

Market Summary



Key Domestic Market Highlights

- Domestic equity markets rose during the month under review with key benchmark indices S&P BSE Sensex and Nifty 50 gaining more than 3% each. Nifty 50 reclaimed the 18,000 mark, while the S&P BSE Sensex closed above 61,000. The market rally was broad based as the mid cap segment and the small cap segment also closed the month in green.
- Domestic equity markets rose initially on the back of upbeat domestic macroeconomic data. Sentiments were further boosted after the Reserve Bank of India led Monetary Policy Committee on Apr 6 kept interest rates on hold in its monetary policy review. The outcome of the monetary policy came as a welcome and surprising relief to the markets.
- Sentiments improved further as upbeat corporate earning numbers for the quarter ended Mar 2023 from several index heavyweights boosted market sentiments. Market participants remained optimistic as they pinned their hopes on the growth prospects of the domestic economy despite the current global macroeconomic challenges. Positive cues from U.S. equity markets also added to the gains following upbeat corporate earning numbers for the quarter ended Mar 2023 from a major American multinational technology conglomerate.
- However, gains were capped due to panic selling in IT stocks after two domestic IT behemoths came out with their earning numbers for the fourth quarter of FY23 which was below market expectations.



Key Global Market Highlights

- U.S. equity markets rose following upbeat corporate earning numbers for the quarter ended Mar 2023 from a major American multinational technology conglomerate and some other big-name companies. Gains were extended after the annual rate of consumer price growth in U.S. slowed in Mar 2023.
- U.S. Treasury prices rose towards the end of the month as its safe haven appeal improved on rising concerns about the U.S. banking sector and the possibility of an imminent recession. Gains were extended after data showed that the pace of U.S. inflation was slowing. However, most of the gains were neutralized after U.S. Federal Reserve officials advocated for further interest rate hikes as U.S. inflation continued to remain at elevated levels.
- European equity markets rose after preliminary data showed that recovery of the eurozone economy gathered pace as eurozone private sector activity expanded at the fastest pace in nearly a year in Apr 2023. Market sentiments were further boosted after growth of China's economy for the first quarter of 2023 was better than market expectations and Eurozone inflation eased to a 13-month low in Mar 2023.
- Asian equity markets mostly rose after a private survey showed activity in China's services sector grew at the fastest pace in two and a half years in Mar. Sentiments were further boosted after growth of China's economy for the first quarter of 2023 was better than market expectations.

Category-wise Fixed Income Returns

2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	CYTD
UST 9.43%	10 Y GILT 15.28%	LT 8.93%	10 Y GILT 14.24%	UST 6.86%	10 Y GILT 8.00%	LT 12.20%	LT 13.46%	LT 4.22%	UST 5.29%	10 Y GILT 3.63%
LIQ 9.34%	LT 14.04%	UST 8.59%	LT 13.09%	LIQ 6.57%	UST 7.96%	10 Y GILT 11.34%	10 Y GILT 13.20%	ST 4.07%	LIQ 5.23%	LT 3.16%
ST 8.03%	ST 10.47%	ST 8.55%	ST 9.28%	ST 6.35%	LIQ 7.25%	ST 9.15%	ST 10.13%	UST 3.93%	ST 3.75%	ST 2.56%
LT 5.11%	UST 9.52%	LIQ 8.30%	UST 8.04%	LT 5.55%	ST 6.65%	UST 7.84%	UST 5.58%	LIQ 3.56%	LT 2.71%	UST 2.52%
10 Y GILT 2.65%	LIQ 9.23%	10 Y GILT 8.17%	LIQ 7.45%	10 Y GILT 3.52%	LT 6.04%	LIQ 6.74%	LIQ 4.43%	10 Y GILT 3.13%	10 Y GILT 2.34%	LIQ 2.36%
LIQ	Liquid Returns represented by ICRA Liquid Index									
ST	Short Term Returns represented by Nifty Short Duration Debt Index									
LT	Long Term Returns represented by ICRA Composite Bond Fund Index									
UST	Low Duration Returns represented by NIFTY Ultra Short Duration Debt Index									
10 Y Gilt	10 Year G-sec Returns represented by ICRA Composite Gilt Index									

Source: MFI Explorer

Equity Market Round Up

Equity Market Commentary

- Domestic equity markets rose during the month under review with key benchmark indices S&P BSE Sensex and Nifty 50 gaining more than 3% each. Nifty 50 reclaimed the 18,000 mark, while the S&P BSE Sensex closed above 61,000. The market rally was broad based as the mid cap segment and the small cap segment also closed the month in green.
- Domestic equity markets rose initially on the back of upbeat domestic macroeconomic data. Sentiments were further boosted after the Reserve Bank of India led Monetary Policy Committee on Apr 6 kept interest rates on hold in its monetary policy review. The outcome of the monetary policy came as a welcome and surprising relief to the markets. Sentiments improved further towards the end of the month as upbeat corporate earning numbers for the quarter ended Mar 2023 from several index heavyweights boosted market sentiments. Market participants remained optimistic as they pinned their hopes on the growth prospects of the domestic economy despite the current global macroeconomic challenges. However, gains were capped due to panic selling in IT stocks after two domestic IT behemoths came out with their earning numbers for the fourth quarter of FY23 which was below market expectations.
- U.S. equity markets rose following upbeat corporate earning numbers for the quarter ended Mar 2023 from a major American multinational technology conglomerate and some other big-name companies. Gains were extended after the annual rate of consumer price growth in U.S. slowed in Mar 2023. However, gains were capped after the U.S. economic growth slowed more than expected in the first quarter of 2023. Sentiments were also dampened amid renewed concerns over its banking sector after a prominent bank in U.S. came out with downbeat earning numbers for the quarter ended Mar 2023.
- European equity markets rose after preliminary data showed that recovery of the eurozone economy gathered pace as eurozone private sector activity expanded at the fastest pace in nearly a year in Apr 2023. Market sentiments were further boosted after growth of China's economy for the first quarter of 2023 was better than market expectations and Eurozone inflation eased to a 13-month low in Mar 2023.
- Asian equity markets mostly rose after a private survey showed activity in China's services sector grew at the fastest pace in two and a half years in Mar on robust new orders and job creation. Sentiments were further boosted after growth of China's economy for the first quarter of 2023 was better than market expectations. Gains were extended after the People's Bank of China boosted short-term liquidity via reverse repos. Japanese markets benefitted as the yen slumped after the Bank of Japan kept interest rates ultra-low and announced a broad review of its longstanding monetary easing measures. However, lingering concerns over tensions between U.S. and China, and worries over slowdown in global growth weighed on the market sentiment.

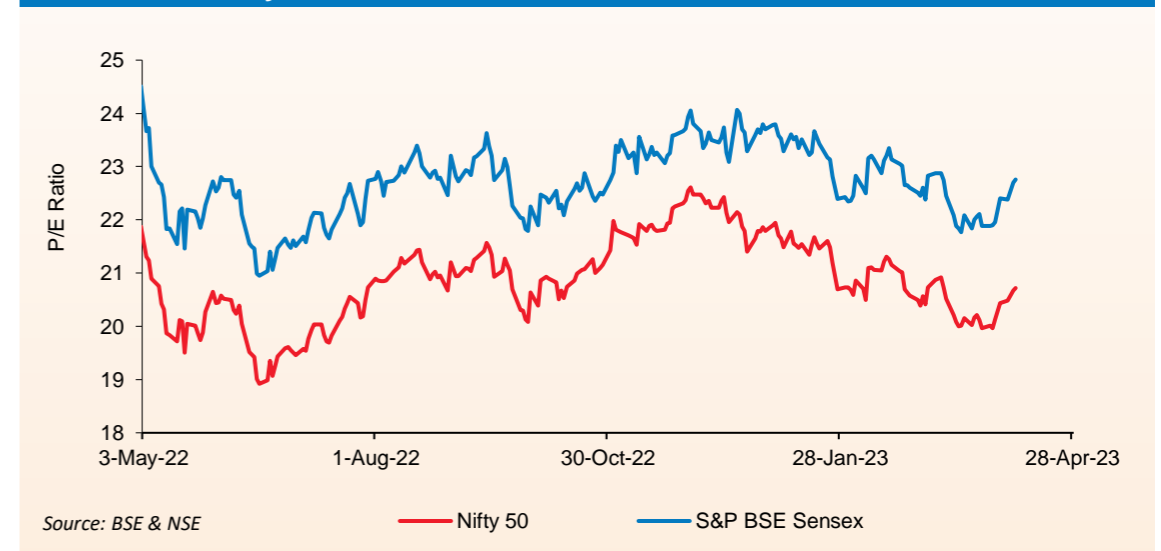
Broad Indices	28-Apr-23	% Change (MoM)	% Change (YoY)
S&P BSE Sensex	61,112.44	3.60	7.12
Nifty 50	18,065.00	4.06	5.64
S&P BSE 500	24,209.37	4.53	2.80
Nifty 500	15,219.55	4.55	2.96
S&P BSE Mid Cap	25,492.43	5.93	4.41
Nifty Mid Cap 100	31,794.75	5.86	6.43

Source: BSE & NSE

Sector Indices	28-Apr-23	% Change (MoM)	% Change (YoY)
S&P BSE Auto	30,325.51	7.36	20.35
S&P BSE Bankex	48,981.83	6.41	17.99
S&P BSE CD	38,374.18	1.98	-10.09
S&P BSE CG	36,738.88	6.89	34.34
S&P BSE FMCG	17,238.74	4.56	22.48
S&P BSE HC	23,033.93	5.26	-5.38
S&P BSE IT	27,503.49	-3.43	-14.06
S&P BSE Metal	20,134.69	4.95	-7.04
S&P BSE Oil & Gas	18,271.28	5.11	-6.31
S&P BSE Power Index	3,743.87	3.83	-21.66
S&P BSE PSU	10,184.81	7.24	15.15
S&P BSE Realty	3,560.04	14.78	0.88
S&P BSE Teck	12,538.02	-3.39	-12.59

Source: BSE

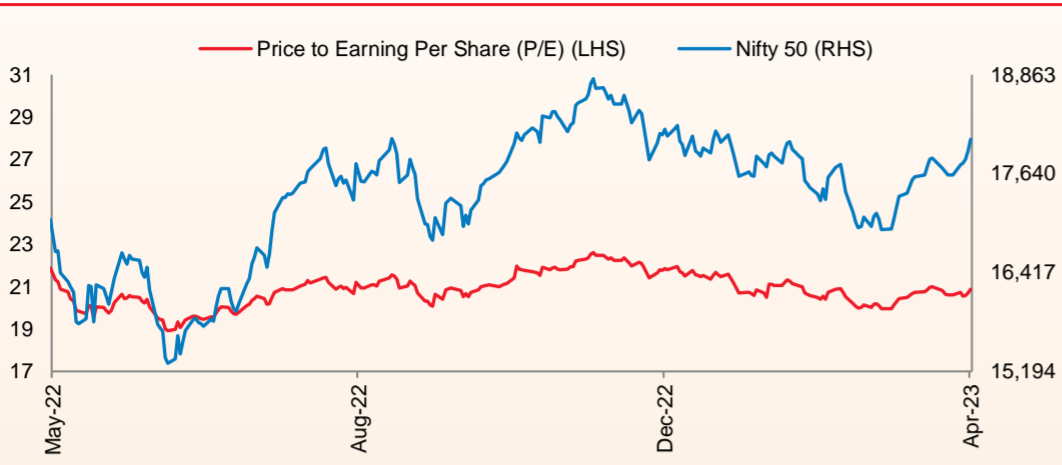
Movement of Nifty 50 and S&P BSE Sensex P/E



Source: BSE & NSE

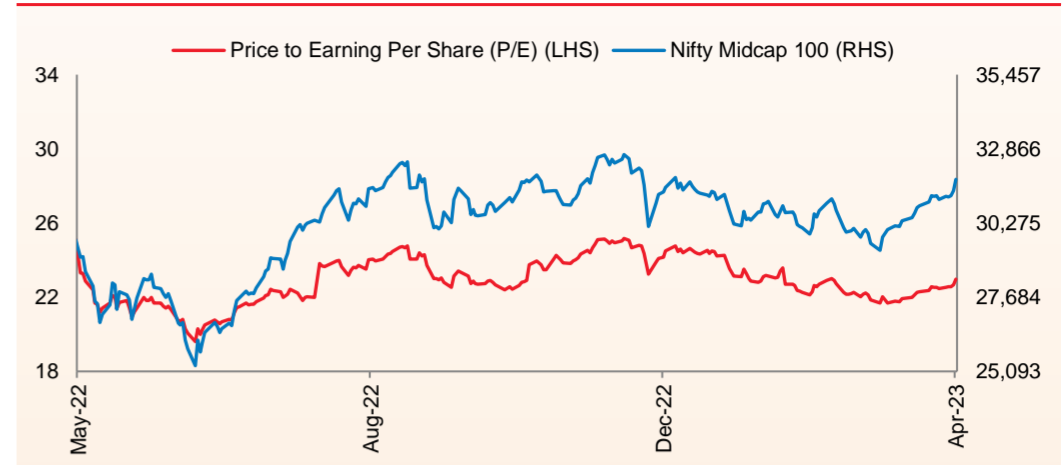
Country/Region	28-Apr-23	% Change (MoM)	% Change (YoY)
Nasdaq 100 (U.S.)	13,245.99	0.49	3.05
FTSE 100 (U.K.)	7,870.57	3.13	4.33
DAX (Germany)	15,922.38	1.88	12.98
Nikkei 225 (Japan)	28,856.44	2.91	7.48
SSEC (China)	3,323.27	1.54	9.09

Equity Market Round Up



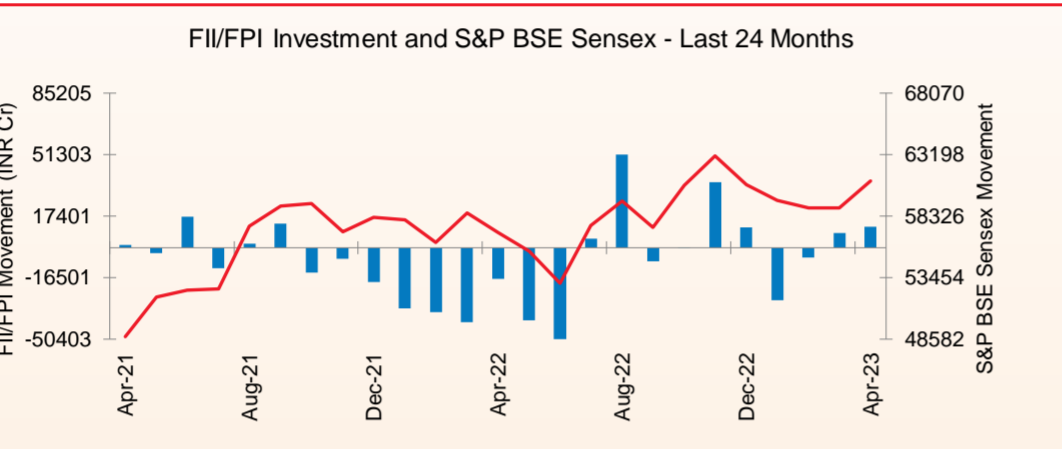
Source: NSE

During the month, S&P BSE Sensex and Nifty 50 rose 3.60% and 4.06% respectively to close at 61,112.44 and 18,065 respectively.



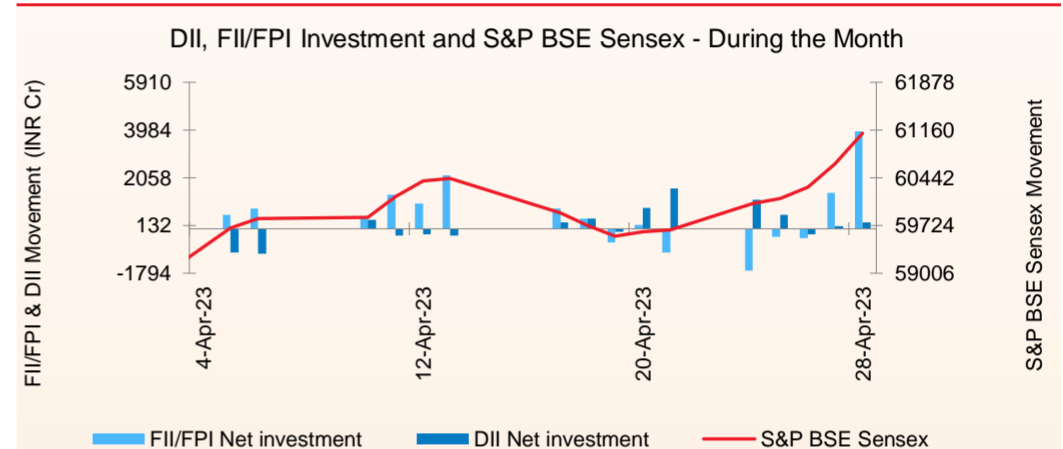
Source: NSE

During the month, Nifty Midcap 100 and Nifty Small cap 100 rose 5.86% and 7.54% respectively to close at 31,794.75 and 9,672.55 respectively.



Source : MFI Explorer

Foreign portfolio investors (FPIs) were net buyer of domestic stocks worth Rs. 11,630.82 crore in Apr 2023 compared with net buy of Rs. 7,935.63 crore in Mar 2023.



Source : MFI Explorer

Domestic mutual funds remained net seller in the equity segment to the tune of Rs. 5,131.05 crore in Apr 2023.

Returns of Major NSE Indices

2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	CYTD
IT 57.97%	Smallcap 69.57%	Media 10.30%	Metal 45.20%	Realty 110.22%	IT 23.64%	Realty 28.49%	Pharma 60.43%	Metal 69.66%	PSU Bank 70.92%	FMCG 8.25%
Pharma 26.51%	PSU Bank 67.07%	Smallcap 10.20%	Auto 10.75%	Smallcap 57.47%	FMCG 13.57%	Finance 25.65%	IT 54.75%	Smallcap 61.94%	Metal 21.83%	Auto 4.58%
FMCG 12.18%	Midcap 60.26%	Pharma 9.26%	Midcap 5.41%	Midcap 54.53%	Finance 10.54%	Largecap 10.42%	Smallcap 25.02%	IT 59.58%	FMCG 17.59%	Realty 3.08%
Auto 9.41%	Finance 57.34%	Midcap 8.41%	Finance 4.93%	Metal 48.71%	Largecap 1.13%	IT 8.39%	Midcap 24.31%	Realty 54.26%	Auto 15.36%	Finance 0.96%
Largecap 6.46%	Auto 56.69%	FMCG 0.33%	PSU Bank 4.11%	Finance 41.56%	Pharma -7.77%	Midcap -0.28%	Metal 16.14%	Midcap 46.81%	Finance 9.55%	Midcap 0.49%
Media 1.50%	Pharma 43.42%	IT -0.03%	Largecap 3.60%	Media 32.80%	Midcap -13.26%	FMCG -1.29%	Largecap 14.82%	PSU Bank 44.37%	Largecap 3.64%	Pharma 0.13%
Midcap -3.01%	Largecap 33.17%	Auto -0.32%	FMCG 2.78%	Auto 31.47%	PSU Bank -16.47%	Smallcap -8.27%	FMCG 13.42%	Media 34.56%	Midcap 2.97%	Smallcap -0.94%
Finance -7.32%	Media 33.02%	Largecap -2.41%	Smallcap 0.36%	Largecap 31.15%	Metal -19.84%	Pharma -9.34%	Auto 11.43%	Largecap 25.04%	Smallcap -3.66%	Largecap -1.94%
Smallcap -8.14%	FMCG 18.22%	Finance -5.41%	Media -0.85%	FMCG 29.47%	Auto -22.99%	Auto -10.69%	Realty 5.11%	Auto 18.96%	Media -10.25%	IT -3.19%
Metal -14.26%	IT 17.84%	Realty -15.02%	Realty -4.20%	PSU Bank 24.17%	Media -25.80%	Metal -11.20%	Finance 4.46%	Finance 13.96%	Realty -10.84%	PSU Bank -3.49%
PSU Bank -30.44%	Realty 10.02%	Metal -31.35%	IT -7.25%	IT 12.21%	Smallcap -26.68%	PSU Bank -18.25%	Media -8.55%	Pharma 10.12%	Pharma -11.46%	Metal -13.74%
Realty -34.38%	Metal 7.02%	PSU Bank -32.91%	Pharma -14.18%	Pharma -6.32%	Realty -32.87%	Media -29.72%	PSU Bank -30.50%	FMCG 9.96%	IT -26.11%	Media -13.92%

IT returns represented by NIFTY IT
 Metal returns represented by NIFTY Metal
 Realty returns represented by NIFTY Realty
 Auto returns represented by NIFTY Auto
 Pharma returns represented by NIFTY Pharma
 Media returns represented by NIFTY Media

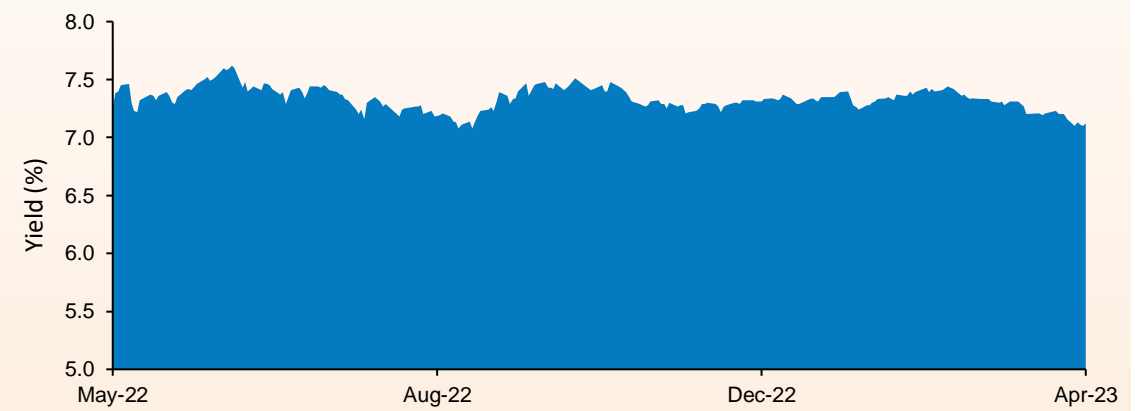
Finance returns represented by NIFTY Finance
 FMCG returns represented by NIFTY FMCG
 PSU Bank returns represented by NIFTY PSU Bank
 Largecap returns represented by Nifty 100
 Midcap returns represented by Nifty Midcap 150
 Smallcap returns represented by Nifty Small cap 250

Fixed Income Market Round Up

Fixed Income Market Commentary

- Although bond yields fell during the month, overall movement remained muted due to absence of any major trigger except RBI's policy event. Bond yields fell tracking decline in the U.S. Treasury yields. Yields declined further as market participants were surprised after the Reserve Bank of India kept policy rates on hold in the first monetary policy review of FY24. Yields eased after India's annual retail inflation for Mar 2023 came below the Reserve Bank of India's upper tolerance level of 6% for the first time in 2023. Gains increased on better-than-expected demand at the third weekly government bond auction buying by foreign banks on probability of monetary policy pivots by central banks. However, gains were restricted as second and fourth weekly debt auction added to the supply. Meanwhile, the broad focus remained on the outcome of the U.S. Federal Reserve's policy on May 03.
- Yield on the 10-year benchmark bond (7.26% GS 2032) fell 16 bps to close at 7.16% compared with the previous months' close of 7.32%.
- Yield on gilt securities fell in the range of 10 to 24 bps across the maturities. Yield fell the most on 1 year paper and the least on 7-year paper. Yield on corporate bonds fell in the range of 38 to 85 bps across the curve. Yield declined the most on 15-year paper and the least on 8 year paper. Difference in spread between corporate bond and gilt securities contracted in the range of 18 to 71 bps across the segments. Spread fell the most on 15-year paper and the least on 1 year paper.

Movement of 10-Year Benchmark Bond Rate



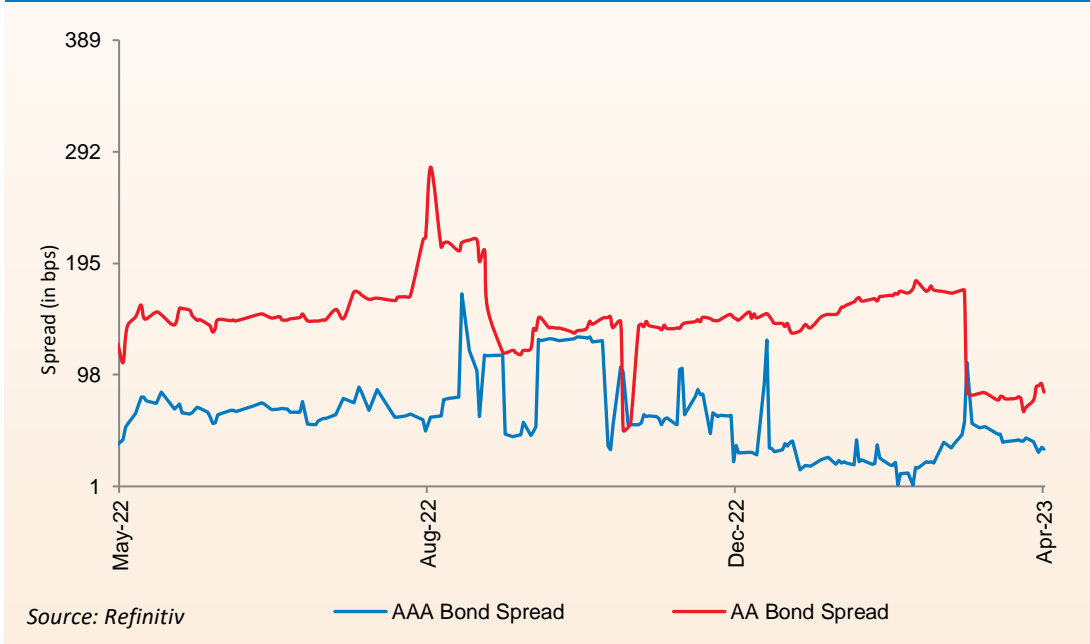
Source: Refinitiv

10 Year Corporate Bond Spread (for AAA & AA bonds)

Date	Period	Spread	
		AAA	AA
30-Apr-23	1 Yr	42	96
	3 Yr	27	76
	5 Yr	29	64
31-Mar-23	1 Yr	60	92
	3 Yr	76	90
	5 Yr	67	72

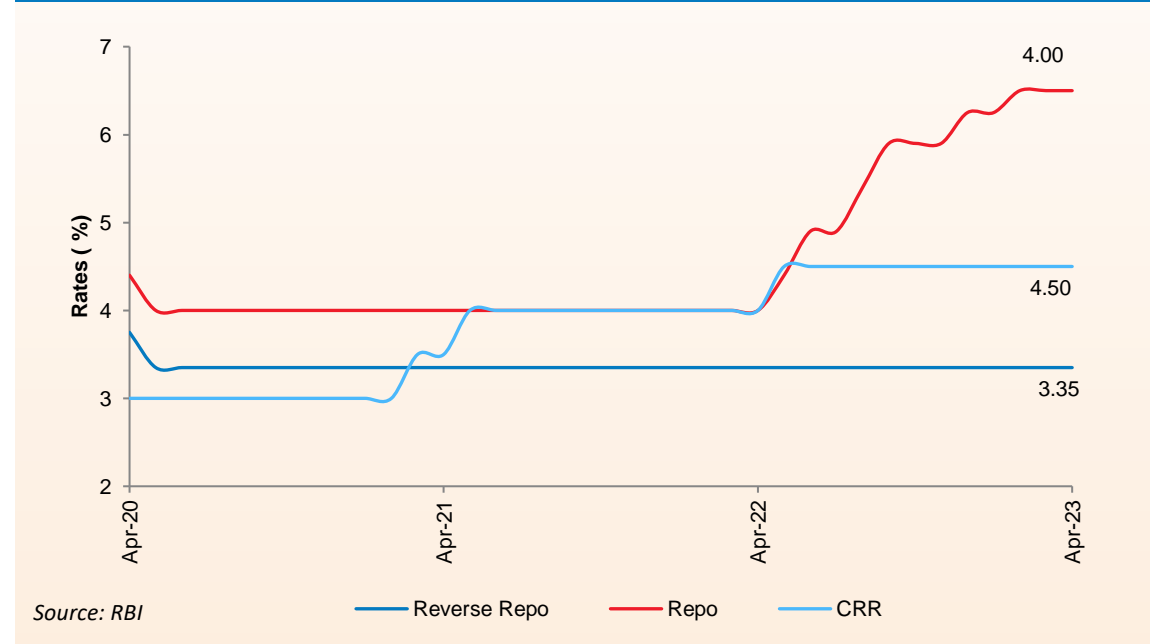
Source: Refinitiv

10 Year Corporate Bond Spread (for AAA & AA bonds)



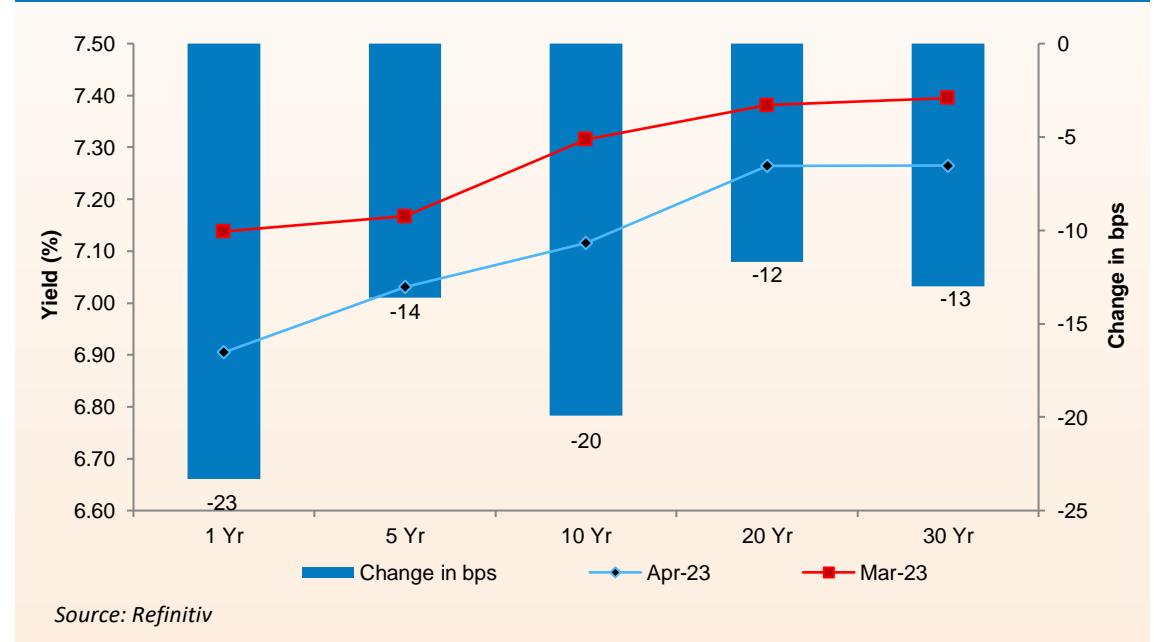
Source: Refinitiv

Movements of Key Policy Rates in India



Source: RBI

India Yield Curve Shift (Month-on-Month)



Source: Refinitiv

Macro-Economic Update and Key Events

Key Events

MPC in its first bi-monthly monetary policy review of FY24

- The Monetary Policy Committee (MPC) in its first bi-monthly monetary policy review of FY24 kept key policy repo rate unchanged at 6.50% with immediate effect, after six consecutive rate hikes. Since May 2022, the repo rate has been raised by 250 bps. The MPC also remained focused on withdrawal of accommodation to ensure that inflation progressively aligns with the target, while supporting growth. Five out of six members voted in favour of the same.

Manufacturing PMI rose the strongest in 2023 so far

- India's Manufacturing PMI rose the strongest in 2023 so far during April 2023 as growth of factory orders and production rose to its strongest in four months. Also, additional jobs were created and companies stepped up input purchasing owing to stock-replenishment efforts.

Services PMI rose at its fastest pace since mid-2010

- India's Services PMI rose at its fastest pace since mid-2010 during April 2023 with demand strength promoting the fastest increases in new business in close to 13 years.

Consumer inflation slowed to 5.66% in Mar 2023

- Consumer Price Index based inflation (CPI) slowed to 5.66% in Mar 2023 from 6.44% in the previous month and 6.95% in Mar 2022 due to easing of food inflation. Retail inflation went below the upper tolerance level of the Reserve Bank of India's retail inflation target of 6% during the reported period. Nonetheless, in the last 15 months, inflation remained above the upper tolerance band for 12 months.

Industrial production growth accelerated to 5.6% YoY in Feb 2023

- The growth of Index of Industrial Production (IIP) growth accelerated to 5.6% YoY in Feb 2023 compared with rise of 1.2% in the same period of the previous year and 5.5% in the previous month. For the period from Apr to Feb of FY23, IIP growth slowed considerably to 5.5% from a rise of 12.5% in the same period of the previous fiscal.

Events for May 2023

Events	Date
Forex Reserves	5-May-23
CPI Inflation (Apr 2023)	12-May-23
Index of Industrial Production (Mar 2023)	12-May-23
Credit Growth	12-May-23

Key Rates (%)	Current	Month Ago	Year Ago
Reverse Repo	3.35	3.35	3.35
Repo	6.50	6.50	4.00
CRR	4.50	4.50	4.00
SLR	18.00	18.00	18.00
Bank Rate	6.75	6.75	4.25

Source: RBI

Key Indicator	Period	Current Month	Previous Month
CPI - Monthly	Mar-23	5.66%	6.44%
WPI - Monthly	Mar-23	1.34%	3.85%
IIP - Monthly	Feb-23	5.60%	5.50%
Export (Y-o-Y) - Monthly	Mar-23	-9.10%	-2.00%
Import (Y-o-Y) - Monthly	Mar-23	-4.33%	-7.47%
Trade Deficit - Monthly	Mar-23	19.73	17.43

Source: Refinitiv; CPI- Consumer Price Index, WPI- Wholesale Price Index IIP- Index of Industrial Production, Trade deficit- in \$Billion

Institutional Flows (Equity)			
Net Flow (INR Crore)	Current Month	Previous Month	Year to Date
FII Flows	11,631	7,936	(14,580)
DII Flows	2,217	30,549	85,945
MF Flows	(5,131)	20,514	51,141

Source: CDSL, NSE & SEBI

Institutional Flows (Debt)			
Net Flow (INR Crore)	Current Month	Previous Month	Year to Date
FII Flows	806	(2,505)	4,268
MF Flows	10,604	846	(10,451)

Source: NSDL & SEBI

Events	Date
Deposit Growth	12-May-23
WPI Inflation (Apr 2023)	15-May-23
Infrastructure Output	31-May-23
Fiscal deficit (as a % of budget estimates)	31-May-23

Commodity and Currency Round up

Commodity Market - Brent Crude

- Brent crude oil prices rose after International Energy Agency projected that global demand of oil will hit a record high this year on the back of a recovery in Chinese consumption after the lifting of COVID-19 restrictions. Prices rose further after preliminary data showed that recovery of the eurozone economy gathered pace in Apr 2023 which improved the demand outlook of the commodity.
- However, worries about a looming economic recession and renewed concerns over the U.S. banking sector capped the gains.

Currency Market

- Rupee rose against the U.S. dollar following gains in the domestic equity markets and foreign fund inflows. The domestic currency rose further as foreign banks sold greenback amid improved risk appetite in the market.
- Rupee continued to rise after RBI decided to keep the key benchmark policy rate unchanged.

Movement of Brent Crude Price Over 1 Year



Movement of Major Currencies (as on April 28, 2023)

Currency	28-Apr-23	Month Ago	Year Ago
INR/USD	81.78	82.22	76.42
INR/GBP	102.03	101.87	95.71
INR/EUR	90.09	89.61	80.58
INR/100 JPY	60.36	61.80	58.66

GROWTHFINITI WEALTH PRIVATE LIMITED

Unit No. 2, Ground Floor Senior Estate, 7/C Parsipanchayat Road, Andheri (E), MUMBAI Mumbai City MH 400069 IN

Email : info@growthfiniti.com | What's app : +917715982515 | Twitter : @growthfiniti

Disclaimer:

All information contained in this document has been obtained by ICRA Analytics Limited from sources believed by it to be accurate and reliable. Although reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA Analytics Limited in particular, make no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. All information contained herein must be construed solely as statements of opinion, and ICRA Analytics Limited shall not be liable for any losses incurred by users from any use of this document or its contents in any manner. Opinions expressed in this document are not the opinions of ICRA Analytics Limited's holding company, ICRA Limited (ICRA), and should not be construed as any indication of credit rating or grading of ICRA for any instruments that have been issued or are to be issued by any entity

Readers are requested to click here for ICRA Analytics Ltd disclaimer