

# MORNING NEWS CALL

Powered by Reuters

INDIA EDITION

Wednesday, July 6, 2022

## FACTORS TO WATCH

No major events are scheduled for the day.

## INDIA TOP NEWS

### **India June services growth fastest in more than 11 years**

India's dominant services industry expanded at the fastest pace in over eleven years in June amid strong demand but stubborn inflation remains a concern as prices charged rose at the sharpest rate in almost five years, a private survey showed on Tuesday.

### **Twitter pursues judicial review of Indian orders to take down content -source**

Twitter on Tuesday asked an Indian court to overturn some government orders to remove content from the social media platform, a source familiar with the matter said, in a legal challenge which alleges abuse of power by officials.

### **India expands biofuel tax benefit for ethanol and vegoils**

India has expanded the excise duty exemption for biofuels to encourage the blending of higher proportions of ethanol and components of vegetable oil with gasoline and diesel, a government order said.

### **India's June gold imports treble y/y on price correction**

India's gold imports in June nearly trebled from year-ago levels on correction in prices and as jewellers replenished inventories after robust sales during a key festival, a government source said on Tuesday.

### **Indian financial crime agency raids Chinese-owned Vivo - sources**

India's financial crime-fighting agency on Tuesday raided the offices of smartphone maker Vivo, owned by China's BBK Electronics, and its related entities, a senior government official and an industry executive told Reuters.

## GLOBAL TOP STORIES

### **UK's Boris Johnson on the brink as ministers quit**

British Prime Minister Boris Johnson will face questions in parliament followed by a grilling by senior lawmakers, with his premiership on the brink after a slew of resignations from ministers saying he was not fit to govern.

### **Heavy fighting, widespread shelling in battle for Donetsk, says Ukrainian officials**

Russian troops are engaged in heavy fighting supported by widespread artillery fire as they launch a major offensive for Ukraine's Donetsk region, Ukrainian officials said, a day after Moscow declared victory in the neighbouring province of Luhansk.

### **ASML shares fall on report US wants to restrict sales to China**

Shares in ASML Holding, a key supplier of equipment to semiconductor makers, fell on Tuesday following a Bloomberg News report that the U.S. government wants to restrict the company from selling equipment to China.

## STATE OF THE MARKETS

**SGX Nifty nearest-month futures** were trading 0.23% higher at 15,800.50.

The **S&P 500** ended slightly higher on Tuesday as investors kept their focus on the growth trajectory of the U.S. economy, and the tech-heavy Nasdaq closed higher.

**Asian stocks** slipped and the dollar stood by a two-decade high on the euro as investors' fears deepened that the continent is leading the world into recession, while **oil** and **European equity futures** attempted to steady after a slide.

The **dollar** stood tall, holding at a 20-year peak against the **euro** and multi-month highs against other major peers as higher gas prices and political uncertainty renewed recession fears and sent investors scrambling to the safe-haven currency.

Benchmark **U.S. Treasury yields** tumbled to one-month lows on Tuesday and a key part of the yield curve inverted for the first time in three weeks as economic worries dented risk appetite and increased demand for safe-haven U.S. debt.

**Oil** prices rose as much as nearly 3% before paring some gains as investors piled back into the market after a heavy rout in the previous session, with supply concerns returning to the fore even as worries about a global recession linger.

**Gold** prices gained, following a selloff in the previous session that pushed bullion to a seven-month low, after the dollar halted its rally.

	CLOSE	FII INVESTMENTS	EQUITIES	DEBT
PNDF spot	79.36/79.38	July 5	(1,433.67) crores	(318.28) crores
10-yr bond yield	7.391%	Month-to-date	(4,552) crores	(610) crores
		Year-to-date	(2,21,910) crores	(15,480) crores

*(FII investment numbers are in Indian rupees. Source: National Securities Depository Limited)*

## PICTURE OF THE DAY



Women attempt to cross a waterlogged street during a heavy rainfall in Mumbai, July 5. REUTERS/Francis Mascarenhas

The Financial and Risk business of Thomson Reuters is now Refinitiv.

(Compiled by Paulose Joseph in Bengaluru)

For questions or comments about this report, contact:  
[reuters.marketwatch@thomsonreuters.com](mailto:reuters.marketwatch@thomsonreuters.com)

To subscribe for the India Morning Newscall newsletter [click here](#)

© 2022 Refinitiv. All rights reserved.

Refinitiv  
3 Times Square, New York, NY 10036

Please visit: [Refinitiv](#) for more information.

[privacy statement](#)