

Good Morning,

The market roundup for the global and domestic markets for **Friday (June 11, 2021)** is as follows.

- **Dow Jones** ended flat while **NASDAQ** and **S&P** ended higher as investors continued to factor in the expectations of economic rebound against the risks posed by inflationary pressures. The **10-year US benchmark treasury yields** rose, and **US Dollar** strengthened on hopes of faster economic recovery.
- **European markets** closed higher driven by optimism over ECBs steady monetary support, improved growth outlook and swift vaccine rollouts. **FTSE** rose on upbeat prospects for the economy as data showed better than expected GDP growth of 2.3% in April.
- **Chinese markets** ended lower as market sentiments were subdued after data showed sluggish bank credit growth amid increasing debt levels. **Nikkei** ended flat as concerns over US price data and slow domestic recovery offset the optimism over falling coronavirus caseload.
- **Crude oil prices** ended higher on the back of strong demand outlook with opening up of economies and easing travel restrictions. **Gold prices** declined tracking the strength in the US dollar.
- **Indian equity markets** closed with gains led by IT, energy and pharma stocks as investor sentiments were boosted by relaxation of restrictions by states and optimism around economic rebound.
- **Rupee** weakened as the losses due to strong US dollar and rising crude oil prices outweighed gains from sustained FPI inflows. **The 10-year benchmark G-sec yields** declined on upbeat demand following details of the 3rd tranche of GSAP 1.0 and large devolution of 10-year bids to primary dealers.

Table 1: Global Markets indicators

	10-06-2021	11-06-2021	% / bps change
Dow	34,466	34,480	0.04
NASDAQ	14,020	14,069	0.35
S & P 500	4,239	4,247	0.19
Nikkei 225	28,959	28,949	-0.03
FTSE 100	7,088	7,134	0.65
US 10-yr (%)	1.46	1.46	0.50 bps
UK 10-yr (%)	0.75	0.71	-4.80 bps
Germany 10-yr (%)	-0.26	-0.27	-1.55 bps
3-month Libor (%) ^	0.125	0.119	-0.58 bps
6-month Libor (%) ^	0.157	0.148	-0.86 bps
Gold	1,896	1,880	-0.89
Crude Oil (WTI)	70.29	70.91	0.88
Crude Oil (Brent)	72.52	72.69	0.23
\$/€*	1.22	1.21	-0.71
¥/\$*	109.38	109.75	0.34
\$/£*	1.42	1.41	-0.44

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

Table 2: Domestic Market indicators

	10-06-2021	11-06-2021	% change
Sensex	52,300	52,475	0.33
NIFTY	15,738	15,799	0.39
BSE SME IPO	3,446	3,462	0.46
Rs/\$	73.06	73.08	0.03
Rs/€	88.94	88.67	-0.30

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

Table 3: FPI and MFs investment flows

US \$ Mn	Equity		Debt		Total (Net) ^		
	Purchase	Sale	Net	Purchase	Sale	Net	
Net FPI Flows (US \$ mn)							
May-21	24,294	23,545	749	2,287	2,220	67	906
June-21*	8,733	7,313	1,419	1,224	1,438	(214)	1,174
09-June-21	967	885	82	31	318	(287)	(217)
10-June-21	1,054	857	198	544	316	228	425
MF Investments (Rs. Cr.)							
June-21#	23786	24468	(682)	47092	42753	4339	3657

Source: NSDL, SEBI *Data till June 10, 2021# Data till June 10, 2021 ^Total (Net) of equity, debt & hybrid

Table 4: Money Market view#

	10-06-2021	11-06-2021
Avg. Call Rate (%)	3.09	3.1
Vol. Traded (Rs. Cr.)	6,947	6,927
MIBOR (Overnight) ^	3.36	3.37
Net banking system liquidity outstanding	(4,83,607)	(4,78,312)
Daily liquidity injection (+) /absorption (-) #	(3,67,572)	(3,62,277)
T-Bills 91 days *	3.38	3.38
182 days *	3.61	3.60
364 days *	3.69	3.69
G-Sec 3 years	4.92	4.89
5 years	5.50	5.51
10 years	6.02	6.01

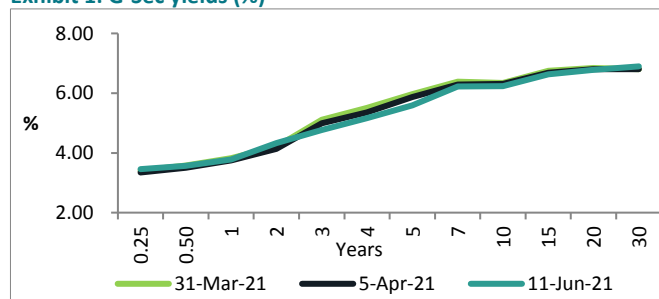
* + deficit/ - surplus (Net banking system liquidity outstanding = total repo + MSF + SLF - total reverse repo) #Daily liquidity injection (+) / absorption (-) = (Repo + MSF - Reverse Repo) auctioned on that day; Source: RBI, FBI, CCL; ^pertains to 4th & 7th June 2021 *with a day's lag

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

10 Year	09-06-2021	10-06-2021	10 year	09-06-2021	10-06-2021
AAA	0.31	0.30	A	3.18	3.17
AA+	0.77	0.76	A-	3.68	3.67
AA	1.03	1.02	BBB+	4.18	4.17
AA-	1.43	1.42	BBB	4.43	4.42
A+	2.93	2.92	BBB-	4.93	4.92

Source: FIMMDA

Exhibit 1: G-Sec yields (%)



Source: FIMMDA