

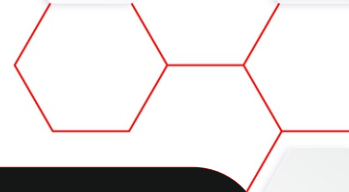


HSBC Mutual Fund

Market Flash

June 10, 2024





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Sensex turn choppy after hitting 77,000 mark; broader markets outperform

Indian bourses opened in green on Monday morning, with the benchmarks BSE Sensex and Nifty50 hitting record highs. The BSE Sensex hit 77,079 levels, while the Nifty50 was above 23,411 levels. However, markets erased early gains and turned choppy with Sensex and Nifty turning flat.

The rupee depreciated 10 paise to 83.50 against the US dollar in early trade on Monday, largely due to the rise in the dollar index and US yields.

At 10:20 AM, the frontline S&P BSE Sensex was trading at 76,767 up 74 points or 0.10%. Market breadth is positive and out of a total of 3,513 shares traded on the Bombay Stock Exchange, 2,307 advanced while 1,085 declined and 121 remained unchanged. The broader Nifty50 was at 23,338 levels up 48 points or 0.21%.

Broader indices outperformed the benchmarks with Mid Cap index rising 1.07% and the Small Cap index above 1.27%.

Among indices, Nifty PSU Bank, Nifty Real, and Nifty Oil and Gas shot up by 2.13%, 1.80% and 1.14%, respectively. On the other hand, Nifty IT was the only index trading in red down 1.04%.

WEEKLY REVIEW – JUNE 3 – JUNE 7, 2024

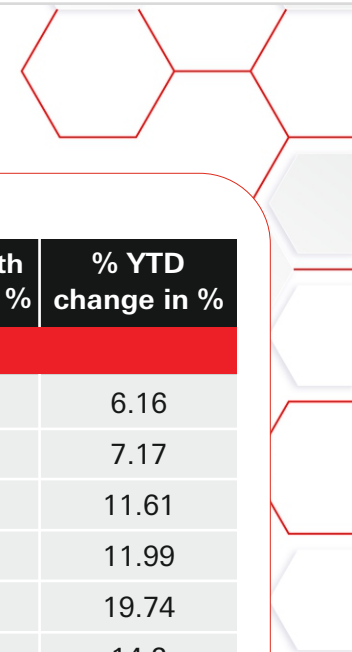
In a rather turbulent week, both the Sensex and Nifty experienced their most significant single day drop in four years. However, despite this sudden downturn, the market has managed to rebound swiftly, reaching new highs once again, buoyed by BJP-led NDA's re-election and global optimism.

The BJP-led National Democratic Alliance (NDA) established the new government when Narendra Modi got inaugurated as Prime Minister for a historic third consecutive term. The equity market edged higher in four out of five trading sessions in this week. The Nifty settled above the 23,250 mark.

The Reserve Bank of India (RBI) kept the repo rate and policy stance unchanged while raising the GDP estimates for FY25 and retaining the inflation target.

In the week ended on Friday, 07 June 2024, the S&P BSE Sensex soared 2,732.05 points or 3.69% to settle at 76,693.36. The Nifty 50 index jumped 759.45 points or 3.37% to settle at 23,290.15.

The BSE Mid Cap index advanced 2.94% to close at 44,111.44. The BSE Small Cap index rallied 3.11% to end at 48,731.55. INDIAVIX was flat to positive on Friday by 0.49% and is currently trading at 16.8825.



Indices	Last close	One-day change in %	One month change in %	% YTD change in %
Domestic				
S&P BSE Sensex	76,693.36	2.16	4.33	6.16
Nifty 50	23,290.15	2.05	4.43	7.17
S&P BSE 200	10,758.19	1.82	5.36	11.61
S&P BSE 500	34,402.70	1.84	5.56	11.99
S&P BSE Midcap	44,111.44	1.28	7.04	19.74
S&P BSE Smallcap	48,731.55	2.18	6.12	14.2
S&P BSE Auto	56,623.88	2.53	12.03	34.09
S&P BSE Bankex	56,766.69	1.09	3.35	4.39
S&P BSE Cap Goods	68,852.26	1.42	11.89	23.74
S&P BSE Consumer Durables	57,152.71	2.22	9.18	14.31
S&P BSE FMCG	20,883.10	1.13	4.13	2.03
S&P BSE Healthcare	36,301.88	1.65	3.51	15.06
S&P BSE IT	35,909.41	3.38	4.66	-0.28
S&P BSE Metal	33,281.05	2.15	7.84	23.31
S&P BSE Oil & Gas	28,614.34	1.84	2.47	24.3
S&P BSE Power	7,665.08	1.94	8.54	31.73
S&P BSE Realty	8,363.16	1.89	11.6	35.17

GLOBAL MARKETS

Asian stocks sank on Monday as traders heavily pared back on bets for Federal Reserve rate cuts this year given a still-tight U.S. labour market, while a snap election call in France sparked wider political concerns and weighed on the euro.

Trading was thinned in Asia with Australia, China, Hong Kong and Taiwan out for public holidays, but MSCI's broadest index of Asia-Pacific shares outside Japan still slumped 0.46%.

US futures eased slightly, with S&P 500 futures and Nasdaq futures down about 0.03% each, while the dollar was back on the front foot.

US Treasury yields similarly rose on Monday, reflecting the higher-for-longer US rate expectations.

The two-year yield and benchmark 10-year yield each ticked up about 1 bp to 4.8826% and 4.4414%, respectively.

Against the dollar, the yen fell 0.1% to 156.87. The dollar index, which measures the greenback against a basket of six peers, firmed to 105.10.

Japan's Nikkei took advantage of the weaker yen and rose 0.42%.

The Bank of Japan (BOJ) also holds its two-day monetary policy meeting this week and could offer fresh guidance on how it plans to scale back on its massive bond purchases.

RUPEE, OIL & FIIs

Indian Rupee: On Friday, the rupee appreciated 13 paise to 83.40 against the US dollar.

Crude Oil: Oil prices last traded higher, reversing slight falls from earlier in the session owing to a stronger dollar.

Brent crude futures gained 0.13% to \$79.72 a barrel, while US West Texas Intermediate crude futures ticked up 0.16% to \$75.65 per barrel.

FPIs & DIIs: Foreign portfolio investors (FPIs) have sold shares worth over Rs 18,109.44 crore in June 2024 (so far till 6th June). They offloaded shares worth 42,214.28 crore in May 2024.

Foreign institutional investors (FIIs) turned net buyers on June 7 as they bought Indian equities worth Rs 4,391.2 crore, while domestic institutional investors sold equities worth Rs 1,289.75 crore on the same day.

International

DJIA*	38,886.17	0.2	0.09	3.17
Nasdaq Composite*	17,173.12	-0.09	5.04	14.4
Nikkei 225 (Japan)	38,683.93	-0.05	-0.39	15.6
Straits Times (Singapore)	3,330.77	0	0.93	2.79
Hang Seng (Hong Kong)	18,366.95	-0.59	-0.61	7.74
Kospi Composite (Seoul)	2,722.67	1.23	-0.43	2.54
FTSE 100 (London)	8,285.34	0.47	0.87	7.14
Cac 40 (France)*	8,040.12	0.42	0.54	6.59
Xetra Dax (Germany)*	18,652.67	0.41	2.63	11.35
S&P 500 (US)*	5,352.96	-0.02	3.32	12.23
Shanghai (china)	3,051.28	0.08	-3.06	2.57
MICEX (Russia)*	3,230.83	1.2	-5.74	4.25
Bovespa (Brazil)*	1,22,898.80	1.23	-4.33	-8.41
JCI (Indonesia)	6,897.95	-1.1	-3.17	-5.15
SET (Thailand)	1,332.74	0.33	-3.17	-5.87

***Data as of Jun 6**

FII equity investments, Rs cr

	Buy	Sell	Net	MTD
06-Jun	14,541.00	21,311.00	-6,770.00	-16,972.00
May-24	3,95,943.69	4,21,203.38	-25,259.69	
Apr-24	3,35,086.26	3,41,906.51	-6,820.25	
Mar-24	3,49,396.70	3,18,499.69	30,897.01	
Feb-24	3,46,071.09	3,42,071.05	4,000.04	
Jan-24	3,34,371.62	3,60,482.66	-26,111.04	
Dec-23	3,10,626.00	2,52,127.73	58,498.27	
Last Close	23,244.00	28,049.00	-4,805.00	
6 Months average	3,45,249.23	3,39,381.84	5,867.39	

MF equity investments, Rs cr

	Buy	Sell	Net	MTD
06-Jun	23,500.00	20,674.00	2,826.00	-80.00*
May-24	249910.78	202244.53	47666.25	
Apr-24	206765.05	173941.35	32823.7	
Mar-24	201194.39	157327.2	43867.19	
Feb-24	193495.11	178241.96	15253.15	
Jan-24	212804.1	189734.7	23069.4	
Dec-23	184663.33	161059.58	23603.75	
Last Close	18,100.00	24,375.00	-6,275.00	
6 Months average	2,08,138.79	1,77,091.55	31,047.24	

-MF Data as of Jun 5

WEEK AHEAD

With the conclusion of the Lok Sabha polls and the RBI meeting, attention now turns to global factors, the domestic and global macroeconomic data, trend in global stock markets, the movement of rupee against the dollar and crude oil prices will also dictate trend on the bourses. Investment by foreign portfolio investors (FPIs) and domestic institutional investors (DIIs) will also be monitored.

India's industrial production data for April will be released on Wednesday, 12 June 2024.

India's inflation rate for May will also be released on Wednesday, 12 June 2024.

India's Balance of Trade data for May will be released on Friday, 14 June 2024.

Globally, China's inflation rate for May will be released on Wednesday, 12 June 2024.

US core and consumer price inflation figures for May will be announced on Wednesday, 12 June 2024.

US Fed interest rate decision and FOMC economic projections are scheduled on Wednesday, 12 June 2024.

Source: Bloomberg, BSE, HSBC MF, CRISIL, Capital Market

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