

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

Global:

- The Federal Reserve raised its benchmark policy rate by 0.75 percentage points for the first time in three decades and signalled an aggressive pace of monetary tightening in the coming months as it stepped up efforts to tame the highest US inflation in 40 years.
- The European Central Bank announced an emergency meeting to design new bond-buying plan to tackle rising borrowing costs in weaker eurozone economies. After the meeting, the central bank's governing council pledged to accelerate plans to create a new anti-fragmentation instrument.
- China's retail sales, an important gauge of consumption, fell for a third consecutive month in May by 6.7% (y-o-y) as lockdowns and zero-Covid strategy curtailed consumption growth.

Domestic:

- India's merchandise exports in May rose by 20.55% to USD 38.94 billion, while the trade deficit ballooned to a record USD 24.29 billion. The trade deficit was at USD 6.53 billion in the same month last year.
- India's palm oil imports in May fell 10% from a month ago as top producer Indonesia curbed exports of the edible oil, according to the trade body Solvent Extractors' Association (SEA) of India.
- India witnessed the sharpest rise among the Asian economies, with a six-position jump from 43rd to 37th rank on the annual World Competitiveness Index compiled by the Institute for Management Development, largely due to gains in economic performance.

Global Indicators

	14-06-2022	15-06-2022	% / bps change
Dow	30,365	30,669	1.00
NASDAQ	10,828	11,099	2.50
S & P 500	3,735	3,790	1.46
Nikkei 225	26,630	26,326	-1.14
FTSE 100	7,187	7,273	1.20
US 10-yr (%)	3.48	3.29	-19 bps
UK 10-yr (%)	2.59	2.47	-13 bps
Germany 10-yr (%)	1.75	1.64	-11 bps
Gold (\$/t oz)	1,814	1,820	0.34
Crude Oil-WTI (\$/bbl)	118.93	115.31	-3.04
Crude Oil-Brent (\$/bbl)	121.17	118.51	-2.20
\$/€*	1.04	1.04	0.28
¥/\$*	135.47	133.83	-1.21
\$/£*	1.20	1.22	1.48

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

Equity and Currency Markets - Domestic

	14-06-2022	15-06-2022	% change
Sensex	52,694	52,541	-0.29
NIFTY	15,732	15,692	-0.25
BSE SME IPO	12,180	12,227	0.39
Rs/\$*	78.00	78.07	0.09
Rs/€*	81.41	81.91	0.61

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

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

10 Year	PSU, FIs & Banks	NBFCs	Corporates
AAA	0.09	0.1	0.04
AA+	0.44	0.57	0.42
AA	0.81	0.94	0.72
AA-	1.26	1.33	1.13
A+	2.01	3.08	2.38
A	2.26	3.33	2.63
A-	2.51	3.58	3.13
BBB+	3.01	4.08	3.63
BBB	3.26	4.33	3.88
BBB-	3.76	4.83	4.38

*As of June 14, 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*	(3,206)	(169)	(3,375)
14-Jun-22	(456)	10	(447)
15-Jun-22	(553)	(10)	(564)
MF Investments (Rs crore)			
Jun-22#	4,762	(692)	4,069

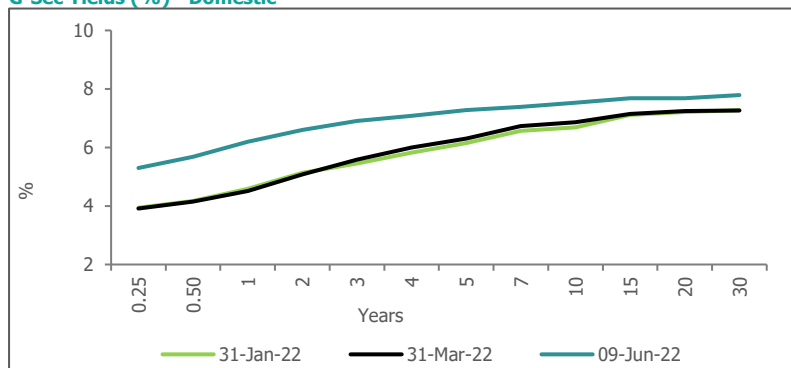
*Latest data as of previous trading day; #Data till June 08, 2022; ^Total (Net) of equity, debt & hybrid; Source: NSDL, SEBI

Money Market - Domestic

	14-06-2022	15-06-2022
Avg. Call Rate (%)	4.54	4.54
Vol. Traded (Rs crore)	10,724	11,191
Net banking system liquidity outstanding (Rs crore)*	(3,60,524)	(3,46,262)
T-Bills 91 days (%)	4.94	5.04
182 days (%)	5.61	5.70
364 days (%)	6.08	6.25
G-sec 3 years (%)	7.02	7.06
5 years (%)	7.32	7.32
10 years (%)	7.59	7.60

*(+/-)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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