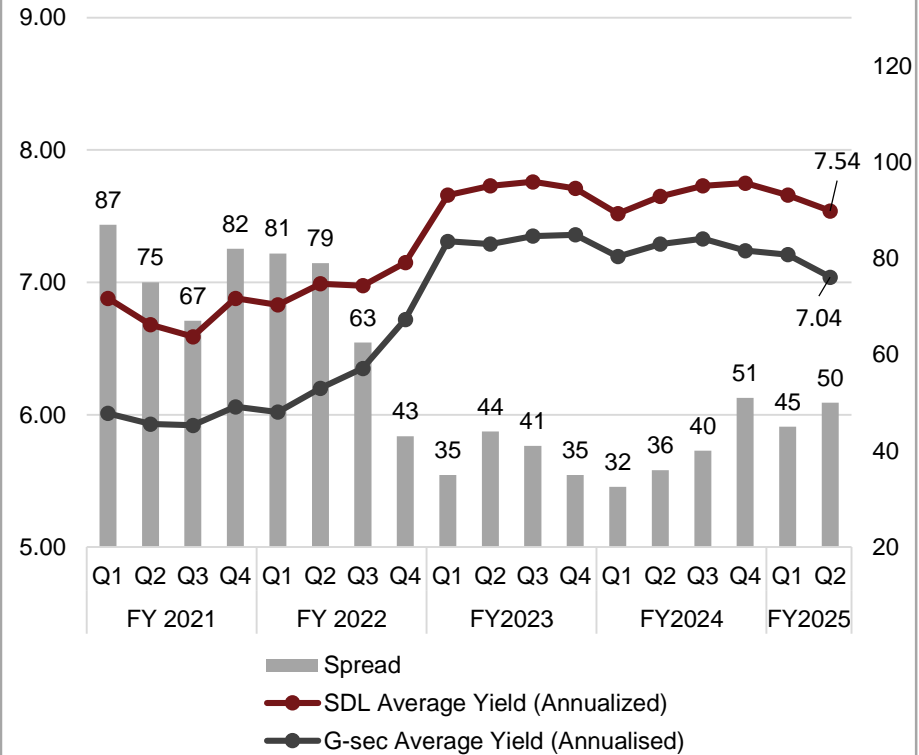
Note: Ranking of States as per the Darashaw State Finance Study 2022-23. \*\*Special State Ranking as per Darashaw State Finance Study 2022-23.

# SDL Auction- Notified vs Actual and Spread Analysis

### Notified vs Actual

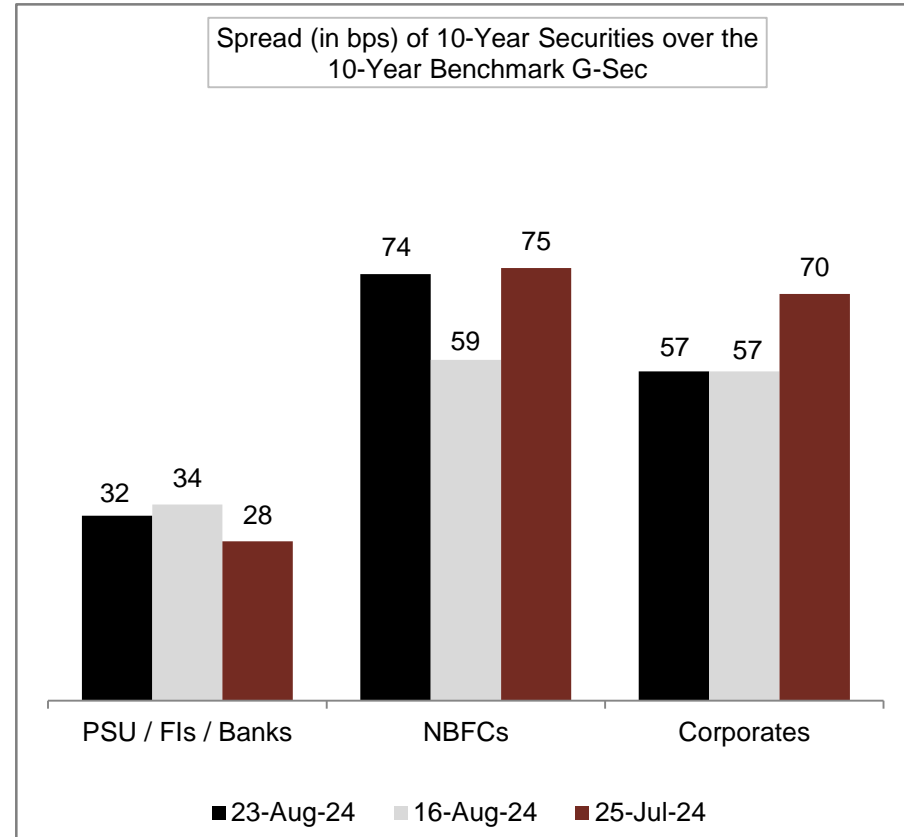
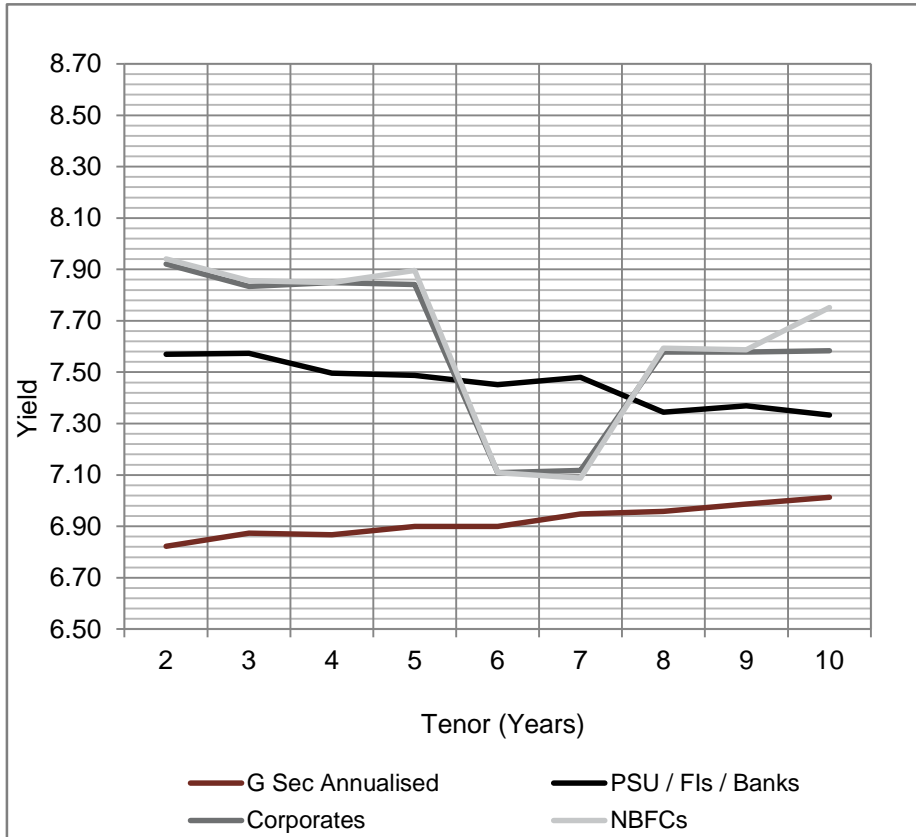


### SDL Yield and G-sec Yield QoQ



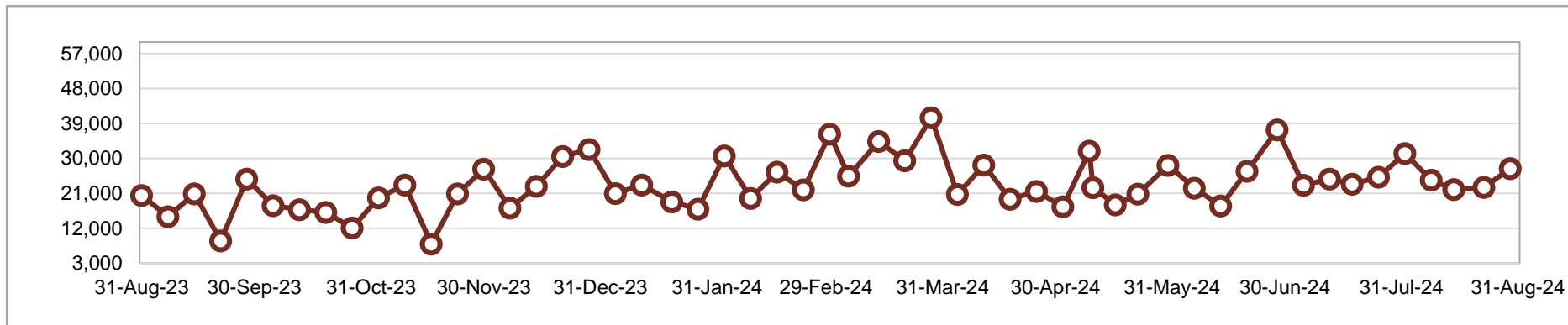
The SDL Yield and G-sec are sourced from the Secondary market

# AAA Rated Bond Yield Curves – August 23, 2024



# Corporate Bonds

## Volume of Corporate Bonds Traded (INR Cr.)



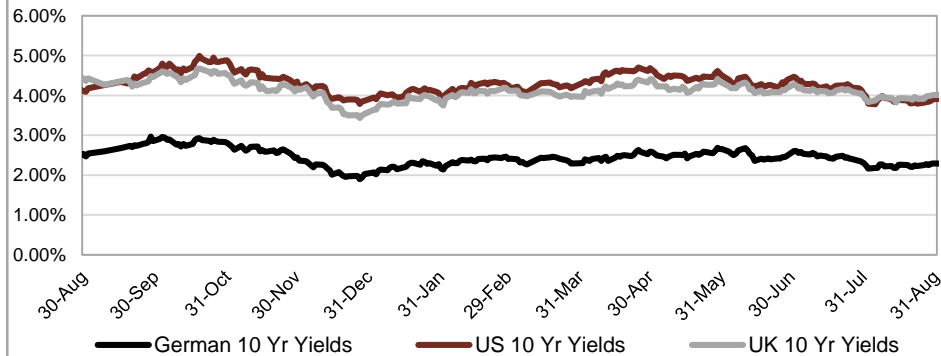
## Recent Issuances

ISIN	Issuer	Type	Maturity (Years)	Coupon (%)	Date of Allotment	Benchmark (Annualized)	Rating	Amount (INR Cr)
INE115A07QV7	LIC Housing Finance Limited	Secured	10	7.61%	29-Aug-24	6.98%	AAA	1500
INE134E07CO5	Power Finance Corporation Limited	Secured	5	5.25%	31-Aug-24	6.90%	AAA	500
INE053F07EL6	Indian Railway Finance Corporation Limited	Secured	5	5.25%	31-Aug-24	6.90%	AAA	280
INE849D08TZ8	ICICI Securities Primary Dealership Limited	Unsecured	11	8.30%	28-Aug-24	7.03%	AAA	300
INE957N08144	Hero Fincorp Limited	Unsecured	Perpetual	9.50%	28-Aug-24	6.98%	AA	125
INE053F08429	Indian Railway Finance Corporation Limited	Unsecured	10	7.25%	29-Aug-24	6.98%	AAA	2900
INE062A08447	State Bank of India	Unsecured	15	7.42%	29-Aug-24	7.03%	AAA	7500

Disclaimer: The annualized benchmark rate has been determined by taking the semi-annualized rates of G-secs for the corresponding tenor from FBIL and annualizing them.

# Global Bond Yields

Global Markets - Bond Yields



- U.S. Treasury yields** rose during the week after better-than-expected GDP and unemployment data raised expectations of a smaller than expected rate cut in the upcoming September meeting. Moreover the sentiments turned cautious ahead of the release of PCE Price Index data along with the PMI data which is scheduled to be released in the upcoming week.
- UK yields** rose after better-than-expected UK economic data and cautious remarks from BoE Governor Andrew Bailey on further rate reductions tempered the rate cut expectations. However, earlier investors had anticipated lower interest rates, wherein the Bank of England had cut its rate by 25 basis points to 5%, with markets expecting another 41 basis points of cuts by year-end.
- German Bund yields** rose after Germany's import prices increased by 0.9% in Jul'24 compared to 0.7% in the previous month driven primarily by increase in energy costs attributed to the rise in crude oil prices and mineral oil products. However, the upmove in the yields was limited amid anticipation of further rate cuts by the ECB ahead of expectations of lower inflation data and weak labour market

Global 10-Year Yields

Country	30-Aug-24	23-Aug-24	Change (bps)
US	3.91%	3.80%	11
UK	4.01%	3.91%	10
Germany	2.29%	2.23%	6
China	2.19%	2.16%	2
Japan	0.89%	0.90%	-1



## Weekly Market Update

News & WSS

Bond

Money Market

Equity

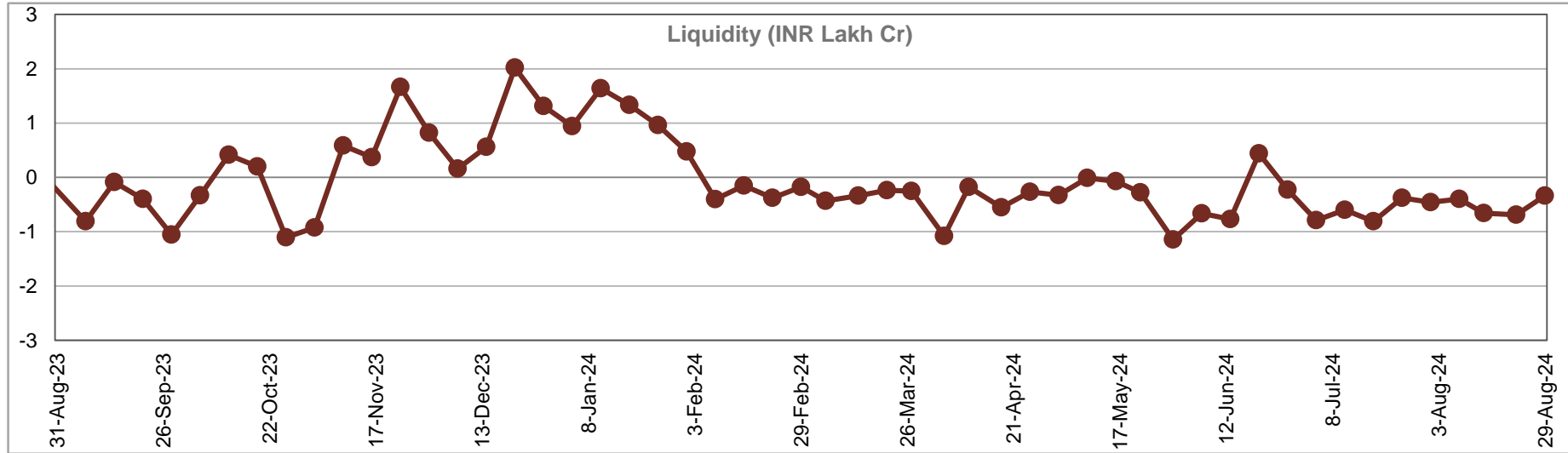
Forex & Crude

# Treasury Bills / Policy Rates / Systemic Liquidity

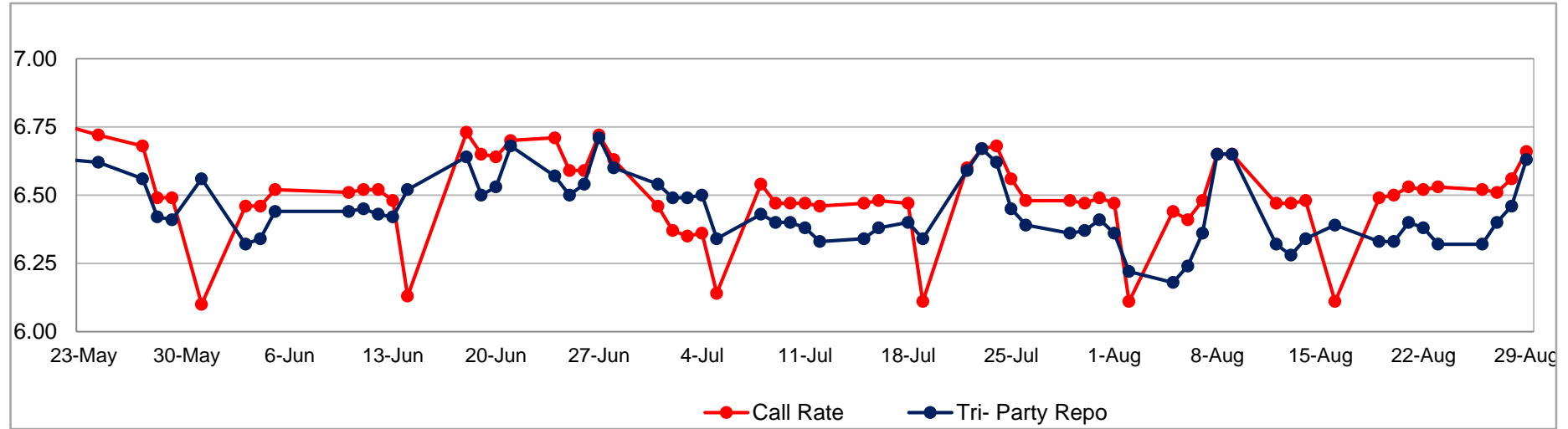
Policy Rates				T-Bill Yields		
Bank Rate	6.75%			Tenor	30-Aug-24	23-Aug-24
Repo Rate	6.50%			91 Day	6.63%	6.64%
Rev Repo Rate	3.35%			182 Day	6.72%	6.72%
MSF	6.75%			364 Day	6.72%	6.73%
CRR	4.50%					
SLR	18.0%					
T-Bill Auction						
Tenor	Amount (INR Cr)	B/C Ratio		Cut Off Yield (%)		Auction on September 04, 2024 Amount (INR Cr)
		As on Aug 28, 2024	As on Aug 21, 2024	As on Aug 28, 2024	As on Aug 21, 2024	
91 Days	8,000.00	2.58	2.62	6.64%	6.64%	8,000.00
182 Days	6,000.00	3.33	3.85	6.72%	6.72%	6,000.00
364 Days	6,000.00	4.65	4.30	6.73%	6.73%	6,000.00
<b>Total</b>	<b>20,000.00</b>					<b>20,000.00</b>

# Treasury Bills / Policy Rates / Systemic Liquidity

Liquidity Position (₹ Bn)		
Weekly Data	August 29, 2024	August 24, 2024
Average Reverse Repo	57.95	93.98
Average Net LAF	(45.85)	(81.88)
Average MSF	3.33	4.53
<b>Average Liquidity Position</b>	<b>(33.97)</b>	<b>(68.80)</b>



# Call Rate / Tri-Party Repo Rate



Particulars	August 23, 2024	August 29, 2024
Call Rate	6.52	6.66
Tri-Party Repo	6.38	6.63



## Weekly Market Update

News & WSS

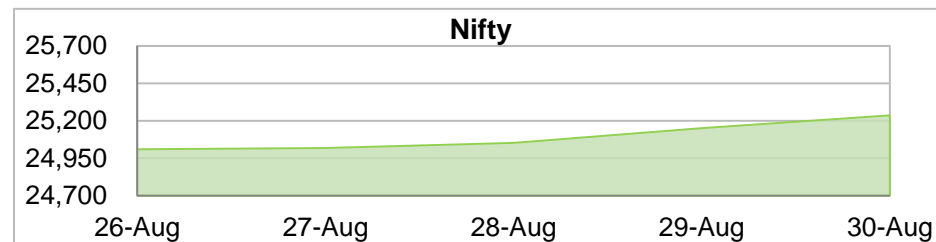
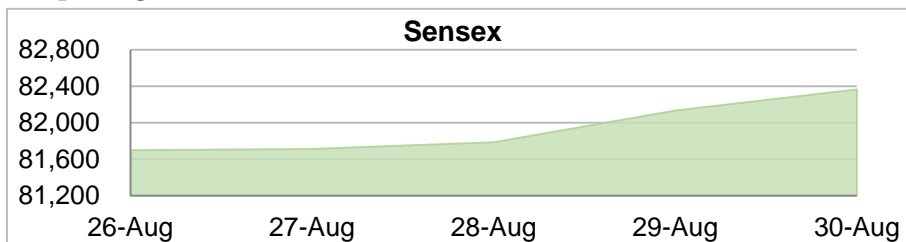
Bond

Money Market

Equity

Forex & Crude

# Equity Markets



## Domestic Indices

Index	30-Aug-24	23-Aug-24	% Change
Sensex	82365.77	81086.21	1.58
Nifty	25235.90	24823.15	1.66
Nifty Mid Cap 50	16618.80	16463.10	0.95
Nifty Small Cap 50	9168.95	9031.40	1.52

## Global Indices

S&P 500	5648.40	5634.61	0.24
DJIA	41563.08	41175.08	0.94
NASDAQ	17713.62	17877.79	-0.92
FTSE 100	8376.63	8327.78	0.59
Nikkei	38621.00	38364.27	0.67
Hang Seng	17989.07	17612.10	2.14

## Domestic benchmark Indices

- Indices opened the week higher and initially traded upwards, supported by the US Fed Chair's dovish remarks at the Jackson Hole symposium, which signaled potential monetary policy easing, coupled with a report projecting India's GDP growth at 7-7.1% in Q1FY25, which aligns with the RBI's estimate of 7.1%, and highlighting the economy's resilience against global challenges, partly due to an improved monsoon.
- During the mid-week, there were marginal gains following a report from NCAER that indicated India's domestic economy remained resilient, though the outlook softened amid a marginal decline in PMI. However, net foreign portfolio investments recorded a negative USD 0.4 billion, reflecting a sequential decline of USD 6.2 billion compared to Jul'24.
- Towards the end of the week, indices remained in the green after Fitch Ratings affirmed India's sovereign rating at BBB- with a stable outlook, citing strong medium-term growth prospects and improved fiscal credibility from recent deficit targets and robust government revenues, with a projected 7.2% expansion for the Indian economy in FY25. Investor sentiment was further buoyed by anticipation of India's Q2 FY25 GDP and the Fed's preferred inflation measure, the US PCE Price Index, which provides clues on future monetary policy.

## US Indices

- US stock indices traded upwards as the Federal Reserve hinted at interest rate cuts and, the Consumer Confidence Index rose to 103.3 in Aug'24 from 101.9 in Jul'24. During mid-week, the upward movement was reversed as UBS Global Wealth Management raised the probability of a U.S. recession to 25% due to weaker job growth, and much anticipated Nvidia's earnings report fell short of expectations amid slowing growth and production concerns. By week's end, indices rebounded as US GDP growth for Q2 CY24 exceeded expectations, expanding by 3% from 1.4% in Q1 CY24, supported by increased consumer spending. Meanwhile, the US core PCE price index moderated to 2.6% in Jul'24, down from 4.18% in Jul'23.

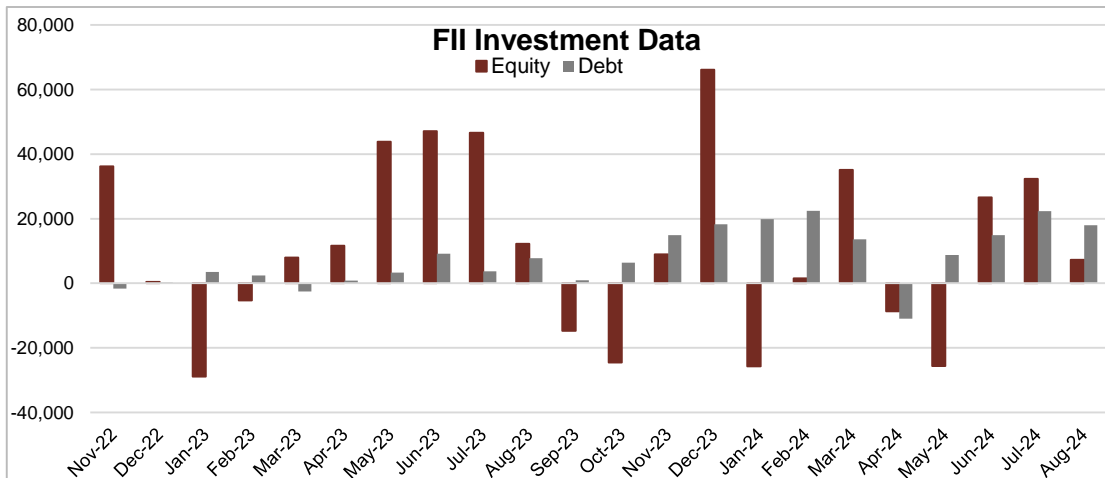
# Nifty – Aug 30, 2024 (25,235.90)



Support:- 24834, 23893

Resistance: 25311

# Markets Investment Data



## Weekly Investment Data

Week	Equity			Debt		
	Gross Purchase	Gross Sale	Net Invest.	Gross Purchase	Gross Sales	Net Invest.
	(INR Cr)	(INR Cr)	(INR Cr)	(INR Cr)	(INR Cr)	(INR Cr)
DII	49,447.47	41,219.96	8,227.51	50,656.07	58,821.79	-8,165.72
FII	1,13,782.16	88,305.15	25,477.01	11,839.26	7,110.94	4,728.32

\*DII data is from 21<sup>st</sup> Aug'24 to 28<sup>th</sup> Aug'24 and FII data is from 23<sup>rd</sup> Aug'24 to 30<sup>th</sup> Aug'24.

## FII Investment Data

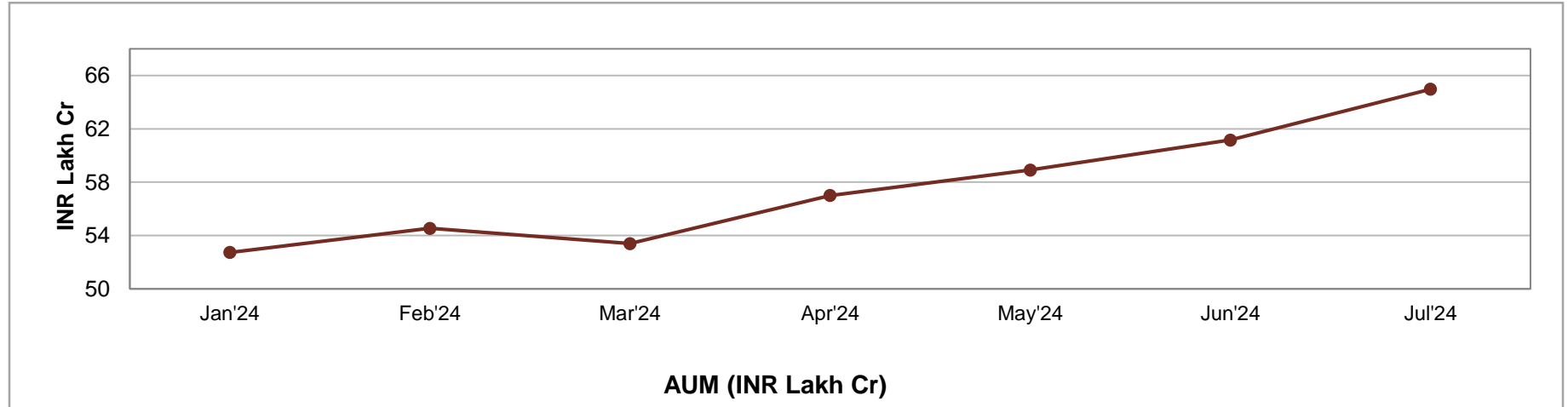
Month	Equity	Debt
	Net Invest.	Net Invest.
	(INR Cr)	(INR Cr)
Aug-24	7,320	17,960
Jul-24	32,365	22,363
June-24	26,565	14,955
May-24	-25,586	8,761
Apr-24	-8,671	-10,949
Mar-24	35,098	13,602
Feb-24	1,539	22,419
Jan-24	-25,744	19,837
Dec-23	66,135	18,302

## FII Investment Data

Year	Equity	Debt
	Net Invest.	Net Invest.
	(INR Cr)	(INR Cr)
FY25	31,992	53,090
FY24	2,08,212	1,21,059
FY23	-37,632	-8,937
FY22	-1,40,010	1,628
FY21	2,74,032	-50,443
FY20	6,153	-48,710

# Mutual Funds Investment Data

Mutual Funds - All Schemes (INR Cr)						
Month	AUM	SIP Inflows	Net Inflow/(Outflow) in Equity Funds	Y-o-Y	AUM	SIP Inflows
<b>Jul'24</b>	64,96,653	23,332	37,113	<b>Jul'23</b>	46,37,565	15,245
<b>Jun'24</b>	61,15,582	21,262	40,608	<b>Jun'23</b>	44,39,187	14,734
<b>May'24</b>	58,91,160	20,904	34,697	<b>May'23</b>	43,20,468	14,749
<b>Total</b>	-	<b>65,498</b>	<b>1,12,418</b>	<b>Total</b>	-	<b>44,728</b>





## Weekly Market Update

News & WSS

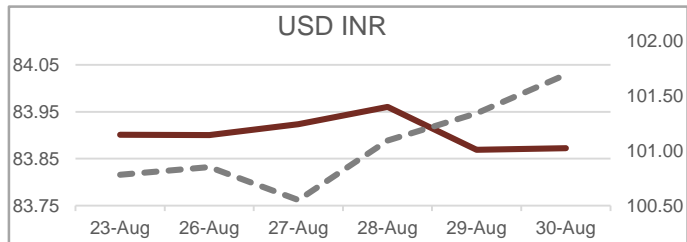
Bond

Money Market

Equity

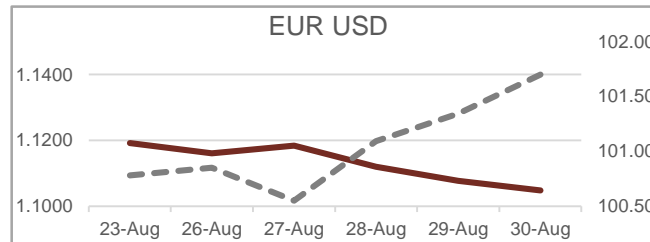
Forex & Crude

# Foreign Exchange Report



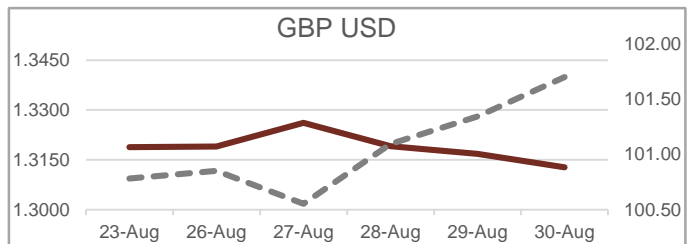
23-Aug	30-Aug
83.90	83.87
<b>-0.03%</b>	

**The Indian rupee** initially depreciated during the week as the demand for dollar by importers increased after dovish commentary by the Fed Chair last week, indicated an upcoming rate cut in FOMC's Sep'24 meeting. However, with RBI's intervention the rupee marginally appreciated at the end of the week.



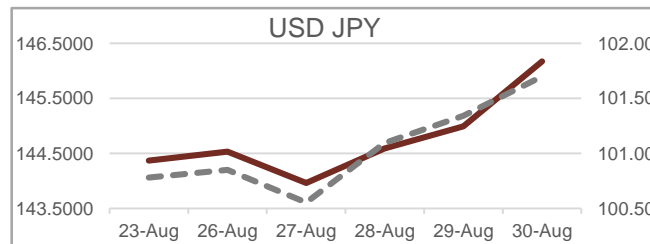
23-Aug	30-Aug
1.1192	1.1048
<b>-1.29%</b>	

**The Euro** depreciated during the week as recent inflation data reinforced expectations for a rate cut by the ECB in its on Sep'24, which policymakers had earlier suggested is probable. Euro Area inflation fell to 2.2% in Jul'24, its lowest since Jul'21, aligning with forecasts. Additionally, core inflation eased to 2.8%, lowest in 4 months.



23-Aug	30-Aug
1.3188	1.3127
<b>-0.46%</b>	

**The British pound** depreciated during the week amid expectations of further rate cuts in the upcoming policy meeting. The BoE recently lowered its interest rate to 5% and additional cuts totaling 41 bps is expected by year-end. Additionally, the UK officials warned of a slow economic recovery for the UK.



23-Aug	30-Aug
144.37	146.17
<b>1.25%</b>	

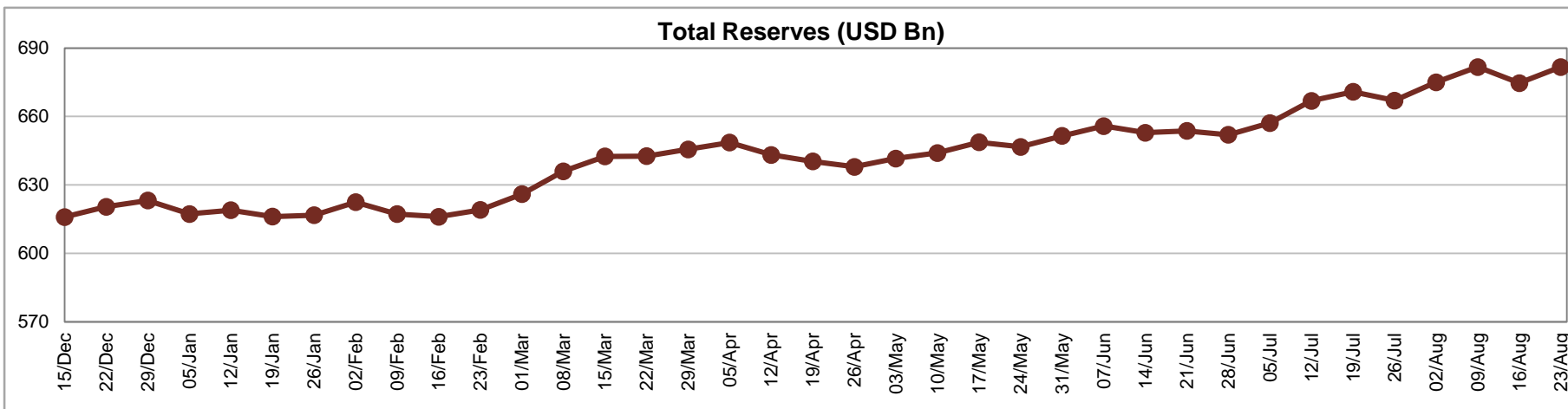
**The Japanese yen** depreciated in tandem with the rise in US Treasury yields. Further, weaker-than-expected retail sales and an increased unemployment rate in Japan have exerted further pressure on the yen. Additionally, Investors also anticipated movements in the USD following the release of the PCE index in the US.

**Dollar Index** ended the week higher by **0.91%** at 101.70

--- Dollar Index

# RBI Forex Reserves

	23-Aug-24	16-Aug-24	% Change (WoW)	% Change (MoM)	% Change (YoY)
Forex Reserves (USD Bn)	681.688	674.664	1.04%	2.14%	14.60%
Foreign Currency Assets (USD Bn)	597.552	591.569	1.01%	1.82%	13.33%
Gold Reserves (USD Bn)	60.997	60.104	1.49%	5.72%	37.52%
SDRs (USD Bn)	18.459	18.341	0.64%	1.41%	1.46%
Reserves with IMF (USD Bn)	4.68	4.650	0.65%	1.47%	-7.53%



# Brent Crude

Date	Day	Price (USD/bbl.)	
August 30, 2024	Friday	78.80	↓
August 29, 2024	Thursday	79.94	↑
August 28, 2024	Wednesday	78.65	↓
August 27, 2024	Tuesday	79.55	↓
August 26, 2024	Monday	81.43	↑



- Brent Crude ended the week marginally lower by 0.28% to close at USD 78.80 and WTI Crude ended the week lower by 1.15% to close at USD 75.69.
- Crude oil prices opened the week higher and initially traded upwards after production cuts in Libya added to supply concerns stemming from reports of escalating conflict in the Middle East.
- During mid-week, oil prices reversed its trajectory and traded downwards following reports that highlighted US oil demand fell by 2.7% in Jun'24. Further, the oil consumption was at its lowest seasonal levels since the pandemic in 2020.
- Towards the fag end of the week, the down move in the crude oil prices continued as investors factored in the likelihood of a rise in OPEC+ supply starting in Oct'23, coupled with diminished hopes for a significant US interest rate cut in the upcoming Sep'24 after strong consumer spending data.
- As per Baker Hughes, the number of active oil rigs drilling for oil remained unchanged at 483 for the week ending August 30, 2024.

# Things to watch out for during the week

Date	Country	Things to Watch Out For
2-Sep-24	India	Manufacturing PMI
	UK	
	China	
	Japan	
	Eurozone	
3-Sep-24	US	Manufacturing PMI
4-Sep-24	India	Services PMI
	Eurozone	
	UK	
	Japan	
	China	
	US	Balance of Trade
5-Sep-24	US	Services PMI
6-Sep-24	US	Nonfarm Payrolls
		Unemployment Rate

**Disclaimer:**

*This report has been issued by Darashaw & Company Pvt Ltd (CIN- U67120MH1994PTC076656) registered with Securities and Exchange Board of India (“SEBI”) as a Stock broker, Merchant banker, Portfolio manager, Research analyst. The information herein has been obtained from various sources and is meant only for general reading purposes. Darashaw does not guarantee its veracity, accuracy or completeness. Neither the information nor any opinion expressed constitutes an offer, or an invitation to make an offer, to buy or sell any securities. This research report is not prepared for any particular recipient. It does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive this report. Investor may seek financial and other advice before relying on the data set out in this report. It is possible that any possible inferred change in position of such securities may not happen. Investor should note that income from such securities, if any, may fluctuate and that each security's price or value may rise or fall. Past performance is not necessarily a guide for future prospect and performance.*

**Disclaimer for our Technical Reports**

*This is a technical research report (“Report”) prepared by Darashaw’s Research Analysts based on their study of certain charts, statistical data and their interpretation of the same. This Report is not based on assessment of the specific investment objectives, financial situation and the particular needs of any specific person who may receive this Report. Investors must undertake independent analysis with their own legal, tax and financial advisors and must reach their own decision regarding the appropriateness of investing in any securities or investment strategies discussed or recommended in this Report and should understand that statements regarding future prospects may not be realized.*

*The investment discussed or views expressed may not be suitable for all investors. This information is strictly confidential and is being furnished solely for purposes of information. This Report is not directed or intended for distribution to, or used by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or licensing requirements within such jurisdiction. The distribution of this Report in certain jurisdictions may be restricted by law, and persons in whose possession this Report comes, should observe such restrictions. The information given in this Report is as of the date of this Report and there can be no assurance that future results or events will be consistent with this information. This information is subject to change without any prior notice. Darashaw reserves the right to make modifications and alterations to this statement as may be required from time to time. Darashaw or any of its affiliates shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this Report.*

*This information does not constitute or form part of and should not be construed as, any offer for sale or subscription of or any invitation to offer to buy or subscribe for any securities. The information and opinions on which this communication is based have been compiled or arrived at from sources believed to be reliable and in good faith, but no representation or warranty, express or implied, is made as to their accuracy, correctness and are subject to change without notice. The view may be positively or adversely affected by changes in foreign exchange or interest rates, as well as by other financial, economic or political factors. Past performance is not necessarily indicative of future performance or results. Investors are advised to read “Risk disclosure documents for capital market and derivatives segments” as prescribed by Securities and Exchange Board of India before investing in Indian Securities Market.*

*Analyst Certification: The research analyst(s) who prepared this research Report hereby certifies that the views expressed in this research Report accurately reflect the research analyst’s personal views about all of the subject issuers and/or securities, that the analyst have no known conflict of interest and no part of the research analyst’s compensation was, is or will be, directly or indirectly, related to the specific views or recommendations contained in this research Report. The Research Analyst certifies that he /she or his / her family members does not own the stock(s) covered in this research Report.*

### **Copyright:**

*The information contained herein is confidential and is intended solely for the addressee(s). The copyright in this Report belongs exclusively to Darashaw. All rights are reserved. Any unauthorized use or disclosure is prohibited. No reprinting or reproduction, in whole or in part, is permitted without the Darashaw prior consent, except that a recipient may reprint it for internal circulation only.*

**Caution:** *Securities and Derivatives markets may be subject to rapid and unexpected price movements and past performance is not necessarily an indication to future performance. There are risks associated with trading in securities and derivatives. Investors should carefully consider whether trading is appropriate for them in light of their experience, objectives, financial resources and other relevant circumstances.*

*Darashaw group was established in 1926 and is one of India’s oldest continuously managed financial services group. Darashaw & Co Pvt. Ltd (CIN-U67120MH1994PTC076656) is registered with the Securities and Exchange Board of India (“SEBI”) as a stock broker, merchant banker, portfolio manager, research analyst. Darashaw along with its associates are participants in all securities trading markets in India. Details of our associates are available on our website i.e. [www.darashaw.com](http://www.darashaw.com).*