

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

Global:

- US consumer prices (CPI) accelerated to 8.6% in May, a 40-year high, as gasoline prices hit a record high and the cost of food soared. The core CPI, excluding more volatile food and energy components, rose 6% from a year ago.
- China's factory-gate inflation cooled to its slowest pace in 14 months in May, as tight COVID-19 curbs knocked demand for key industrial commodities. The producer price index (PPI) rose 6.4% year-on-year in May, after an 8.0% rise in April.
- Russia's central bank cut its key interest rate to the pre-crisis level of 9.5% on Friday and kept the door open to further easing as inflation slowed while noting uncertainty related to external risks such as the Western embargo on Russian oil.

Domestic:

- India's factory output growth accelerated to an eight-month high at 7.1% in April on the back of a lower base. Consumer durables (8.5%) registered positive growth after six-months of consecutive contraction, while manufacturing rose at 6.3%.
- The Indian crude oil basket hit a decade high of USD 121.28 per barrel on June 9, matching levels seen in February/March 2012 but retail selling prices of petrol and diesel continue to remain unchanged.
- The rupee closed at a record low of 77.84 against the dollar on Friday amid dollar gaining strength and elevated global crude oil prices.

Global Indicators

	09-06-2022	10-06-2022	% / bps change
Dow	32,273	31,393	-2.73
NASDAQ	11,754	11,340	-3.52
S & P 500	4,018	3,901	-2.91
Nikkei 225	28,247	27,824	-1.49
FTSE 100	7,476	7,318	-2.12
US 10-yr (%)	3.05	3.16	11 bps
UK 10-yr (%)	2.33	2.45	12 bps
Germany 10-yr (%)	1.43	1.52	9 bps
Gold (\$/t oz)	1,853	1,876	1.23
Crude Oil-WTI (\$/bbl)	121.51	120.67	-0.69
Crude Oil-Brent (\$/bbl)	123.07	122.01	-0.86
\$/€*	1.06	1.05	-0.95
¥/\$*	134.37	134.41	0.03
\$/£*	1.25	1.23	-1.44

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

Equity and Currency Markets - Domestic

	09-06-2022	10-06-2022	% change
Sensex	55,320	54,303	-1.84
NIFTY	16,478	16,202	-1.68
BSE SME IPO	12,608	12,581	-0.22
Rs/\$*	77.77	77.84	0.09
Rs/€*	83.32	82.49	-1.00

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

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

10 Year	PSU, FIs & Banks	NBFCs	Corporates
AAA	0.18	0.2	0.14
AA+	0.53	0.67	0.52
AA	0.9	1.04	0.82
AA-	1.35	1.43	1.23
A+	2.1	3.18	2.48
A	2.35	3.43	2.73
A-	2.6	3.68	3.23
BBB+	3.1	4.18	3.73
BBB	3.35	4.43	3.98
BBB-	3.85	4.93	4.48

*As of June 09, 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*	(1,788)	52	(1,707)
09-Jun-22	(310)	159	(150)
10-Jun-22	(180)	(1)	(166)
MF Investments (Rs crore)			
Jun-22#	47,617	(6,924)	40,693

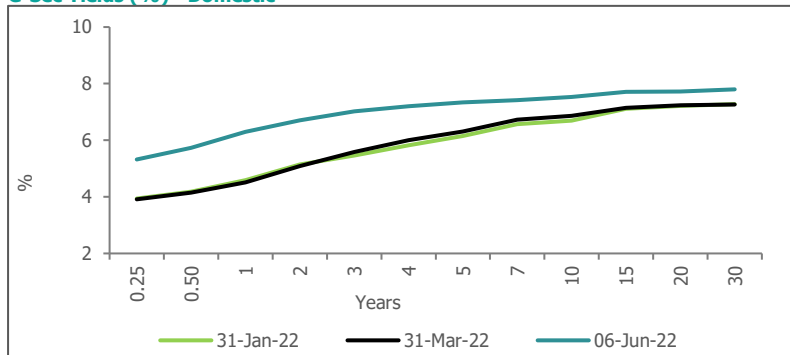
*Latest data as of previous trading day; #Data till June 08, 2022; ^Total (Net) of equity, debt & hybrid; Source: NSDL, SEBI

Money Market - Domestic

	09-06-2022	10-06-2022
Avg. Call Rate (%)	4.60	4.54
Vol. Traded (Rs crore)	15,185	11,777
Net banking system liquidity outstanding (Rs crore)*	(3,21,676)	(3,54,962)
T-Bills 91 days (%)	4.97	4.96
182 days (%)	5.53	5.57
364 days (%)	6.07	6.04
G-sec 3 years (%)	6.93	NA
5 years (%)	7.19	7.20
10 years (%)	7.51	7.52

*(+)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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