

Good Morning,

The market roundup for the global and domestic markets for **Friday (September 10, 2021)** is as follows.

- **US equity markets** ended lower as market sentiments were dampened by an uptick in US producer inflation, concerns over tapering by the Fed amid strengthening price pressures, the spread of delta variant of Covid-19 and its implications for economic recovery.
- **FTSE and Nikkei** ended higher as easing Sino-US tensions improved the investor risk appetite. The gains in **Nikkei** were also supported by economic stimulus hopes, plans of relaxing Covid-19 curbs and speeding up vaccination drives. Meanwhile, Britain's GDP grew by 0.1% in July. This lower than forecast GDP growth can be attributed to the restrictive measures imposed to curb the spread of coronavirus, muted services sector activity and worker shortages.
- **Crude oil** prices climbed on tight supply concerns following disruptions in the U.S. Gulf of Mexico's offshore oil production and fall in US crude oil inventories. **Gold prices** fell tracking strength in US Dollar.
- The **10-year US benchmark treasury yields** inched up, and the **US Dollar** strengthened against major currencies on account of safe-haven demand amid inflationary concerns.
- **Indian equity, debt and currency markets** were closed on Friday on account of a public holiday.

Table 1: Global Markets indicators

	09-09-2021	10-09-2021	% / bps change
Dow	34,879	34,608	-0.78
NASDAQ	15,248	15,115	-0.87
S & P 500	4,493	4,459	-0.77
Nikkei 225	30,008	30,382	1.25
FTSE 100	7,024	7,029	0.07
US 10-yr (%)	1.30	1.34	4.20 bps
UK 10-yr (%)	0.76	0.76	-0.15 bps
Germany 10-yr (%)	-0.33	-0.33	0.20 bps
Gold	1,800	1,792	-0.44
Crude Oil (WTI)	68.14	69.72	2.32
Crude Oil (Brent)	71.45	72.92	2.06
\$/€*	1.18	1.18	-0.08
¥/\$*	109.70	109.94	0.22
\$/£*	1.38	1.38	-0.03

* (-) Appreciation/ (+) Depreciation; ^ with a day's lag
Source: CNN, WSJ, Bloomberg.

Table 2: Domestic Market indicators

	09-09-2021	10-09-2021	% change
Sensex	58,305	NA	NA
NIFTY	17,369	NA	NA
BSE SME IPO	6,095	NA	NA
Rs/\$	73.50	NA	NA
Rs/€	86.87	NA	NA

Source: BSE, NSE, Mint * (-) Appreciation/ (+) Depreciation.

Table 3: FPI and MFs investment flows

US \$ Mn	Equity		Net	Debt		Net	Total (Net) ^
	Purchase	Sale		Purchase	Sale		
Net FPI Flows (US \$ mn)							
Aug-21	23,390	23,106	284	3,639	1,696	1,936	2,233
Sept-21*	9,546	8,946	601	1,436	995	441	1,037
08-Sept-21	1,011	923	88	142	107	35	121
09-Sept-21	1,180	1,293	(113)	152	181	(28)	(140)
MF Investments (Rs. Cr.)							
Sept-21#	26,835	25,208	1,627	42,785	35,307	7,478	9,105

Source: NSDL, SEBI *Data till September 9, 2021# Data till September 8, 2021 ^Total (Net) of equity, debt & hybrid

Table 4: Money Market view#

	08-09-2021	09-09-2021
Avg. Call Rate (%)	3.14	3.14
Vol. Traded (Rs. Cr.)	6,938	6,731
Net banking system liquidity outstanding	(8,40,720)	(7,79,543)
Daily liquidity injection (+) /absorption (-) #	(5,94,538)	(8,40,573)
T-Bills 91 days	3.28	3.28
182 days	3.37	3.32
364 days	3.56	3.32
G-Sec 3 years	4.86	4.84
5 years	5.61	5.61
10 years	6.19	6.18

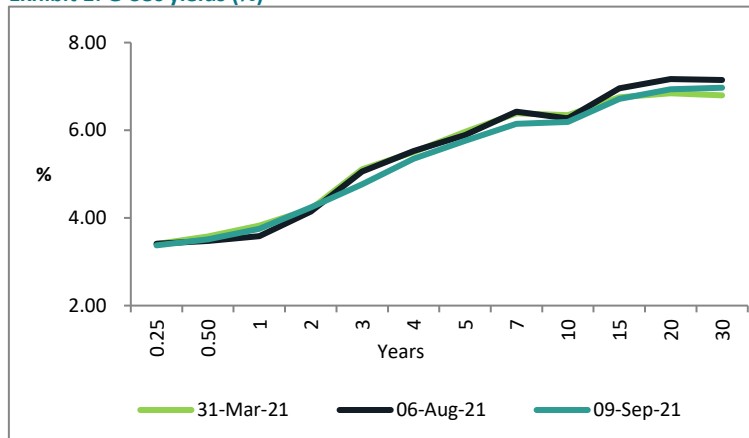
* + deficit/ - surplus (Net banking system liquidity outstanding = total repo + MSF + SLF - total reverse repo) #Daily liquidity injection (+) / absorption (-) = (Repo + MSF - Reverse Repo) auctioned on that day; Source: RBI, FBI, CCIL.

Table 5: Corporate bond spreads over G-sec (%) *

	10 Year	PSU, FIs & Banks	NBFCs	Corporates
AAA		0.56	0.52	0.48
AA+		1.12	0.94	0.96
AA		1.43	1.28	1.28
AA-		1.83	1.63	1.68
A+		2.83	3.63	3.18
A		3.08	3.88	3.43
A-		3.33	4.13	3.93
BBB+		3.83	4.63	4.43
BBB		4.08	4.88	4.68
BBB-		4.58	5.38	5.18

Source: FIMMDA *As on 8th September 2021

Exhibit 1: G-Sec yields (%)



Source: FIMMDA

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