

RELIANCE

MUTUAL
FUND

Markets for You

19 Aug 2019

Indices Performance

Global Indices	16-Aug	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,277	1,258	19	1.49
Nasdaq	7,896	7,767	129	1.67
FTSE	7,117	7,067	50	0.71
Nikkei	20,419	20,406	13	0.06
Hang Seng	25,734	25,495	239	0.94
Indian Indices	16-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	37,350	37,312	39	0.10
Nifty 50	11,048	11,029	18	0.17
Nifty 100	11,155	11,134	21	0.19
Nifty 500	8,989	8,971	18	0.20
Nifty Bank	28,217	28,019	198	0.71
S&P BSE Power	1,906	1,886	20	1.08
S&P BSE Small Cap	12,585	12,570	14	0.11
S&P BSE HC	12,476	12,513	-36	-0.29

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
16-Aug	26.31	1.24	27.33	1.34
Month Ago	28.13	1.20	28.51	1.28
Year Ago	24.26	1.18	27.90	1.18

Nifty 50 Top 3 Gainers

Company	16-Aug	Prev_Day	% Change [#]
United Phos	549	527	4.14
Yes Bank	79	77	3.79
Power Grid	211	205	2.92

Nifty 50 Top 3 Losers

Company	16-Aug	Prev_Day	% Change [#]
TCS	2165	2204	-1.78
Vedanta Limited	144	147	-1.47
HCL Tech	1063	1076	-1.25

Advance Decline Ratio

	BSE	NSE
Advances	1191	870
Declines	1307	944
Unchanged	143	116

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	2025	55812
MF Flows**	601	31435

*16th Aug 2019; **13th Aug 2019

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	3.15%	2.99%	4.17%
	(Jul-19)	(Apr-19)	(Jul-18)
IIP	2.00%	2.70%	7.00%
	(Jun-19)	(Mar-19)	(Jun-18)
GDP	5.80%	6.60%	8.10%
	(Mar-19)	(Dec-18)	(Mar-18)

Since May-17, MOSPI has revised base year of IIP & WPI from 2004-05 to 2011-12, and for CPI from 2010 to 2012

Global Indices

- Asian equity markets were mixed as U.S. Treasury yields declined further and conflicting messages emanated from the Sino-U.S. trade war. On the one hand, the U.S. President said they are happy with the trade discussions with China and the dispute would be fairly short. On the other hand, Beijing said it would retaliate to the latest tariffs on \$300 billion Chinese goods at the same time calling U.S. to meet it halfway on a possible trade deal. Today (as of Aug 19), Asian markets opened higher U.S. Treasury yields bounced higher after plunging last week. Both Nikkei and Hang Seng were trading up 0.44% and 1.68%, respectively (as at 8.a.m. IST).
- European markets went up as investors cautiously returned to riskier assets after a choppy week.
- U.S. markets gained as a rebound in bond yields eased concerns of a recession. An inversion of bond yields, first time in 12 years, earlier in the week had stoked fears of an imminent recession.

Indian Equity Market

- Indian equity markets managed to rise a tad in a volatile session. Mixed global cues as U.S. and China gave conflicting messages on the future path of their trade relations kept investors guessing. Also, there was uncertainty over announcement of any revival package by the government.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.10% and 0.17% to close at 37,350.33 and 11,047.80 respectively. S&P BSE MidCap and S&P BSE SmallCap gained 0.10% and 0.11% respectively.
- The overall market breadth on BSE was weak with 1,191 scrips advancing and 1,307 scrips declining. A total of 143 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Utilities was the major gainer, up 1.5% followed by S&P BSE Auto, up 1.14%, and S&P BSE Power, up 1.08%. S&P BSE IT was the major loser, down 0.78%, followed by S&P BSE Consumer Durables, down 0.6%, and S&P BSE Teck, down 0.59%.

Domestic News

- Government data showed that India's trade deficit in Jul 2019 narrowed to \$13.43 billion from \$18.63 billion a year ago. Trade deficit narrowed as exports rose 2.25% to \$26.33 billion in Jul 2019 compared with a year earlier, while imports came down 10.43% to \$39.76 billion over the same time period. Imports plunged as oil imports fell 22.15% to \$9.60 billion in Jul 2019 from \$12.33 billion in the same period of the previous year. Gold imports also declined 42.20% to \$1.71 billion in Jul 2019 from \$2.96 billion in the year ago period. Export sectors that witnessed growth in Jul 2019 included chemicals (13.45%), iron ore (297.93%), electronic goods (51.39%), marine products (3.30%) and pharmaceuticals (21.74%).
- The Central Board of Direct Taxes (CBDT) has completely barred paper-based communication by income tax officials with tax payers. The order will come into effect from Oct 2019. It will apply to all kind of communications related to assessment, appeals, investigation, penalty, and rectification, among other things. All such documents will carry a unique computer-generated identification number to maintain a proper trail, said CBDT.
- Yes Bank plans to raise an extra \$600 million from large investors to bolster its capital buffers, media reports showed. The bank plans to raise more funds after its qualified institutional placement (QIP) offering, which closed on Aug 14, 2019, was oversubscribed, the report said. Yes Bank raised about \$270 million in the fundraising.
- Oil and Natural Gas Corp (ONGC) plans to invest about Rs. 83,000 crore in 25 major projects to increase oil and gas production, its chairman and managing director said. He added that 15 of these projects are under execution and will directly contribute to oil and gas production. Cumulative oil and gas gain from these projects is expected to be more than 180 million tonne of oil and oil equivalent gas in their life cycle.

FII Derivative Trade Statistics			
	16-Aug		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	5236.73	4322.54	22409.25
Index Options	435110.03	431198.42	54147.79
Stock Futures	13751.86	13553.92	91062.06
Stock Options	5967.65	6027.10	5539.60
Total	460066.27	455101.98	173158.70

Derivative Statistics- Nifty Options			
	16-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.21	1.10	0.11
Put Call Ratio(Vol)	0.90	0.94	-0.04

Debt Watch				
	16-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.31%	5.32%	5.54%	6.44%
T-Repo	5.25%	5.37%	5.50%	NA
Repo	5.40%	5.40%	5.75%	6.50%
Reverse Repo	5.15%	5.15%	5.50%	6.25%
91 Day T-Bill	5.47%	5.35%	5.75%	6.78%
364 Day T-Bill	5.72%	5.65%	6.01%	7.28%
10 Year Gilt	6.54%	6.49%	6.43%	7.86%
G-Sec Vol. (Rs.Cr)	56660	52233	126301	24619
FBI MIBOR	5.37%	5.75%	5.85%	6.50%
3 Month CP Rate	5.85%	5.85%	6.35%	7.70%
5 Year Corp Bond	7.83%	7.76%	7.68%	8.70%
1 Month CD Rate	5.42%	5.45%	5.81%	6.53%
3 Month CD Rate	5.67%	6.01%	6.06%	7.19%
1 Year CD Rate	6.70%	6.64%	6.81%	7.92%

Currency Market			
Currency	16-Aug	Prev_Day	Change
USD/INR	71.29	71.10	0.19
GBP/INR	86.33	85.74	0.58
EURO/INR	79.15	79.46	-0.31
JPY/INR	0.67	0.67	0.00

Commodity Prices				
Commodity	16-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	54.78	54.36	57.41	65.39
Brent Crude(\$/bl)	58.99	56.51	65.46	68.40
Gold(\$/oz)	1514	1497	1406	1174
Gold(Rs./10 gm)	37466	37270	34583	29361

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty Aug 2019 Futures stood at 11,064.65, a premium of 16.85 points above the spot closing of 11,047.80. The turnover on NSE's Futures and Options segment declined to Rs. 8,29,535.40 on August 16, 2019, compared with Rs. 24,54,436.35 crore on August 14, 2019.
- The Put-Call ratio stood at 0.82 compared with the previous session's close of 0.90.
- The Nifty Put-Call ratio stood at 1.21 compared with the previous session's close of 1.10.
- Open interest on Nifty Futures stood at 21.40 million, compared with the previous session's close of 20.27 million.

Indian Debt Market

- Bond yields eased after a top official commented that the government is not encouraging fiscal sops. This alleviated fears of widening fiscal deficit, thereby lifting the market sentiment.
- Yield on the 10-year benchmark paper (7.26% GS 2029) tumbled 9 bps to close at 6.54% compared with the previous close of 6.63% after trading in a range of 6.53% to 6.61%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,080 crore (gross) on Aug 16, 2019 compared with borrowings of Rs. 3,507 crore (gross) on Aug 14, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 16,885 crore on Aug 14, 2019.
- Banks borrowed Rs. 2,325 crore under the central bank's Marginal Standing Facility on Aug 14, 2019 compared with no borrowings on Aug 13, 2019.

Currency Market Update

- The rupee rose against the U.S. dollar due to selling of the greenback by foreign banks, likely for exporters. The rupee closed at 71.15 a dollar, up 0.17% compared with the previous close 71.27.
- The euro fell against the greenback on growing expectations of an interest rate cut by the European Central Bank. The euro was last seen trading at 1.1089, down 0.15% compared with the previous close of 1.1106.

Commodity Market Update

- Gold prices fell on hopes of aggressive central bank easing which improved market sentiment to some extent.
- Brent crude prices rose on hopes of stimulus measures by central banks which helped ease recession concerns.

International News

- A Commerce Department report showed U.S. business inventories remained unchanged in Jun 2019 after rising 0.3% in May 2019. Expectations were for inventories to increase. Retail inventories fell 0.3% in Jun after climbing 0.3% in May, while manufacturing inventories rose 0.2% for the second consecutive month.
- A Federal Reserve Bank of Philadelphia report showed Philadelphia-area manufacturing activity saw continued growth in Aug 2019. The pace of growth slowed by less than expectations. The Philly Fed said its diffusion index for current general activity dropped to 16.8 in Aug after surging up to 21.8 in Jul 2019.

Thank you for
your time.