



Weekly Market Update

News & WSS

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Key Domestic News

Union Budget FY25 Highlights

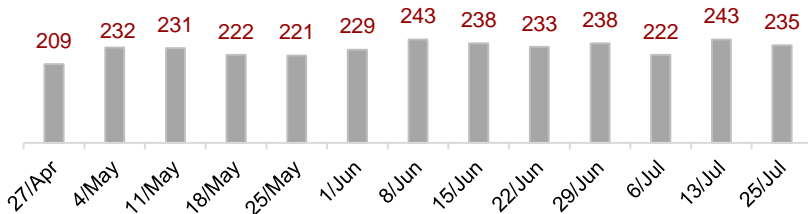
- The Finance Minister unveiled the budget for FY25, with a focus on continued fiscal consolidation while simultaneously pursuing growth oriented fiscal policies. Further, the fiscal deficit for FY25 was revised downwards to 4.9% of the GDP from 5.1% previously, while the fiscal deficit target for FY26 stood at 4.5% of the GDP.
- Notably, the standard deduction for salaried employees was increased from INR 50,000 to INR 75,000, and the tax slab limit for the 5% tax rate was adjusted from INR 5 lakh to INR 7 lakh, aiming to significantly boost disposable income.
- Other changes included a 20% tax rate on short-term gains from certain financial assets and a 12.5% tax rate on long-term gains from all financial and non-financial assets. Additionally, the exemption limit for capital gains on certain financial assets was increased to INR 1.25 lakh per year. Further, security Transactions Tax on futures and options of securities increased to 0.02% and 0.1% respectively.
- To facilitate business operations domestically and internationally, the angel tax for all investors was abolished to support start-ups, safe harbor rates were set for foreign mining companies selling raw diamonds coupled with a reduction in corporate tax rate for foreign companies from 40% to 35%.

RBI Issues Draft Guidelines on Liquidity Coverage Ratio in Response to Technological Risks

- The RBI issued draft guidelines on the Liquidity Coverage Ratio, requiring banks to increase their liquid securities as a buffer due to the risks associated with the growing use of technology for fund transfers. Further, the RBI proposed that banks assign an additional 5% run-off factor for retail deposits enabled with IMB, while stable retail deposits were to have a 10% run-off factor and less stable deposits were to have a 15% run-off factor.

Key International News

US Initial Jobless Claims Unemployment Filing (in Thousands)



Euro Area

- The Euro Area's current account surplus increased to EUR 37 Billion in May'24 as compared to EUR 14 Billion in May'23 amid a rise in goods & services surplus. The goods balance recorded a surplus of EUR 33 Billion while the services balance stood at a surplus of EUR 15 Billion.
- The current account surplus for Euro Area stood at a surplus of EUR 349 Billion for May'23-May'24 as the goods surplus increased to EUR 347 Billion in the same period.

China

- The People's Bank of China reduced its benchmark lending rates by 10 bps in its Jul'24 meeting, amid concerns of an ongoing slowdown in its property sector. Further, the one-year loan prime rate was reduced to 3.35% from 3.45%, while the five-year loan prime rate was reduced to 3.85% from 3.95%.
- The interest rate decision was made to support the fragile economy given the weaker than expected GDP growth data and concerns over insufficient stimulus measures by the Chinese government.

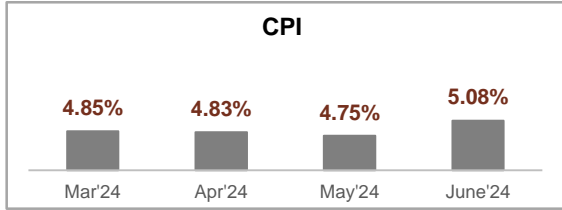
Japan

- Japan's manufacturing activity declined to 49.2 in Jul'24 compared to 50.0 in Jun'24, on account of a renewed reduction in output coupled with a decline in new orders and reduced demand for domestic and foreign goods. However, services activity grew sharply & stood at 53.90 in Jul'24 amid a rapid expansion in new orders & growth in employment in the services sector.

United States

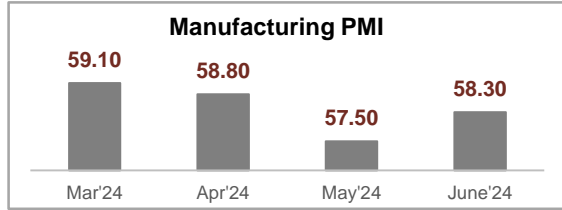
- The US PCE price index increased to 0.1% in Jun'24 compared to a flat reading recorded in May'24 amid increase in prices of services. Meanwhile, the core index, rose 0.2% in Jun'24 from 0.1% in May'24.
- US Trade Deficit in goods reduced to USD 96.84 Billion in Jun'24 majorly on account of a 2.5% increase in exports and capital goods. The imports were seen to rise marginally by 0.7% on the back of a sharp increase in the purchase of consumer goods.
- Americans filing for unemployment benefits decreased to 235,000 in the week ended Jul 25,2024.

Domestic Macroeconomic Indicators



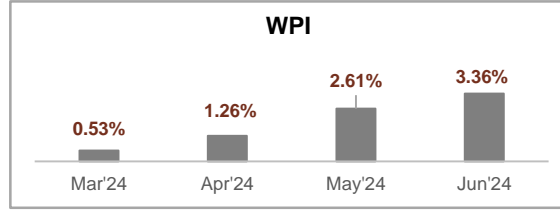
CPI increased by 1.33% MoM

India's retail inflation rose to 5.08% annually from 4.75% in the previous month. Factors contributing to the increase include heatwaves, below-normal monsoon rains, and higher prices for fruits and vegetables.



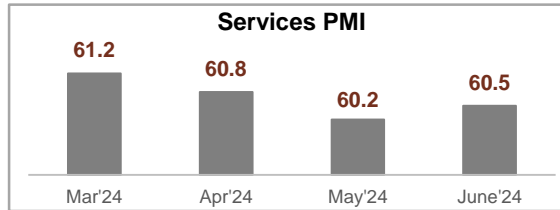
Manufacturing PMI increased by 0.80 MoM

India's Manufacturing PMI increased to 58.30 indicating a faster expansion in the country's manufacturing sector due to stronger growth in output and new orders. In the meantime, employment continued to increase, with the job creation.



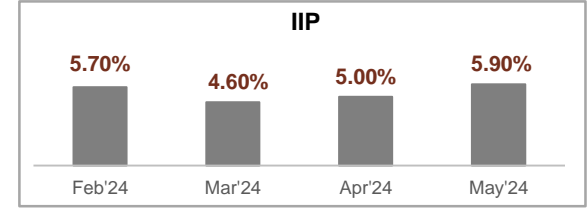
WPI increased by 0.75% MoM

India's WPI index increased to 3.36% YoY in Jun'24 marked by the eighth consecutive period of wholesale inflation and the fastest pace since Feb'23, driven by a rebound in manufacturing activity and rising prices of food and primary articles.



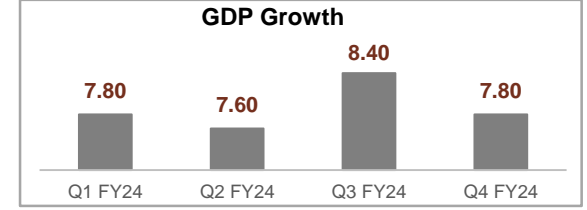
Services PMI increased by 0.30 MoM

India's service PMI increased to 60.5 in June'24 from 60.2 in May'24, marking the 35th consecutive month of expansion. Further, new export orders expanded for the 22nd straight month, with the service economy contributing mostly to this growth.



IIP increased by 0.40% MoM

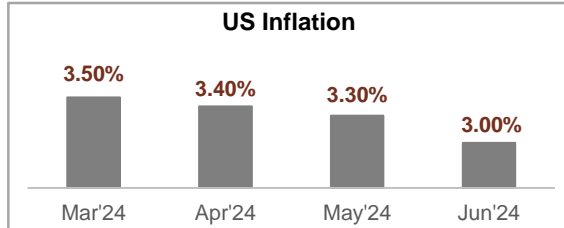
India's Index of Industrial Production (IIP) increased by 5.9% in May, up from 5% in April. Moreover, the growth rates of the three sectors Mining, Manufacturing and Electricity in May 2024 stood at 6.6%, 4.6% and 13.7% YoY respectively.



GDP growth decreased to 7.80% YoY

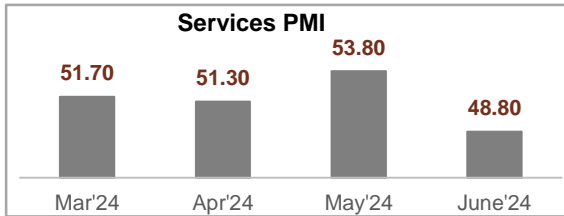
India's GDP growth rate contracted to 7% in Q4FY24 as compared to 8.40% in Q3FY24. The real Gross Value Added grew by 7.2% in FY24 over 6.7% in FY23 amid robust growth in manufacturing sector coupled with 7.1% increase in mining activities.

Global Macroeconomic Indicators



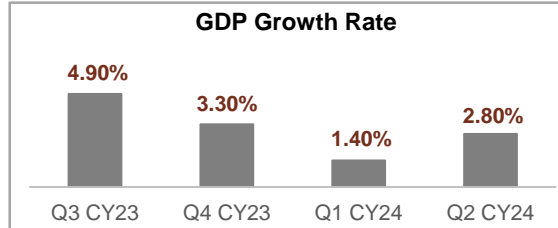
US Inflation decreased by 0.10% MoM

The inflation rate in the US fell to 3% in June 2024, compared to 3.3% in May. Energy costs rose at a slower pace (1%), due to gasoline (-2.5%) and fuel oil (3.6%) while utility gas service (3.7%) accelerated.



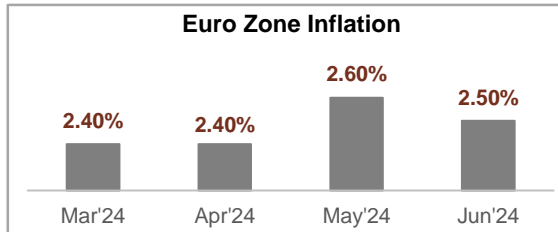
US Services PMI decreased by 4.50 MoM

US Service PMI fell to 48.80 in June'24, the sharpest contraction since April 2020 amid a sharp drop in orders. Further the new orders declined by 47.3 in Jun'24 as compared to 54.1 in May'24 and employment fell to 46.1 in Jun'24.



***US GDP rate increased by 1.40% QoQ**

US economy expanded significantly driven primarily by increased consumption of goods. Consumer spending rose by 2.3%, with a notable rebound in the purchase of motor vehicles, recreational goods and vehicles, and gasoline. Additionally, private inventories contributed 0.82% to the growth.



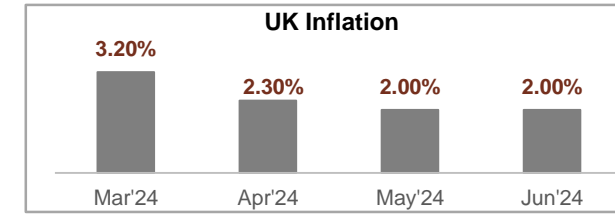
Eurozone Inflation decreased by 0.10% MoM

Euro Area's Inflation decreased to 2.5% in Jun'24 amid easing prices for energy, food, alcohol and tobacco, while inflation remained unchanged for services and non-energy industrial goods.



US Manufacturing PMI decreased by 0.20 MoM

US Manufacturing PMI decreased to 48.50 in June'24 marking a third straight month of falling manufacturing activity and the weakest reading since February, as demand remained weak, output declined, and inputs stayed accommodative.



UK Inflation remained unchanged MoM

UK's inflation rate remained unchanged at 2% YoY in Jun'24 as a decline in cost of clothing and footwear, as well as food and non-alcoholic beverages was offset by a rise in the costs of transportation, and prices for restaurants and hotels.

RBI WSS Data (Data in INR Billion)

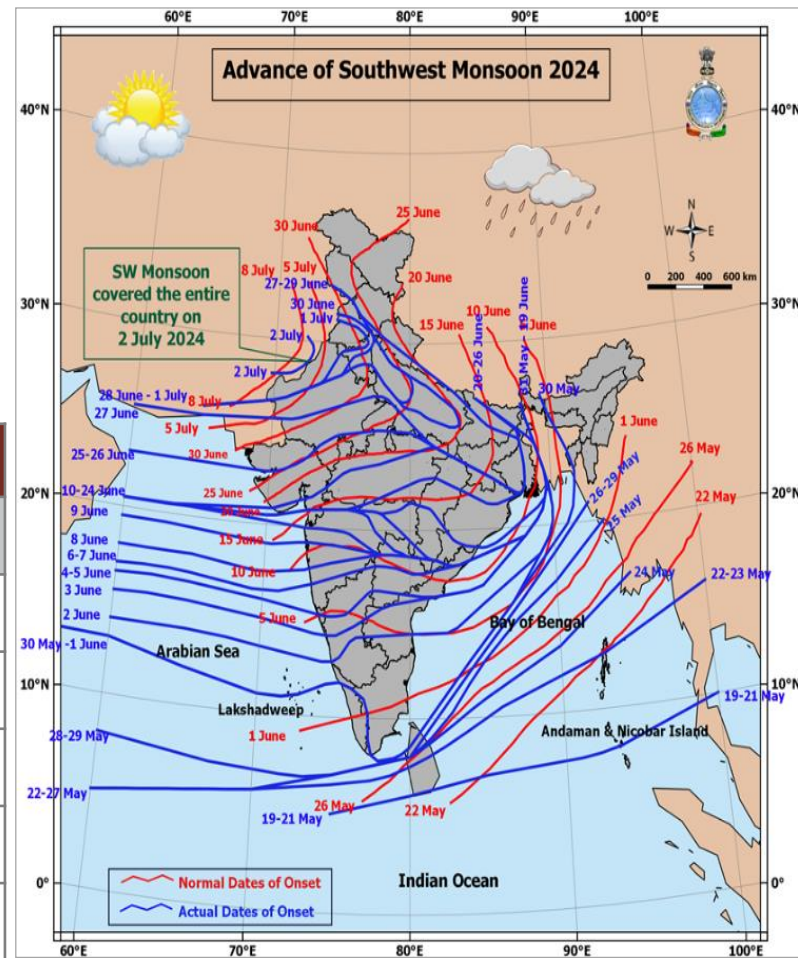
Scheduled Commercial Banks Business (SCBs)	Latest Data	% Change from	% Change from	% Change from
	12-Jul-24	28-Jun-24	14-Jun-24	14-Jul-23
Food Credit	302.63	-10.74	-18.04	24.52
Non-Food Credit	1,67,821.59	-0.38	0.65	13.85
Bank Credit	1,68,124.21	-0.40	0.61	13.87
Aggregate Deposits	2,11,772.16	-0.51	1.31	11.28
Investments (SLR)	63,165.27	2.45	1.41	8.57
	12-Jul-24	28-Jun-24	14-Jun-24	14-Jul-23
Cash/ Deposit Ratio	4.96	-3.50	0.19	-1.91
Credit/ Deposit Ratio	77.37	-0.62	-0.03	4.64
Investment/ Deposit Ratio	29.64	0.34	0.07	-2.28

Monsoon Update

- Heavy to very heavy rainfall with extremely heavy falls very likely at isolated places over Uttarakhand, East Rajasthan, Madhya Pradesh, Vidarbha, Chhattisgarh, Konkan & Goa, Madhya Maharashtra, Gujarat Region and Coastal & South Interior Karnataka. Heavy to very heavy rainfall very likely at isolated places over Saurashtra & Kutch, Kerala & Mahe and Coastal Karnataka;
- Thunderstorm accompanied with lightning likely at isolated places over Madhya Pradesh, Vidarbha, Chhattisgarh and Gangetic West Bengal.
- Towards the end of the week, Squally weather with wind speed reaching 35 kmph to 45 kmph likely to prevail over northeast and adjoining northwest Arabian sea, most parts of central Arabian sea, northern parts of southeast and southwest Arabian sea, off south Gujarat, Maharashtra, Konkan, goa coasts & off Sri Lanka coast.

Seasonal Rainfall (As on 27th July, 2024)

Region	Actual Rainfall (mm)	Normal Rainfall (mm)	% Departure from LPA
East and North-East India	588.8	703.0	16%
North-West India	216.3	257.5	16%
Central India	520.7	448.4	16%
South Peninsula India	427.3	339.6	26%
Country as a Whole	419.6	408.9	3%





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Government Securities

G-Sec Yields

Security	Tenor	Jul 19, 2024	Jul 12, 2024
364 DTB	1	6.85	6.92
6.99 GS 2026	2	7.17	7.06
7.10 GS 2029	5	7.17	6.98
7.10 GS 2034	10	7.17	6.98
7.23 GS 2039	15	7.18	7.02
8.17 GS 2044	20	7.00	7.05
7.40 GS 2062	38	7.17	7.07
7.46 GS 2073	49	7.19	7.09

G-Sec Auction Results - Jul 19, 2024

Security	Amount (INR Cr)	Cut-Off Yield	B/C
7.04% GS 2029	12,000	6.83%	0.37
7.23% GS 2039	12,000	6.98%	0.38
7.34% GS 2064	11,000	7.07%	0.37
	35,000		

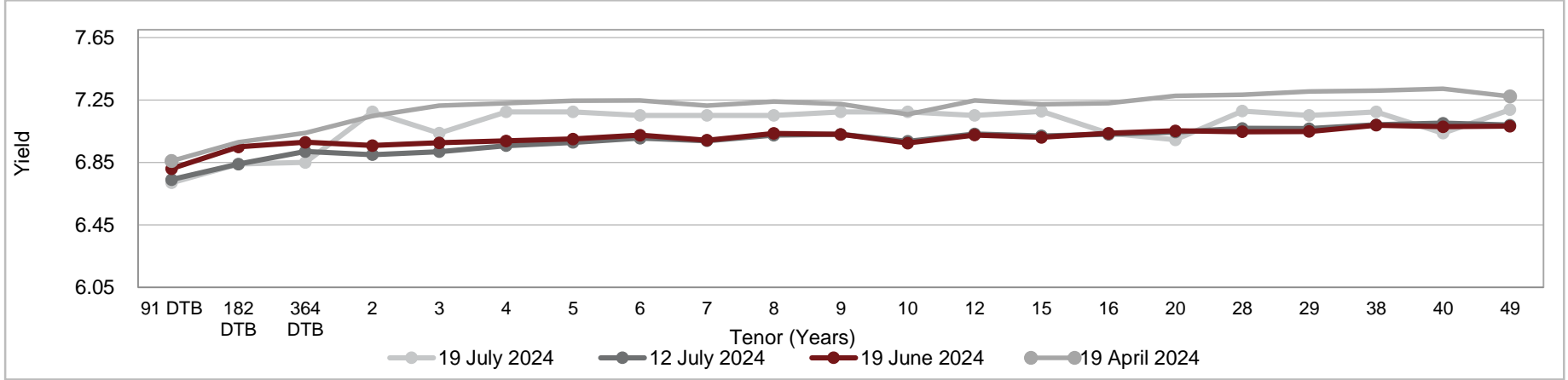
- For the week ended Jul 26, 2024, the 10-year benchmark recorded a close at 6.94%, falling by 3 bps from the close of the previous week.
- Initially, the yields opened higher and traded upwards as investors remained cautious ahead of the Federal budget due to the spending direction of the newly elected government amid political complexity with more regional parties. However, the up move in the indices was limited after Govt. unveiled the budget for FY25 with a focus on continued fiscal consolidation, the fiscal deficit was downwardly revised to 4.9% of the GDP from 5.1% projected in the interim budget on the back of record high dividends from the central bank coupled with lowered borrowings by INR 100 Billion to INR 14.1 Trillion for FY25.
- During the mid-week, the yields continued to trade downwards after media reports highlighted that the government plans to reduce its debt ratio from 58.2% of GDP in FY24 to 50% of GDP over the coming years, in order to achieve a credit rating upgrade.
- Towards the fag end of the week, the down move in yields was further accentuated after US PCE inflation fell to 2.5% in Jun'24 from 2.6% in May'24 strengthening the expectations of Fed rate cut in Sep'24. Additionally, the media reports highlighted that India's G-sec demand would rise by INR 4-5 lakhs Cr amid revised norms on the computation of Liquidity Coverage Ratio.
- The RBI had conducted an auction of G-Sec for a notified amount of INR 35,000 Cr during the week ending July 26, 2024, with cut-off yields ranging around 6.83%-7.07%.

Ten Year GOI Yields – 6.96% (Jul 26, 2024)

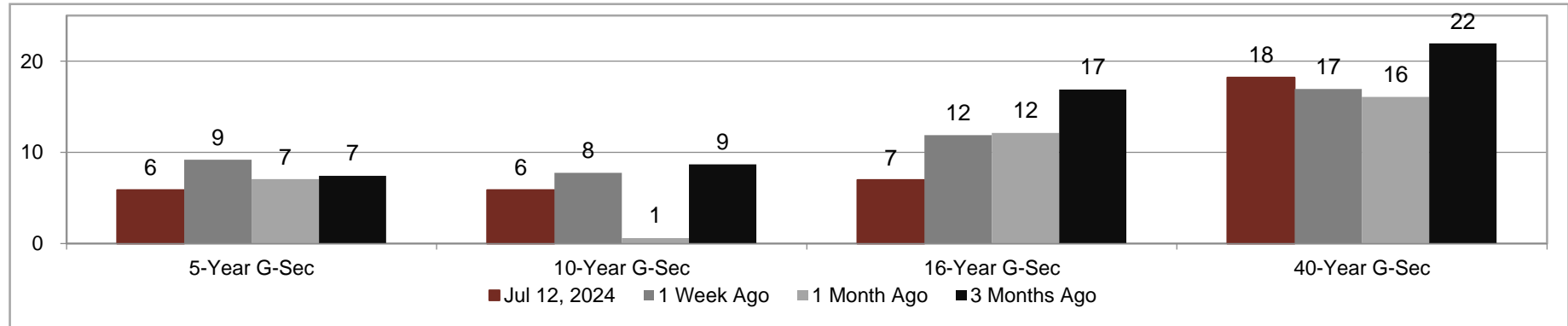


Support:- 6.94%, 6.85% (Weekly Close) Resistance: 7.02%, 7.06% (Weekly Close)

Sovereign Yield Curve – July 19, 2024



Spread between 364 DTB and G-Sec



State Development Loans Auction Results – July 23, 2024

Auction Result: July 23, 2024

S No	Rank	State	Amount Raised (INR Cr)	Tenure (Years)	Cut-Off Yield	Cut-Off Yield (Annualized)	Amount Raised (FY24TD) (INR Cr)	Amount Raised FYTD25 (INR Cr)
1	4*	Assam	1,000	15	7.35%	7.49%	18,400	4,000
2	14	Goa	100	10	7.36%	7.50%	2,550	200
3	13	Kerala	1,000	30	7.33%	7.46%	42,438	13,500
4	15	Rajasthan	1,000	10	7.36%	7.50%	73,624	23,500
5	7	Tamil Nadu	1,000	8	7.33%	7.46%	1,14,000	33,000
			2,000	10	7.34%			
6	4	Telangana	1,000	13	7.34%	7.47%	49,618	21,000
			1,000	16	7.35%			
			1,000	18	7.33%			
7	16	West Bengal	3,000	16	7.36%	7.50%	72,800	10,500
			12,100				3,73,430	1,05,700

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 – July 30, 2024

Notification: Jul 30, 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	15	1,000	-	39,000	35,500	91
			20	1,000	-			
			25	1,000	-			
2	6	Haryana	12	1,500	-	12,000	11,250	94
3	3*	Jammu and Kashmir	22	500	-	7,800	7,800	100
4	13	Kerala	28	2,000	-	14,500	13,500	93
5	2	Maharashtra	10	1,500	-	16,000	13,000	81
			14	1,500	-			
			15	1,500	-			
			20	1,500	-			
6	17	Punjab	8	1,500	-	21,700	20,443	94
			11	1,000	-			
7	15	Rajasthan	10	1,000	-	25,500	23,500	92
			21	1,500	-			
			25	1,500	-			

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 – July 30, 2024

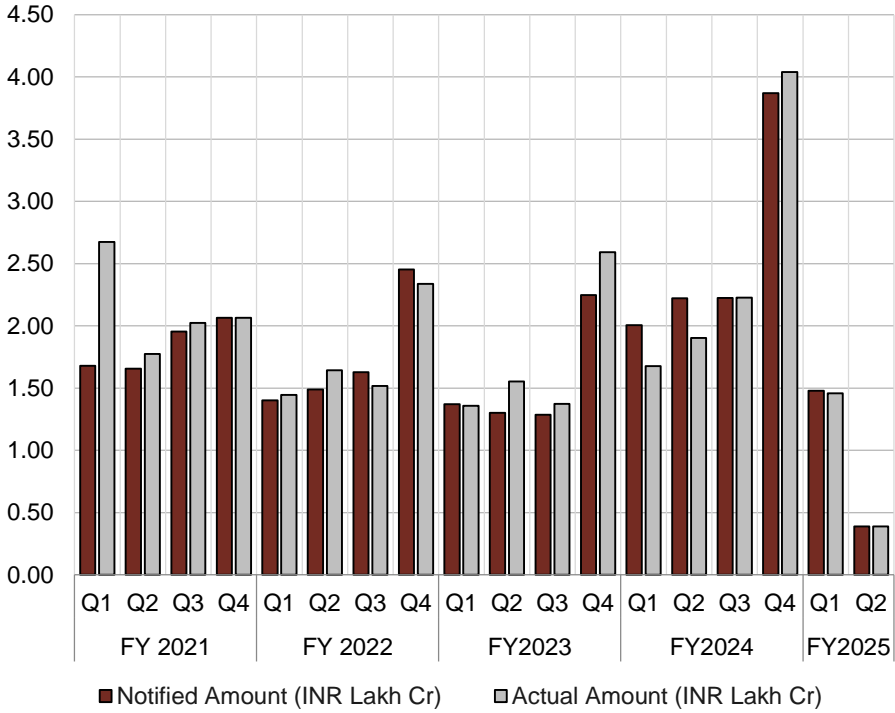
Notification: Jul 30, 2024

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 (%)
8	7	Tamil Nadu	6	1,000	-	33,000	33,000	100
			8	1,000	-			
			30	3,000	-			
9	4	Telangana	26	1,000	-	21,000	21,000	100
10	16	West Bengal	16	2,000	-	12,500	10,500	84
			19	2,000	-			
Total				29,500	-	203000	189493	

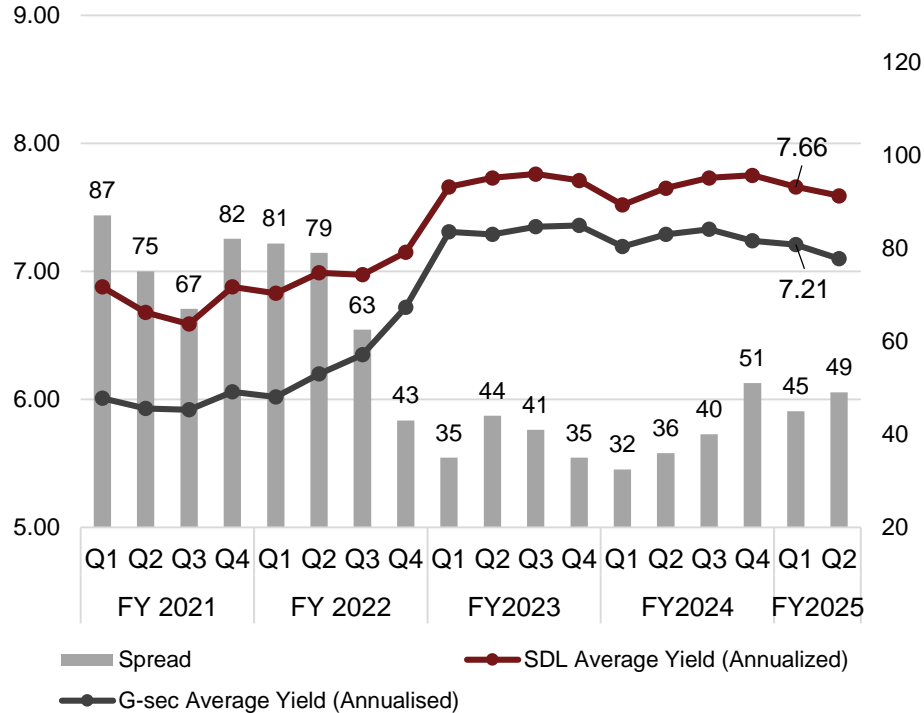
Note: Ranking of States as per the Darashaw State Finance Study 2022-23. **Special State Ranking as per Darashaw State Finance Study 2022-23.

SDL Auction- Notified vs Actual and Spread Analysis

Notified vs Actual

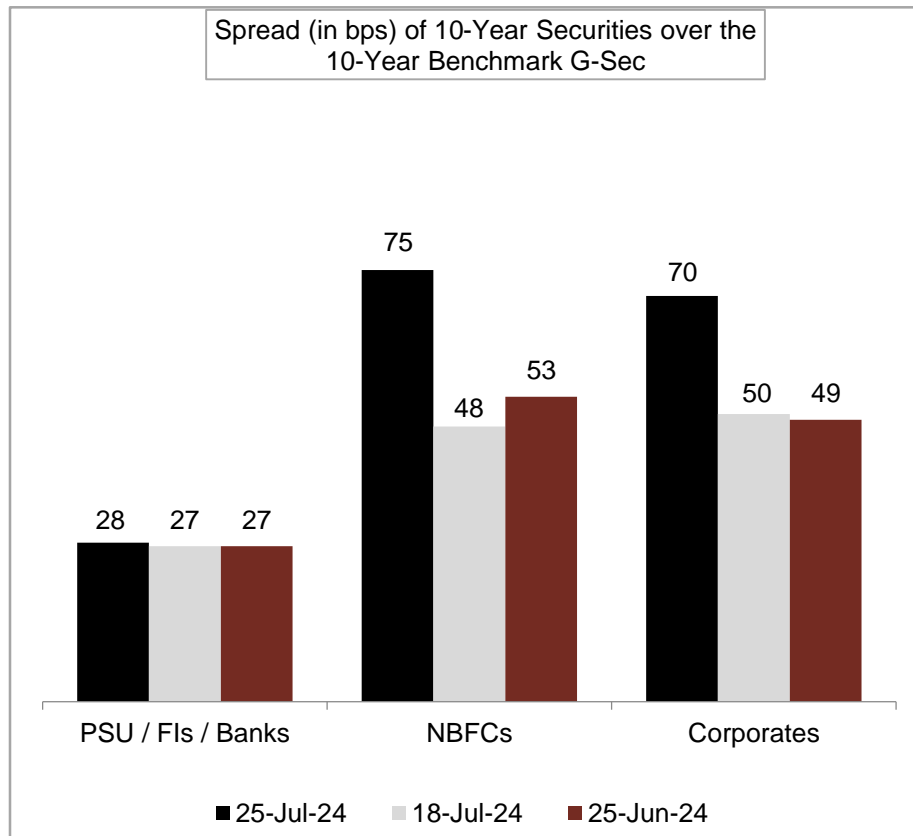
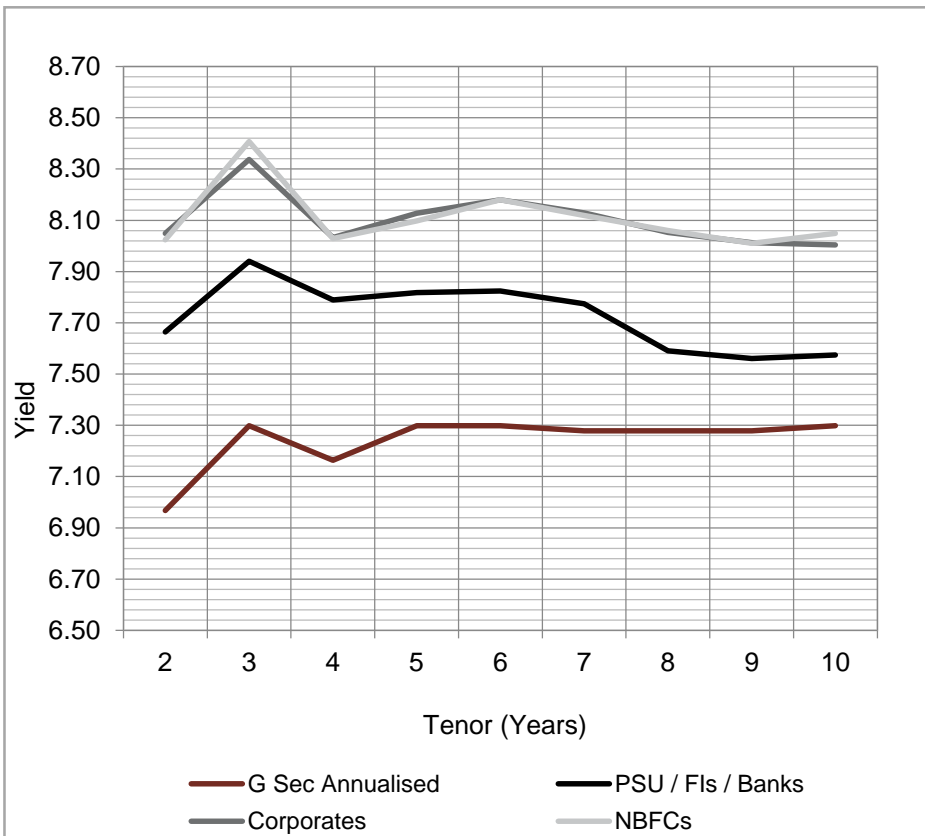


SDL Yield and G-sec Yield QoQ



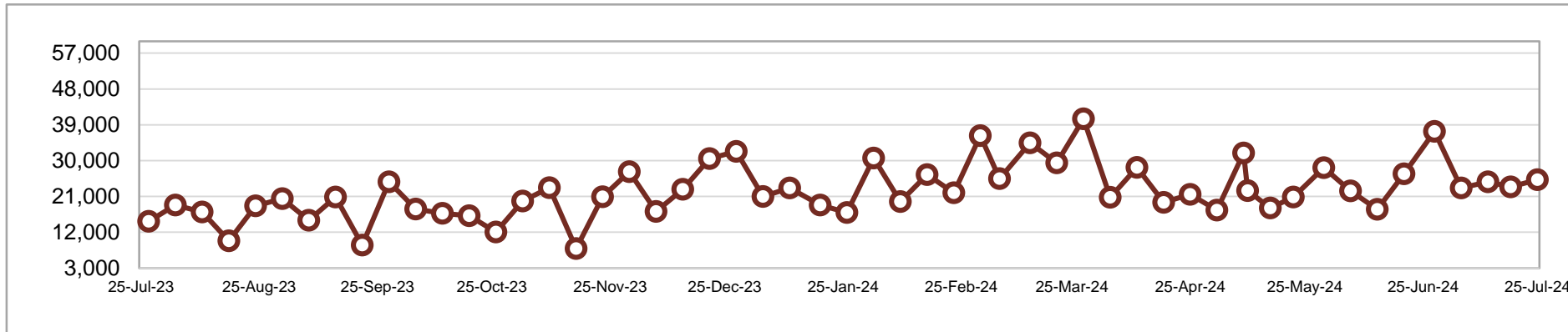
The SDL Yield and G-sec are sourced from the Secondary market

AAA Rated Bond Yield Curves – Jul 25, 2024



Corporate Bonds

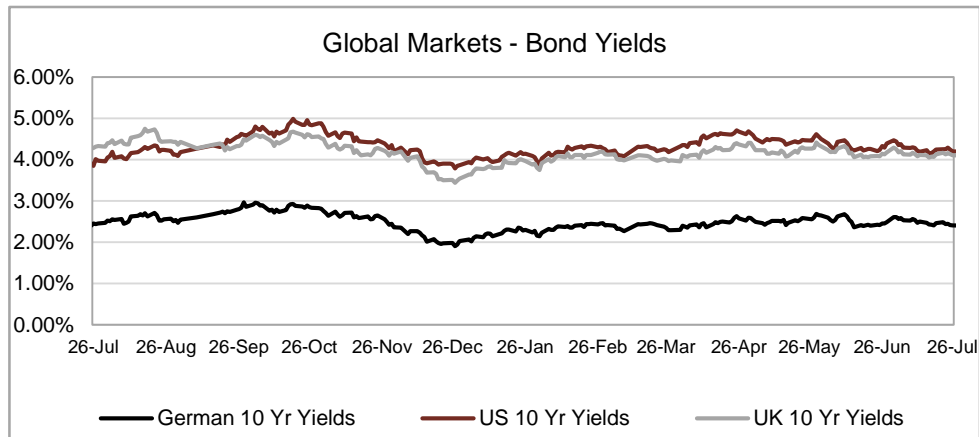
Volume of Corporate Bonds Traded (INR Cr.)



Recent Issuances

Issuer	Type	Maturity (Years)	Coupon (%)	Date of Allotment	Benchmark (Annualized)	Rating	Amount (INR Cr)
Shriram Finance Limited	Unsecured	10	9.1	24-Jul-24	7.08%	AA+	100
Bajaj Housing Finance Limited	Secured	10	7.87	23-Jul-24	7.08%	AAA	1150
HDB Financial Services Ltd	Secured	2	7.84	23-Jul-24	6.99%	AAA	1000
HDB Financial Services Ltd	Secured	3	7.65	23-Jul-24	7.01%	AAA	1000
Power grid Corporation of India Limited	Unsecured	10	7.38	23-Jul-24	7.08%	AAA	2705
Indian Renewable Energy Development Agency Limited	Unsecured	15	7.39	24-Jul-24	7.12%	AAA	1090

Global Bond Yields



- US Treasury yields** fell by 5 bps during the week. Yields opened lower after US Trade Deficit in goods fell to USD 96.84 Billion in Jun'24 from USD 99.37 Billion in May'24 amid a rise in exports and capital good. Further, the US economy expanded by 2.8% in Q2CY24 from 1.4% in Q1CY24 on account of an increase in Govt. spending. Moreover, the PCE index fell to 2.5% in Jun'24 from 2.6% in May'24, while the Core PCE moderated to 0.2% in Jun'24. However, the growth picked up from the Q1CY24 but moderated from last year with declining broader economic activity raising expectations of Fed rate cut in Sep'24.
- UK yields** fell by during the week tracking fall from the US Treasury yields as PCE inflation fell to 2.5% in Jun'24 from 2.6% in May'24. Further, the down move in the yields was accentuated amid increasing expectations that the BoE would cut interest rate in the next week as headline inflation backs to BoE's target of 2% coupled with a slow down in labor market.
- German Bund yields** fell by 6 bps from the previous week. Yields opened lower and traded downwards amid rising expectations of Fed rate cut in Sep'24. Further, reports indicated a slowdown in the German service sector, as new business growth eased to its weakest point in the current expansion coupled with weakness in the labor market rising the expectations of rate cut sooner than expected.

Global 10-Year Yields

Country	26-Jul-24	19-Jul-24	Change (bps)
US	4.19%	4.24%	-5
UK	4.10%	4.13%	-3
Germany	2.40%	2.46%	-6
China	2.20%	2.27%	-7
Japan	1.06%	1.05%	1



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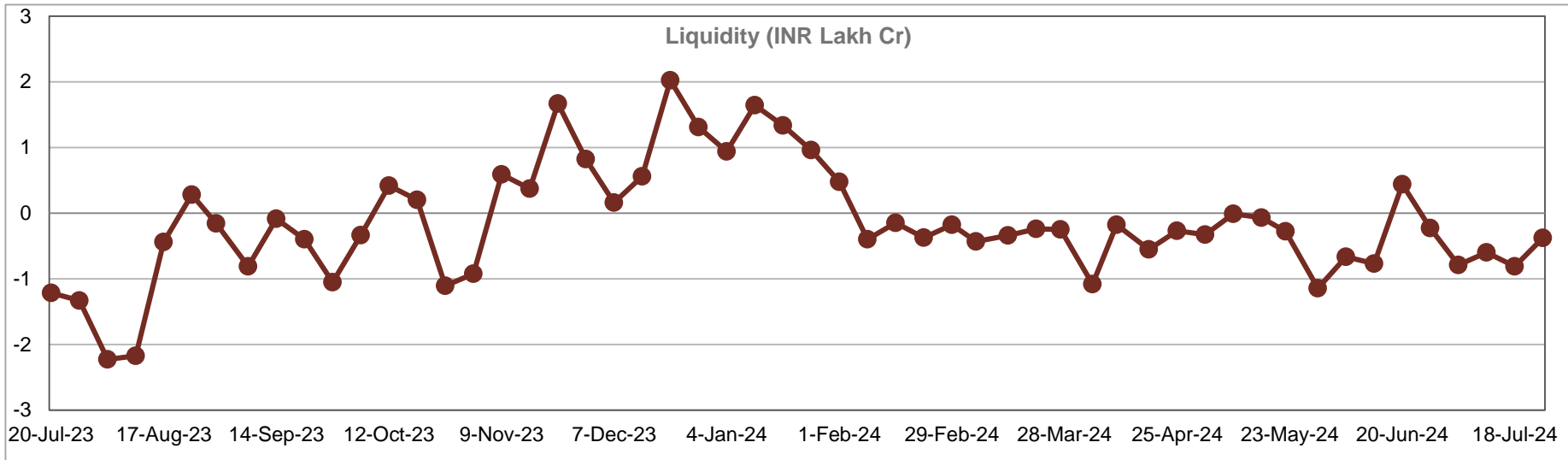
Forex & Crude

Treasury Bills / Policy Rates / Systemic Liquidity

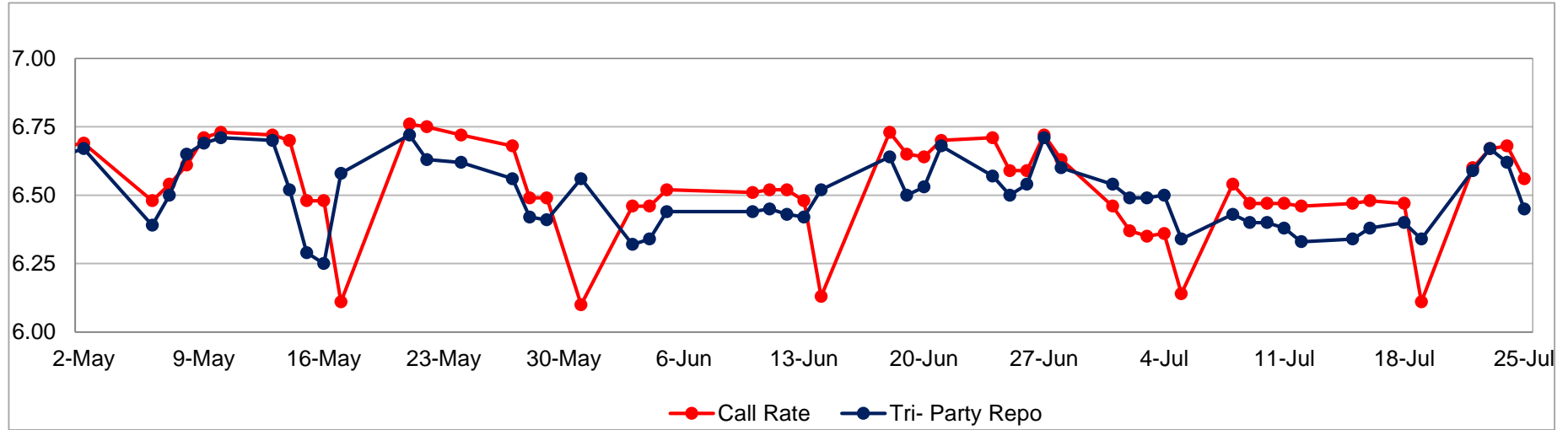
Policy Rates				T-Bill Yields		
Bank Rate	6.75%			Tenor	19-Jul-24	12-Jul-24
Repo Rate	6.50%			91 Day	6.74%	6.76%
Rev Repo Rate	3.35%			182 Day	6.85%	6.87%
MSF	6.75%			364 Day	6.87%	6.92%
CRR	4.50%					
SLR	18.0%					
T-Bill Auction						
Tenor	Amount (INR Cr)	B/C Ratio		Cut Off Yield (%)		Auction on August 01, 2024 Amount (INR Cr)
		As on July 24, 2024	As on July 17, 2024	As on July 24, 2024	As on July 17, 2024	
91 Days	8,000.00	3.87	3.94	6.71%	6.74%	8,000.00
182 Days	6,000.00	3.34	3.15	6.82%	6.85%	6,000.00
364 Days	6,000.00	4.56	4.99	6.84%	6.87%	6,000.00
Total	20,000.00					20,000.00

Treasury Bills / Policy Rates / Systemic Liquidity

Liquidity Position (₹ Bn)		
Weekly Data	July 25, 2024	July 18, 2024
Average Reverse Repo	63.94	74.13
Average Net LAF	(51.84)	(53.70)
Average MSF	3.85	3.67
Average Liquidity Position	(38.93)	(41.29)



Call Rate / Tri-Party Repo Rate



Particulars	July 19, 2024	July 25, 2024
Call Rate	6.11	6.56
Tri-Party Repo	6.34	6.45



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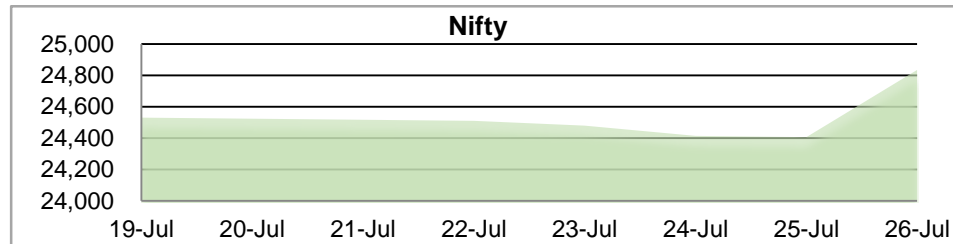
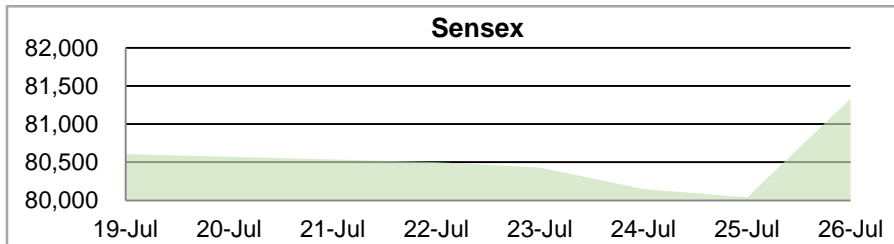
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Equity Markets



Domestic Indices

Index	26-Jul-24	19-Jul-24	% Change
Sensex	81,332.72	80,604.65	0.90
Nifty	24,834.85	24,530.90	1.24
Nifty Mid Cap 50	16,296.30	15,596.40	4.49
Nifty Small Cap 50	8,713.45	8,756.40	-0.49

Global Indices

S&P 500	5,459.10	5,505.00	-0.83
DJIA	40,589.34	40,287.53	0.75
NASDAQ	17,357.88	17,726.94	-2.08
FTSE 100	8,285.71	8,155.72	1.59
Nikkei	37,667.41	40,063.79	-5.98
Hang Seng	17,021.31	17,417.68	-2.28

Domestic benchmark Indices

- Indices opened the week higher and traded downwards, following loss in global counterparts, as global investors became cautious due to on-going concerns about potential trade barriers from the US. Moreover, the economic survey presented by the Finance Minister indicated caution about the high valuations of the Indian stock market as highlighted in India's market capitalisation to GDP ratio which has surged to 124% in FY24, up from 77% in FY19.
- During the mid-week, the indices continued to trade downwards amid selling in heavyweights as investors parsed through corporate earnings results, coupled with the announcement of the Union Budget which indicated significant changes to taxes on gains from equity investments, translating to 20% for STCG and 12.5% for LTCG coupled with increase in securities transaction tax for stock derivatives, potentially seeking to curb the surge in speculative trading.
- Towards the end of the week, the indices traded upwards which was driven by positive reactions to the better-than-expected US GDP data, which augured well for global demand coupled with robust performance in IT and metal sector.

US Indices

- The US stock indices closed at record highs during the start of the week amid strong optimism for corporate earnings, especially from large technological firms, coupled with investors' expectation of positive GDP data.
- Towards the end of the week, the indices traded upwards after investor sentiments buoyed after the release of the PCE index data, which decreased to 2.5% YoY in Jun'24 from 2.6% YoY in May'24, indicating easing inflation and reinforced expectations for an interest-rate reduction in Sept'24.

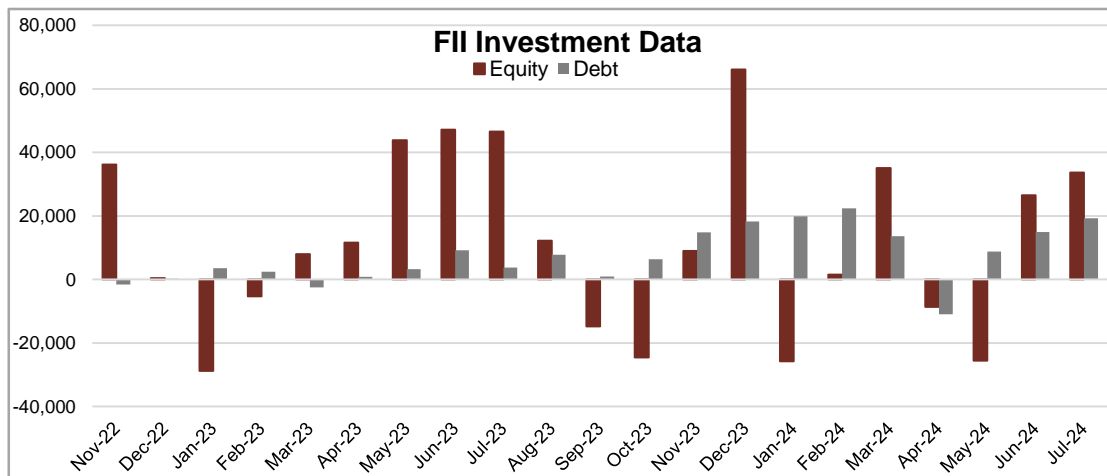
Nifty – Jul 29, 2024 (24,834.85)



Support:- 24074 , 23751

Resistance: 25311 , 30384

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	80,307.07	85,028.33	-4,721.26	83,756.15	75,646.37	8,109.78
FII	70,257.66	65,143.72	5,113.94	9,762.43	5,487.37	4,275.06

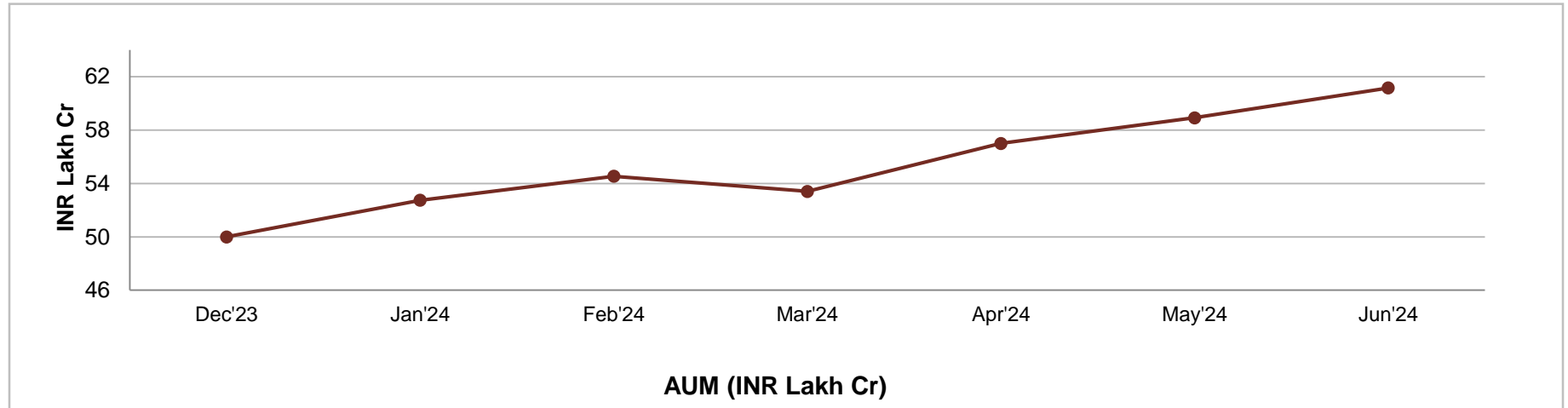
*DII data is from 5th Jul'24 to 11th Jul'24 and FII data is from 5th Jul'24 to 11th Jul'24.

FII Investment Data		
Month	Equity	Debt
	Net Invest.	Net Invest.
	(INR Cr)	(INR Cr)
Jul-24	33,688	19,223
June-24	26,565	14,955
May-24	-25,586	8,761
Apr-24	-6,304	-10,640
Mar-24	35,098	13,602
Feb-24	1539	22,419
Jan-24	-25,744	19,837
Dec-23	66,135	18,302
Nov-23	9001	14860

FII Investment Data		
Year	Equity	Debt
	Net Invest.	Net Invest.
	(INR Cr)	(INR Cr)
FY25	25,995	31,989
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
Jun'24	61,15,582	21,262	40,608	Jun'23	44,39,187.2	14,734
May'24	58,91,160	20,904	34,697	May'23	43,20,468	14,749
Apr'24	57,25,897	20,371	18,917	April'23	41,61,822	13,728
Total	1,77,32,639	62,537	94,222	Total	1,29,64,603	43,211



Corporate earnings

Particulars	Q1 FY25 (Jun'24)	Q1 FY24 (Jun'23)	Change from Q1 FY24	Q4 FY24 (Mar'24)	Change from Q4 FY24	Remarks
Hindustan Unilever Ltd.						
Total Income	15,964.00	15,679.00	1.82%	15,441.00	3.39%	<ul style="list-style-type: none"> The company reported a increase in net profit on the back of growth in consumer goods' sales as it began to rise in the Q1FY25, with rural growth outpacing that in urban areas for the first time in five quarters. The company's sales rose to Rs 15,166 crore in the first quarter, aided by 4.6% growth in its key home care segment. The segment houses products including Cif, Vim and Surf Excel.
Operating Profit	3,579.00	3,512.00	1.91%	3,341.00	7.12%	
Net Profit	2,612.00	2,556.00	2.19%	2,561.00	1.99%	
Bajaj Finance Ltd.						
Total Income	16,102.31	12,499.62	28.82%	14,931.98	7.84%	<ul style="list-style-type: none"> The company reported a smaller-than-expected first-quarter profit, amid higher provisions for bad loans. The money set aside to cover potential defaults - grew nearly 70% to INR 1,685 Cr. Exuberant lending in unsecured segments had led the Reserve Bank of India to mandate an increase in capital requirements for personal loans and credit cards in Nov'23, which increased the provision requirements.
Operating Profit	5,265.35	4,551.21	15.69%	5,105.08	3.14%	
Net Profit	3,911.98	3,436.89	13.82%	3,824.53	2.29%	
SBI Life Insurance						
Total Income	34,392.05	27,691.96	24.20%	37,567.50	-8.45%	<ul style="list-style-type: none"> The company reported the net premium income for Q1FY25 increased 15% YoY to Rs 15,105 crore, compared with Rs 13,104 crore in the Q1FY24. Further, the income from investments during the quarter increased 32% YoY to Rs 19,283 crore in Q1FY25. The company had a strong growth due to due to the company's focus on improving the quality of business and customer retention.
Operating Profit	535.49	389.74	37.40%	836.35	-35.97%	
Net Profit	519.52	381.04	36.34%	810.80	-35.93%	

*Consolidated figures have been used for the data

Corporate earnings

Particulars	Q1 FY25 (Jun'24)	Q1 FY24 (Jun'23)	Change from Q1 FY24	Q4 FY24 (Mar'24)	Change from Q4 FY24	Remarks
Bajaj Finserv Ltd.						
Total Income	31,480.14	23,279.98	35.22%	32,041.93	-1.75%	<ul style="list-style-type: none"> The company reported a topline increase by 35.23% & the profit increase by 10.04% YoY. Its selling, general & administrative expenses declined by 3.98% q-o-q & increased by 21.62% Y-o-Y. The gross NPA and net NPA as of Q1FY25, stood at 1.06% and 0.47%, respectively, compared to 1.09% and 0.39% Q1FY24.
Operating Profit	5,968.41	5,125.37	16.45%	5,526.54	8.00%	
Net Profit	2,137.70	1,942.63	10.04%	2,118.53	0.90%	
Axis Bank						
Total Income	37,795.88	31,894.20	18.50%	37,836.10	-0.11%	<ul style="list-style-type: none"> The bank's net interest income (NII) increased 12% Y-o-Y and 3% sequentially to Rs 13,448 crore in Q1FY25, aided by steady growth in advances. Net interest margin (NIM) stood at 4.05%, down 1 bps sequentially, and 5 bps from the Q1FY24. The interest expended by the bank during the reported quarter stood at INR 16,613 Cr as against INR 13,598 Cr reported in Q1FY23. It was increased by 22% on a YoY basis.
Operating Profit	10,744.85	9,251.70	16.14%	11,201.65	-4.08%	
Net Profit	6,450.03	6,098.95	5.76%	7,613.55	-15.28%	
L&T						
Total Income	56,040.46	49,027.93	14.30%	68,120.42	-17.73%	<ul style="list-style-type: none"> The company reported a net profit for the Q1FY25 which has risen 11.7%, aided the robust order execution witnessed in the projects and manufacturing portfolio on the back of a large order book. The outstanding order book as of Jun'24, the company said, was at INR 4.90 trillion, with the international share at 38%.
Operating Profit	4,676.65	4,332.37	7.95%	6,328.23	-26.10%	
Net Profit	3,440.11	3,116.12	10.40%	5,003.17	-31.24%	

*Consolidated figures have been used for the data

Corporate earnings

Particulars	Q1 FY25 (Jun'24)	Q1 FY24 (Jun'23)	Change from Q1 FY24	Q4 FY24 (Mar'24)	Change from Q4 FY24	Remarks
Tech Mahindra Limited						
Total Income	13,150.20	13,350.70	-1.50%	13,244.80	-0.71%	<ul style="list-style-type: none"> The company's margin for the Q1FY25 came in at 12%, up 190 basis points YoY. Strong cost measures, along with a drop in subcontracting cost by almost 200 basis points, helped the company script a healthy profit margin of INR 865 Cr. Also, selling, general, and administrative expenses (SG&A) for the quarter was reduced significantly highlighting the improved efficiency of the company.
Operating Profit	1,175.50	963.400	22.02%	952.70	23.39%	
Net Profit	864.800	703.600	22.91%	664.20	30.20%	
Nestle India						
Total Income	4,853.07	4,682.48	3.64%	5,294.34	-8.33%	<ul style="list-style-type: none"> Pricing actions due to higher raw material costs and extreme weather conditions affected domestic demand and that led to muted volume growth. Nestle has intensified its focus on distribution infrastructure in the underpenetrated parts of semi urban and rural markets, however, continued slowdown in consumption and rising commodity prices resulted in a subdued performance.
Operating Profit	1,009.06	939.33	7.42%	1,250.58	-19.31%	
Net Profit	746.60	698.34	6.91%	934.17	-20.08%	
Cipla						
Total Income	6,854.13	6,465.18	6.02%	6,082.37	12.69%	<ul style="list-style-type: none"> The company remains focused on expanding its key markets, enhancing flagship brands, and investing in new therapeutic areas such as obesity and mental health. The better than expected performance in Q1 FY25 was driven by a favorable product mix and improved operational efficiencies. Cipla is also exploring acquisitions in India and international markets, particularly in consumer wellness.
Operating Profit	1,611.36	1,374.60	17.22%	1,259.26	27.96%	
Net Profit	1,175.46	998.070	17.77%	931.870	26.14%	

*Consolidated figures have been used for the data

Corporate earnings

Particulars	Q1 FY25 (Jun'24)	Q1 FY24 (Jun'23)	Change from Q1 FY24	Q4 FY24 (Mar'24)	Change from Q4 FY24	Remarks
Power Grid Corporation						
Total Income	11,279.59	11,257.60	0.20%	12,305.39	-8.34%	<ul style="list-style-type: none"> PGC reported lower than expected earnings in Q1 FY25 with total income remaining almost flat and a fall in the net profit. The company's transmission business saw marginal fall in revenues to INR 10,727.97 Cr in the quarter from INR 10,829.67 Cr during the same period last year.
Operating Profit	4665.54	4,564.00	2.22%	5,300.89	-11.99%	
Net Profit	3723.920	3,597.16	3.52%	4,166.33	-10.62%	
Dr. Reddy's Laboratories						
Total Income	7,883.30	6,931.90	13.72%	7,311.30	7.82%	<ul style="list-style-type: none"> The company recorded a 13.72% increase in its total income, stating that its revenue growth during the quarter was largely driven by growth in global generics revenues in North America as well as India. However, the growth was offset due to decline in prices in the generics market.
Operating Profit	1882.60	1,850.00	1.76%	1,605.20	17.28%	
Net Profit	1392.400	1,405.00	-0.90%	1,309.80	6.31%	
ICICI Bank						
Total Income	67,270.06	52,084.00	29.16%	67,181.70	0.13%	<ul style="list-style-type: none"> Treasury gains helped ICICI Bank post a ~10% YoY increase in the consolidated net profit for Q1 FY25 at INR 11,696 Cr . However, growth in the core income slowed for the lender. Further, the bank stated that NIMs remained range bound after declining sequentially for the previous five quarters.
Operating Profit	18,077.28	15,659.67	15.44%	16,851.55	7.27%	
Net Profit	11,695.84	10,636.12	9.96%	11,671.52	0.21%	

*Consolidated figures have been used for the data

Corporate earnings

Particulars	Q1 FY25 (Jun'24)	Q1 FY24 (Jun'23)	Change from Q1 FY24	Q4 FY24 (Mar'24)	Change from Q4 FY24	Remarks
IndusInd Bank						
Total Income	14,988.38	12,939.47	15.83%	14,706.66	1.92%	<ul style="list-style-type: none"> IndusInd Bank's net profit rose marginally in Q1 FY25, increasing by only 2% YoY to INR 2,171 Cr due to higher provisions. Provisions and contingencies saw a rise of 6 % YoY to INR 1,050 Cr. The lender's performance was also impacted by slower loan growth in Q1 FY25 while the lending margins shrunk slightly.
Operating Profit	2,901.96	2,839.89	2.19%	3,131.31	-7.32%	
Net Profit	2,170.790	2,124.50	2.18%	2,349.150	-7.59%	
Shriram Finance						
Total Income	9,609.71	8,008.01	20.00%	9,497.85	1.18%	<ul style="list-style-type: none"> Shriram Finance reported a ~18% rise in its profit for Q1 FY25 due to strong demand in its key lending segments. Its earnings were boosted by higher commercial vehicle sales - which form its biggest financing segment - along with strength in its farm equipment and small business credit segments.
Operating Profit	2,666.59	2,247.62	18.64%	2,644.12	0.85%	
Net Profit	1,981.760	1,676.49	18.21%	1,948.82	1.69%	
NTPC						
Total Income	48,981.68	43,390.02	12.89%	48,816.55	0.34%	<ul style="list-style-type: none"> NTPC's total installed capacity increased by 3,024 megawatts to reach 76,048 MW by the end of June 2024, while the company's gross generation of power grew by 10.56% to 97.9 billion units. The robust double-digit growth in income and profit in Q1 FY25, came on the back of strong revenue flow from power generation business and improved operating performance.
Operating Profit	7,871.46	7,105.53	10.78%	8,375.12	-6.01%	
Net Profit	5,506.070	4,907.13	12.21%	6,490.05	-15.16%	

*Consolidated figures have been used for the data



Weekly Market Update

News & WSS

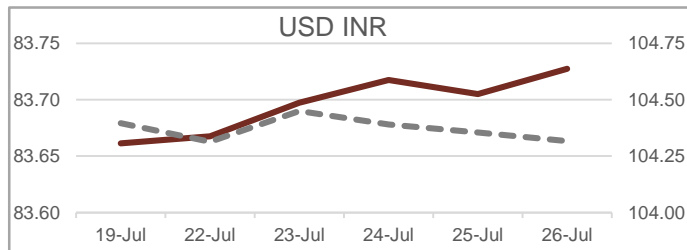
Bond

Money Market

Equity

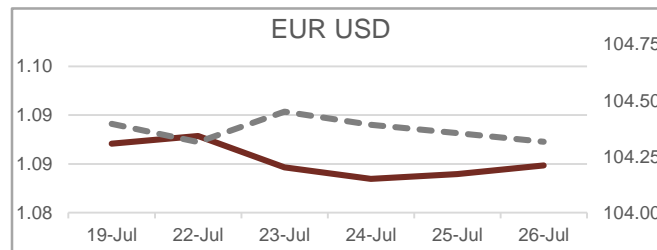
Forex & Crude

Foreign Exchange Report



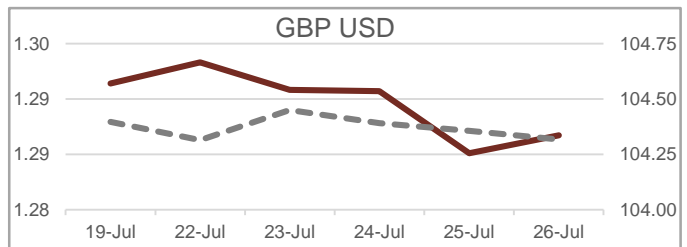
19-Jul	26-Jul
83.66	83.73
0.08%	

The Indian rupee depreciated during the week after the economic survey anticipated that India's GDP could grow at 6.5%-7% YoY in FY25, compared to 8.2% YoY for FY24 amid an expected slowdown in exports. Moreover, the rupee further depreciated after the Finance Minister in FY25 Union Budget announced an increase in capital gains tax and the removal of indexation benefits for immovable properties.



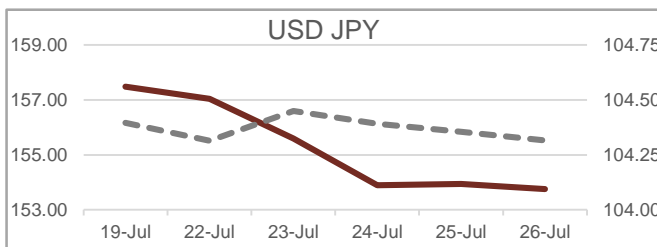
19-Jul	26-Jul
1.0882	1.0856
-0.24%	

The Euro depreciated during the week after preliminary data indicated Euro area manufacturing PMI decreased to 45.6 in Jul'24 compared to 45.8 in Jun'24 amid decline in new business. However, the depreciation of the currency was limited as dollar index declined in the week after US Core PCE rose to 0.2% MoM in Jun'24 compared to 0.1% MoM in May'24



19-Jul	26-Jul
1.2914	1.2867
-0.36%	

The British pound depreciated during the week after UK's retail sales declined by 1.2% MoM in Jun'24 compared to a rise of 2.9% in May'24 amid low footfall. Further, the British pound continued to depreciate in the week as UK business confidence declined to -9 in Jul'24 amid a decrease in export optimism.



19-Jul	26-Jul
157.48	153.76
-2.36%	

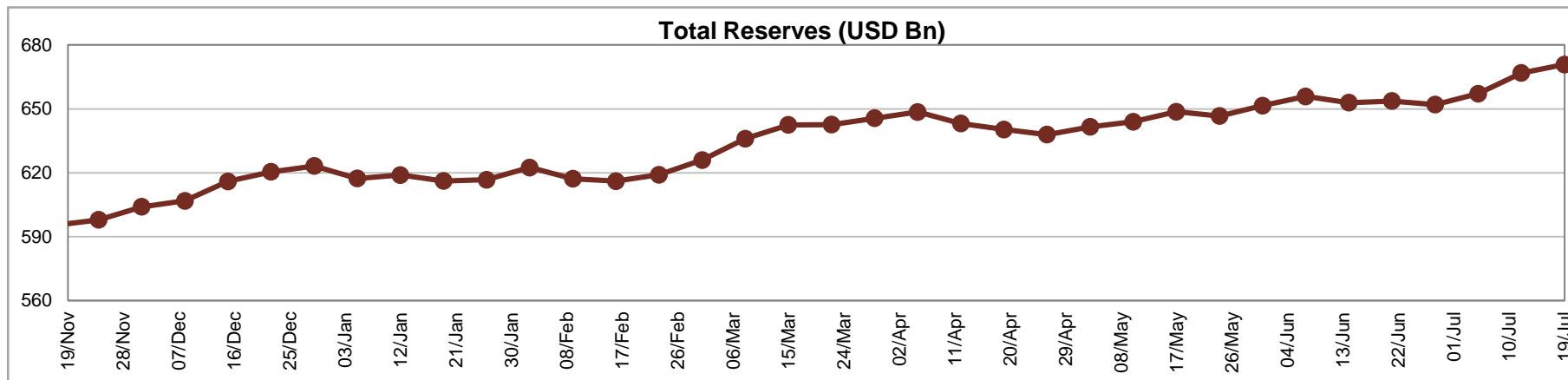
The Japanese yen largely appreciated during the week amid decline in dollar index. Moreover, the currency further appreciated as preliminary data indicated that Japan's Services PMI significantly increased to 53.9 in Jul'24 compared to 49.4 in prior month amid expansion in new orders.

Dollar Index ended the week lower by **-0.08%** at 104.32

--- Dollar Index

RBI Forex Reserves

	19-Jul-24	12-Jul-24	% Change (WoW)	% Change (MoM)	% Change (YoY)
Forex Reserves (USD Bn)	670.857	666.854	0.60%	2.62%	10.51%
Foreign Currency Assets (USD Bn)	588.048	585.470	0.44%	2.42%	9.35%
Gold Reserves (USD Bn)	59.992	58.663	2.27%	5.33%	31.52%
SDRs (USD Bn)	18.207	18.111	0.53%	0.88%	-1.4%
Reserves with IMF (USD Bn)	4.610	4.609	0.02%	0.83%	-11.28%



Brent Crude

Date	Day	Price (USD/bbl.)	
July 26, 2024	Friday	81.13	↓
July 25, 2024	Thursday	82.37	↑
July 24, 2024	Wednesday	81.71	↑
July 23, 2024	Tuesday	81.01	↓
July 22, 2024	Monday	82.40	↓



- Brent Crude ended the week lower by 1.82% to close at USD 81.13 and WTI Crude ended the week lower by 1.88% to close at USD 77.16.
- Crude oil prices opened the week lower and initially traded downwards after reports indicated that China's total fuel oil imports declined by 11% in H1CY24. Moreover, China's surprise rate cuts in the prior week also raised concerns regarding China's economy.
- During mid-week, oil prices traded upwards after EIA reported a larger-than-expected decline in US crude inventories by 3.7 million barrels and a substantial decrease in gasoline stocks by 5.6 million barrels for the week ended 19 Jul'24.
- In the fag end of the week, oil prices reversed their trajectory and traded downwards after reports suggested that some progress have been made towards the Gaza ceasefire proposal put forth by US President Joe Biden.
- As per Baker Hughes, the number of active oil rigs drilling for oil increased to 482 for the week ending July 26, 2024.

Things to watch out for during the week

Date	Country	Things to Watch Out For
30-Jul-24	Japan	Unemployment Rate
	Euro	GDP
31-Jul-24	Japan	Interest Rate Decision
	India	Infrastructure Output
	China	Manufacturing PMI
	US	Interest Rate Decision
01-Aug-24	UK	Interest Rate Decision
	US	S&P Global Manufacturing PMI
02-Aug-24	US	Unemployment Rate

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