

Good Morning,

The market roundup for the global and domestic markets for **Monday (September 13, 2021)** is as follows.

- **US equity markets** ended mixed (**Dow Jones** and **S&P** ended with gains while **NASDAQ** ended lower) as stocks linked to economic reopening gained. Gains were capped by the lingering inflationary fears and the tech-heavy **NASDAQ** ended in red on worries over China's regulatory crackdown. The **10-year US benchmark treasury yields** edged downwards, and the **US Dollar** strengthened against Euro and Yen ahead of the US inflation data.
- **European markets** (including **FTSE**) ended higher tracking gains in commodity-related stocks. Plans of booster vaccination campaign in the UK also uplifted the market sentiments. However, China's regulatory crackdown on tech companies stoked investor fears.
- Markets in **Japan** and **China** ended with gains on expectations of stimulus to boost economic growth. Investors looked forward to crucial economic data (China's retail sales and factory output) due later in the week.
- **Crude oil** prices rose on the back of tight supply conditions amid slow recovery of US Gulf of Mexico's oil production and the looming threat of another storm that could impact the oil output in Texas. **Gold prices** rose despite strength in US Dollar.
- **Indian equity markets** closed in red dragged by losses in financial stocks while technology, pharma and metal stocks gained. Investors awaited the inflation data for August due later in the day.
- **Rupee** weakened tracking strength in the American currency and lacklustre domestic equities. **The 10-year benchmark G-sec yields** witnessed an uptick to 6.19% ahead of the CPI data and rising international crude oil prices.

Table 1: Global Markets indicators

	10-09-2021	13-09-2021	% / bps change
Dow	34,608	34,870	0.76
NASDAQ	15,115	15,106	-0.07
S & P 500	4,459	4,469	0.23
Nikkei 225	30,382	30,447	0.22
FTSE 100	7,029	7,068	0.56
US 10-yr (%)	1.34	1.32	-1.70 bps
UK 10-yr (%)	0.76	0.74	-1.30 bps
Germany 10-yr (%)	-0.33	-0.33	0.15 bps
Gold	1,792	1,794	0.13
Crude Oil (WTI)	69.72	70.64	1.32
Crude Oil (Brent)	72.92	73.65	1.00
\$/€*	1.18	1.18	-0.04
¥/\$*	109.94	110.07	0.12
\$/£*	1.38	1.38	0.07

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

Table 2: Domestic Market indicators

	10-09-2021	13-09-2021	% change
Sensex	NA	58,178	-0.22
NIFTY	NA	17,355	-0.08
BSE SME IPO	NA	6,255	2.62
Rs/\$	NA	73.68	0.24
Rs/€	NA	86.82	-0.06

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*	11,002	10,240	762	1,713	1,132	582	1,341
09-Sept-21	1,180	1,293	(113)	152	181	(28)	(140)
13-Sept-21	1,456	1,294	161	278	137	141	303
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 13, 2021# Data till September 8, 2021 ^Total (Net) of equity, debt & hybrid

Table 4: Money Market view#

	09-09-2021	13-09-2021
Avg. Call Rate (%)	3.14	3.15
Vol. Traded (Rs. Cr.)	6,731	6,969
Net banking system liquidity outstanding	(7,79,543)	(8,38,944)
Daily liquidity injection (+) / absorption (-) #	(8,40,573)	(5,40,509)
T-Bills 91 days	3.28	3.27
182 days	3.32	3.35
364 days	3.32	3.50
G-Sec 3 years	4.84	4.86
5 years	5.61	5.63
10 years	6.18	6.19

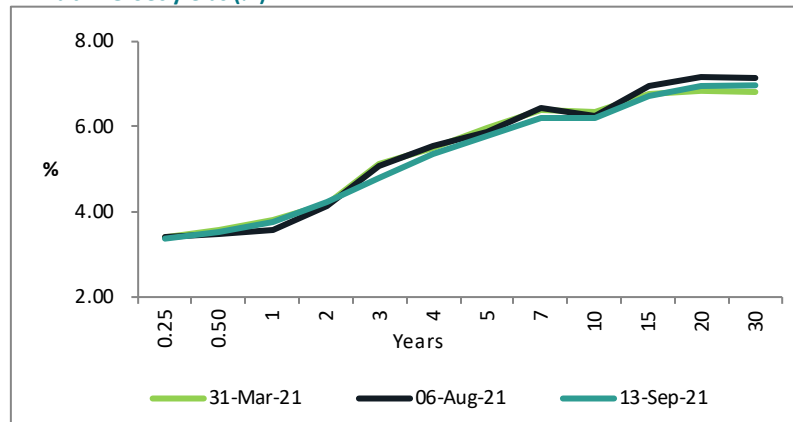
* + deficit/ - surplus (Net banking system liquidity outstanding = total repo + MSF + SLF - total reverse repo) #Daily liquidity injection (+) / absorption (-) = (Repo + MSF - Reverse Repo) auctioned on that day; Source: RBI, FBI, CCIL.

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

10 Year	PSU, FIs & Banks	NBFCs	Corporates
AAA	0.53	0.27	0.23
AA+	1.07	0.69	0.71
AA	1.38	1.03	1.03
AA-	1.78	1.38	1.43
A+	2.78	3.38	2.93
A	3.03	3.63	3.18
A-	3.28	3.88	3.68
BBB+	3.78	4.38	4.18
BBB	4.03	4.63	4.43
BBB-	4.53	5.13	4.93

Source: FIMMDA *As on 9th September 2021

Exhibit 1: G-Sec yields (%)



Source: FIMMDA