

Good morning,  
Here's your daily market and economy update:

## Global:

- The OPEC and its allies have agreed to accelerate oil production in July and August by almost 650,000 barrels a day in both months, up from planned increases of around 400,000 b/d to cool down the crude price rally.
- The vice-chair of the Federal Reserve warned that the US central bank may need to extend its run of half-point rate rises into September if inflation does not slow sufficiently in the coming months.
- Ukraine's central bank has raised its benchmark lending rate from 10% to 25%, its first increase since Russia launched its full-scale invasion of the country in late February.

## Domestic:

- India's merchandise exports rose by 15.46% to USD 37.29 billion in May on account of healthy performance by sectors like petroleum products, electronic goods and chemicals, even as the trade deficit widened to USD 23.33 billion during the month.
- Coal import declined to 209 MT in FY22 against a peak of 248 MT in FY20 largely due to decrease in import by power sector. This is despite the fact that total thermal power generation in the country increased by 8% on y-o-y basis.
- FPI net outflows from Indian stock market touched Rs 45,276 crore in May, the second biggest single-month outflow since March 2020. It was the eighth consecutive month of net selling from foreign investors in Indian stocks, one of the longest ever streaks of selling seen on record.

## Global Indicators

	01-06-2022	02-06-2022	% / bps change
Dow	32,813	33,248	1.33
NASDAQ	11,994	12,317	2.69
S & P 500	4,101	4,177	1.84
Nikkei 225	27,458	27,414	-0.16
FTSE 100	7,533	NA	NA
US 10-yr (%)	2.93	2.91	-2 bps
UK 10-yr (%)	2.16	2.16	0 bps
Germany 10-yr (%)	1.19	1.24	5 bps
Gold (\$/t oz)	1,849	1,871	1.23
Crude Oil-WTI (\$/bbl)	115.26	116.87	1.40
Crude Oil-Brent (\$/bbl)	116.29	118.22	1.66
\$/€*	1.07	1.07	0.90
¥/\$*	130.15	129.88	-0.21
\$/£*	1.25	1.26	0.73

\*(-)Appreciation/(+)Depreciation; Source: WSJ

## Equity and Currency Markets - Domestic

	01-06-2022	02-06-2022	% change
Sensex	55,381	55,818	0.79
NIFTY	16,523	16,628	0.64
BSE SME IPO	12,523	12,490	-0.27
Rs/\$*	77.53	77.61	0.11
Rs/€*	83.15	82.96	-0.23

\*(-)Appreciation/(+) Depreciation; Source: Business Standard

## Corporate Bond Spreads over G-Sec (percentage point)\*- Domestic

10 Year	PSU, FIs & Banks	NBFCs	Corporates
AAA	0.12	0.28	0.2
AA+	0.47	0.73	0.58
AA	0.84	1.1	0.88
AA-	1.29	1.49	1.29
A+	2.04	3.24	2.54
A	2.29	3.49	2.79
A-	2.54	3.74	3.29
BBB+	3.04	4.24	3.79
BBB	3.29	4.49	4.04
BBB-	3.79	4.99	4.54

\*As of June 01, 2022; Source: FIMMDA

## FPI and MFs Investment Flows - Domestic

	Equity Net	Debt Net	Total (Net)^
Net FPI Flows (USD million)			
May-22	(5,179)	456	(4,730)
Jun-22*	(221)	(2)	(217)
01-Jun-22	(128)	15	(108)
02-Jun-22	(93)	(17)	(109)
MF Investments (Rs crore)			
May-22#	35,745	(18,073)	17,673

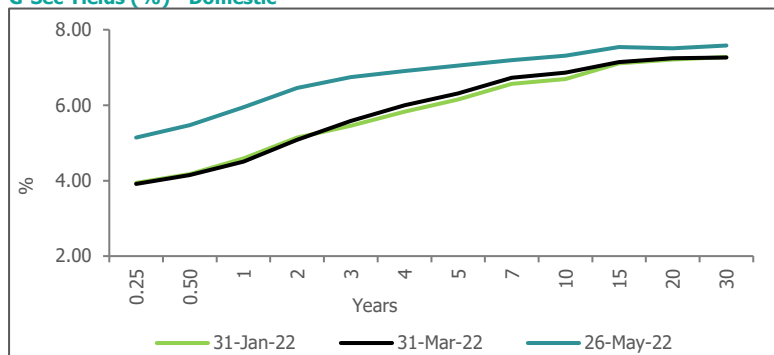
\*Latest data as of previous trading day; #Data till May 30, 2022; ^Total (Net) of equity, debt & hybrid; Source: NSDL, SEBI

## Money Market - Domestic

	01-06-2022	02-06-2022
Avg. Call Rate (%)	4.13	4.07
Vol. Traded (Rs crore)	12,737	11,866
Net banking system liquidity outstanding (Rs crore)*	(3,77,706)	(3,64,052)
T-Bills 91 days (%)	4.94	4.94
182 days (%)	5.47	NA
364 days (%)	6.00	6.07
G-sec 3 years (%)	6.93	6.97
5 years (%)	7.14	7.17
10 years (%)	7.42	7.43

\*(+/-)Deficit/(-)Surplus (Net banking system liquidity outstanding = total repo + MSF + SLF - total reverse repo); Source: RBI, CCIL

## G-Sec Yields (%) - Domestic



Source: FBIL

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