

# WEEKLY YIELD

## Update of Equity & Debt Market

November 24, 2023

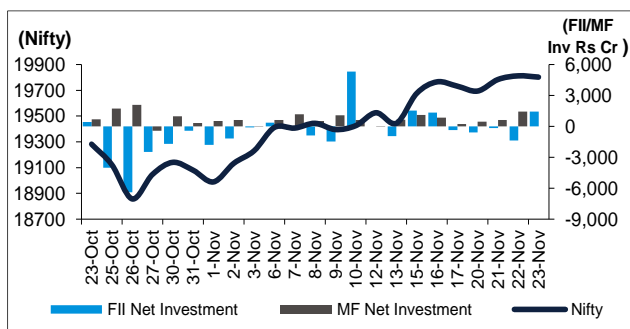


### DOMESTIC EQUITY

- Indian equity indices ended higher this week tracking the rally in the US stocks and an intermittent fall in oil prices. The easing worries about US Fed rate hikes also aided the market rally. S&P BSE Sensex and Nifty 50 rose about 0.3% each. Meanwhile, investors remained on the edge ahead of state elections.
- Most sectors ended higher, with realty, power, and consumer durables the most. S&P BSE Realty, S&P BSE Power and S&P BSE Consumer Durables were high 1.48%, 1.43% and 1% respectively.

Broad Indices	Week change%	3 months change%	1 year change%
S&P BSE Sensex	0.27	1.10	5.94
Nifty 50	0.32	2.10	7.09
S&P BSE Midcap	0.69	8.49	32.33
S&P BSE Smallcap	0.53	10.14	37.26
S&P BSE Bankex	0.34	-1.34	0.33
S&P BSE CG	-0.34	9.84	45.08
S&P BSE FMCG	-0.32	1.24	18.17
S&P BSE IT	-0.34	4.07	8.10
S&P BSE Healthcare	0.83	6.59	26.05

Source: BSE, NSE



Source: SEBI, NSE



### GLOBAL EQUITY

- US stocks closed higher in the holiday-shortened week, due to strong buying in the shares of a multinational technology corporation and upbeat earnings reports of a few companies.
- Britain's FTSE declined 0.3%, due to a persistent sell-off in energy stocks. Meanwhile, investors remained on the edges following the chancellor's autumn statement which despite promising significant tax cuts left the UK tax burden at the highest level since 1948.
- Asian markets mostly higher. Japan's Nikkei Index marginally higher in the holiday-shortened week on strong quarterly earnings and weaker Yen that buoyed exporters' stocks.
- Hong Kong's Hang Seng rose 0.60%, after the Shenzhen city lowered the down payments for second-home purchases to support the housing market and sell-off in domestic stocks by Chinese investors. However, these gains were capped towards the end of the week, due to weak corporate earnings.
- China's Shanghai Composite declined 0.4%, due to fall in the technology stocks. Meanwhile, as investors awaited more cues on stimulus measures promised by the government.



### DOMESTIC DEBT

Indicators	Nov 24, 2023	Previous Week	Trend
Call Rate	6.75%	6.75%	↔
3 M CP	7.78%	7.75%	↑
1 Yr CP	8.05%	8.00%	↑
3 M CD	7.29%	7.27%	↑
1 Yr CD	7.75%	7.70%	↑
5 Yr AAA	7.70%	7.67%	↑
1 Yr G-Sec*	7.16%	7.15%	↑
5 Yr G-Sec*	7.30%	7.25%	↑
10 Yr G-Sec*	7.27%	7.21%	↑
USD/INR*	83.37	83.27	↑

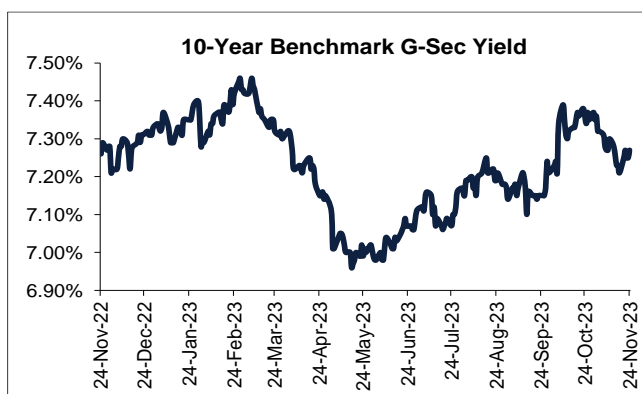
# WEEKLY YIELD

## Update of Equity & Debt Market

November 24, 2023

Source: CRISIL Fixed Income Database, RESERVE BANK OF INDIA  
\*Weighted Average Yield

- Government bond prices ended lower in the week to November 24, 2023. Yield on the 10-year benchmark 7.18% 2033 paper closed higher at 7.27% on November 24, 2023 compared with 7.22% on November 17, 2023.
- Yields rose amid weaker-than-expected demand for bonds at the weekly debt auction.
- In the debt sale held on November 24, 2023, the RBI auctioned 7.33% GS (Government Security) 2026, 7.18% GS 2037 and 7.25% GS 2063 for a total notified amount of Rs 30,000 crore.
- Bond prices gain slightly earlier in this week, due to an intermittent fall in the global crude oil prices and US Treasury yields. Meanwhile, reports suggested that investors are awaiting a decision on the inclusion of Indian bonds in the Bloomberg Global Aggregate, after JPMorgan added the notes to its emerging market index in September.



Source: CRISIL Fixed Income Database

### GLOBAL DEBT

- US Treasury prices rose in this holiday-shortened week on lingering concerns around the Fed's ability to deliver a soft landing.
- Mixed economic data buoyed prices of safe-haven bond amid growing concerns about an economic slowdown that some fear could lead to a recession.

However, earlier in this week yield witnessed some gains as the market braces for the sale of \$249 billion in the US government debt over the next two days as investors seek a slightly higher premium in a week.

- Yield on the 10-year benchmark US Treasury bond ended at 4.41% on November 23, 2023 compared with 4.44% on November 19, 2023.



### DOMESTIC NEWS

- The Finance Ministry said in its latest monthly economic review that India is expected to end Financial Year 2023-24 (FY24) with strong growth and macroeconomic stability, although inflation and the impact of external factors on the rupee could pose risks.
- The Finance Ministry said that the combination of rapid reversal of rate hike expectations in the US, the slide in the 10-year US treasury yield and the decline in global oil prices is "good news" for India and other emerging markets.
- Reserve Bank of India's (RBI's) Governor, Mr. Shaktikanta Das said that the headline inflation remains vulnerable to recurring and overlapping shocks due to overseas plus domestic factors.
- Prime Minister, Mr. Narendra Modi proposed the creation of a global social impact fund to spread and implement Digital Public Infrastructure (DPI) in the countries of the Global South.
- Finance Minister, Ms. Nirmala Sitharaman said that in order to prevent scam artists from abusing the system, people must become more conscious of cyberfrauds and take control of technology.
- Finance Minister, Ms. Nirmala Sitharaman supported the Reserve Bank of India's (RBI's) move to curb exuberance in lending, saying Non-banking Financial Companies (NBFCs) and Small Finance Banks needed to remain cautious.
- The Centre proposed a National Pharmacy Register with details of all pharmacy professionals as part of a draft Bill.

# WEEKLY YIELD

## Update of Equity & Debt Market

November 24, 2023



### GLOBAL NEWS

- RBI permitted banks to open additional current account for exports proceeds in addition to special rupee vostro accounts with a view to provide greater operational flexibility to exporters.
- RBI Governor, Mr. Shaktikanta Das said that the rupee has witnessed "low volatility" and orderly movements as compared to its peers.
- RBI Governor asked NBFC's to be "judicious" in using the flexibility on the interest rates they charge from borrowers and emphasized the increasing connectivity with banks.
- RBI Governor, Mr. Shaktikanta Das cautioned the country's lenders against "all forms of exuberance".
- Reserve Bank of India's Deputy Governor Mr. M. Rajeshwar Rao requested banks to focus more on redressal of customer grievances. He also said an overdose of risk in banks and finance companies can be disastrous if not managed efficiently.
- Securities and Exchange Board of India (SEBI) Chairperson Ms. Madhabi Puri Buch said that Investor Risk Reduction Access (IRRA) platform "is like a safety net for a trapeze artist, he hopes to never use it, but it has to be there.
- SEBI eased the provision of requiring the freezing of folios without Permanent Account Number (PAN), Know Your Consumer (KYC) details and nomination for all holders of physical securities.
- Pension Fund Regulatory and Development Authority (PFRDA) Chairperson, Mr. Deepak Mohanty said that there is a need for increase in the income tax benefit for corporate sector employers contributing to the national pension system (NPS) to 12% and extend systematic lump sum withdrawal (SLW) to 100% under the scheme.
- The Confederation of Indian Industry (CII) proposed a system to be implemented to prevent sales of those products on e-commerce platforms which are a "dead copy" of specific product as unfair competition.
- Federal Open Market Committee (FOMC) Meeting minutes showed that policy makers agreed to "proceed carefully" and only raise interest rates if progress in controlling inflation faltered.
- US Housing starts rose by 1.9% over month to a seasonally adjusted annualized rate of 1.372 million in October 2023, from the upward revision of 1.471 million in September 2023.
- US Existing Home Sales sank 4.1% on month to a seasonally adjusted annualized rate of 3.79 million units in October 2023 from revised -2.2% or 3.96 million units in September 2023.
- US Building permits rose by 1.1% to a seasonally adjusted annual rate of 1.487 million in October 2023, up from September 2023's 1.471 million.
- US Michigan Consumer Sentiment Final fell to 61.3 in November 2023 from 63.8 in the month of October 2023.
- US Michigan Inflation Expectations Final rose to a one-year high of 4.5% in November 2023, up from revised 4.4% growth in the prior month.
- Eurozone Inflation Rate eased to 2.9% on year in October 2023 compared to 4.3% in September 2023.
- Eurozone Consumer Price Index (CPI) increased to 124.54 points in October 2023 from 124.43 points in September 2023 while Consumer Confidence flash rose by -16.9 in from revised -17.8.
- UK S&P Global/CIPS Manufacturing PMI flash rose to 46.7 in November 2023, up from 44.8 in October 2023 while Services PMI flash rose to 50.5 up from 49.5 and composite PMI Flash rose to 50.1 from 48.7.
- UK GfK Consumer Confidence rose to -24 in November 2023 from -30 in October 2023.
- Japan inflation rose to 3.3% on year in October 2023 from 3.0% in September 2023 while core inflation rose 2.9% on year from 2.8%.

# WEEKLY YIELD

## Update of Equity & Debt Market

November 24, 2023

DAY	EVENTS
Monday, Nov 27, 2023	<ul style="list-style-type: none"> <li>• US Build Permits, October</li> <li>• US New Home Sales, October</li> <li>• US Dallas Fed Manufacturing Index, November</li> <li>• China Industrial Profit, October</li> </ul>
Tuesday, Nov 28, 2023	<ul style="list-style-type: none"> <li>• US S&amp;P/Case-Shiller Home Price, September</li> <li>• US House Price Index, September</li> <li>• US CB Consumer Confidence, November</li> <li>• US Dallas Fed Services Index, November</li> <li>• US Fed Manufacturing Index, November</li> </ul>
Wednesday, Nov 29, 2023	<ul style="list-style-type: none"> <li>• US GDP Growth Rate QoQ 2nd Est, Q3</li> <li>• US Core PCE Prices QoQ 2nd Est, Q3</li> <li>• Eurozone Consumer Confidence Final, November</li> <li>• Eurozone Consumer Inflation Expectations, November</li> </ul>
Thursday, Nov 30, 2023	<ul style="list-style-type: none"> <li>• US PCE Price Index, October</li> <li>• US Initial Jobless Claims, November 20</li> <li>• US Chicago PMI, November</li> <li>• US Pending Homes Index, October</li> <li>• Eurozone Inflation Rate, November</li> <li>• Eurozone Unemployment Rate, October</li> <li>• China NBS Manufacturing/ Services / Composite PMI, November</li> <li>• Japan Housing Starts, October</li> <li>• Japan Retail Sales, October</li> <li>• India GDP Growth Rate, Q3</li> <li>• India Infrastructure Output, October</li> <li>• India Fiscal Deficit, October</li> </ul>
Friday, Dec 1, 2023	<ul style="list-style-type: none"> <li>• US S&amp;P Global Manufacturing PMI Flash, November</li> <li>• US ISM manufacturing PMI, November</li> <li>• Eurozone HCOB Manufacturing PMI Final, November</li> <li>• China Caixin Manufacturing PMI, November</li> <li>• Japan unemployment rate, October</li> <li>• India S&amp;P Global Manufacturing PMI, November</li> <li>• India FX Reserves, November 24</li> </ul>

# WEEKLY YIELD

## Update of Equity & Debt Market

November 24, 2023

Source: CRISIL

**Disclaimer:** CRISIL Research, a division of CRISIL Limited (CRISIL) has taken due care and caution in preparing this Report based on the information obtained by CRISIL from sources which it considers reliable (Data). However, CRISIL does not guarantee the accuracy, adequacy or completeness of the Data / Report and is not responsible for any errors or omissions or for the results obtained from the use of Data / Report. This Report is not a recommendation to invest / disinvest in any entity covered in the Report and no part of this report should be construed as an investment advice. CRISIL especially states that it has no financial liability whatsoever to the subscribers/ users/ transmitters/ distributors of this Report. CRISIL Research operates independently of, and does not have access to information obtained by CRISIL's Ratings Division / CRISIL Risk and Infrastructure Solutions Limited (CRIS), which may, in their regular operations, obtain information of a confidential nature. The views expressed in this Report are that of CRISIL Research and not of CRISIL's Ratings Division / CRIS. No part of this Report may be published / reproduced in any form without CRISIL's prior written approval. CRISIL or its associates may have commercial transactions with the company/entity.

**MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.**

**Disclaimers:** This document is for information purposes only and is not an offer to sell or a solicitation to buy any mutual fund units / securities or to have business relations with Union Asset Management Company Private Limited (the AMC) / Union Trustee Company Private Limited (the Trustee Company) or any of its associates. The information in this document is as of Nov 24, 2023, unless stated otherwise, and may change without notice. The information in this document alone is not sufficient and should not be used for the development or implementation of an investment strategy. Neither the Sponsors/the AMC/ the Trustee Company/ their associates/ any person connected with it, accepts any liability arising from the use of this information.

This report and the views expressed in this report are that of CRISIL Research. The Sponsors/ the AMC/ the Trustee Company/ their associates/ any person connected with it, do not warrant the completeness or accuracy of the information and disclaim all liabilities, losses and damages arising out of the use of this information. The recipients of this material should rely on their investigations and take their own professional advice.

**Statutory Details:** Constitution: Union Mutual Fund has been set up as a Trust under the Indian Trusts Act, 1882; Sponsors: Union Bank of India and Dai-ichi Life Holdings, Inc.; Trustee: Union Trustee Company Private Limited, [Corporate Identity Number (CIN): U65923MH2009PTC198198], a company incorporated under the Companies Act, 1956 with a limited liability; Investment Manager: Union Asset Management Company Private Limited, [Corporate Identity Number (CIN): U65923MH2009PTC198201], a company incorporated under the Companies Act, 1956 with a limited liability. Registered Office: Unit 503, 5th Floor, Leela Business Park, Andheri Kurla Road, Andheri (East), Mumbai - 400059. Toll Free No. 18002002268/ 18005722268 · Non Toll Free. 022-67483333 · Fax No: 022-67483402 · Website: [www.unionmf.com](http://www.unionmf.com) · Email: [investorcare@unionmf.com](mailto:investorcare@unionmf.com)