

RELIANCE

MUTUAL
FUND

Markets for You

17 Dec 2018

Indices Performance

Global Indices	14-Dec	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,101	24,597	-497	-2.02
Nasdaq	6,911	7,070	-160	-2.26
FTSE	6,845	6,878	-32	-0.47
Nikkei	21,375	21,816	-441	-2.02
Hang Seng	26,095	26,524	-430	-1.62
Indian Indices	14-Dec	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,963	35,930	33	0.09
Nifty 50	10,805	10,792	14	0.13
Nifty 100	11,040	11,023	17	0.16
Nifty Bank	26,826	26,816	10	0.04
SGX Nifty	10,836	10,823	13	0.12
S&P BSE Power	1,936	1,918	18	0.93
S&P BSE Small Cap	14,502	14,498	4	0.03
S&P BSE HC	13,743	13,855	-112	-0.81

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
14-Dec	23.47	1.22	26.14	1.23
Month Ago	22.93	1.25	25.43	1.25
Year Ago	24.60	1.17	26.25	1.11

Nifty 50 Top 3 Gainers

Company	14-Dec	Prev_Day	% Change [#]
Bharti Airtel	319	303	5.33
Yes Bank	180	175	3.23
BPCL	345	335	3.11

Nifty 50 Top 3 Losers

Company	14-Dec	Prev_Day	% Change [#]
HDFC Ltd.	1904	1942	-1.95
HCL Tech	961	978	-1.72
Wipro	333	339	-1.64

Advance Decline Ratio

	BSE	NSE
Advances	1248	836
Declines	1313	938
Unchanged	144	102

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	414	-33570
MF Flows**	-117	119152

*14th Dec 2018; **13th Dec 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	2.33% (Nov-18)	3.69% (Aug-18)	4.88% (Nov-17)
IIP	8.10% (Oct-18)	6.50% (Jul-18)	1.80% (Oct-17)
GDP	7.10% (Sep-18)	8.20% (Jun-18)	6.30% (Sep-17)

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 mostly down after China reported disappointing economic numbers. Chinese industrial output and retail sales were subdued, growing at the slowest pace in three years and 15 years, respectively, because of the trade dispute with U.S. This has made investors anxious of global economic growth. Also, investors are swaying between optimism and scepticism over the chances of U.S. and China striking a trade deal. Today (as of Dec 17), Asian markets mostly opened on a mixed note following decline on the Wall Street overnight. Both Nikkei and Hang Seng rose 0.54% and 0.03%, respectively (as at 8 a.m. IST).
- As per the last close, European markets fell on downbeat economic data from China and Eurozone. Downbeat Chinese industrial output and retail sales data, industrial production in Germany and manufacturing activity in the Eurozone, France and Germany contributed to losses.
- As per the last close, U.S markets declined on renewed concerns about the outlook for global economic growth following disappointing industrial output and retail sales growth in China.

Indian Equity Market

- Indian equity markets saw a volatile session and managed to gain a bit although global cues came in weak. China's weak economic data and investors' lack of confidence in chances of U.S.-China striking a trade deal any time soon burdened sentiment. Also, investors awaited the outcome of Reserve Bank of India's board meeting under the newly-appointed governor, scheduled post market hours. Wholesale inflation easing in Nov 2018 supported the markets.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.09% and 0.13% to close at 35,962.93 and 10,805.45, respectively.
- The market breadth on BSE was weak with 1313 scrips declining and 1248 scrips advancing. A total of 144 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Telecom was the major gainer, up 3.08%, followed by S&P BSE Oil & Gas and S&P BSE Utilities, up 1.74% and 0.98%, respectively. S&P BSE Energy and S&P BSE Power gained 0.95% and 0.93%, respectively. S&P BSE Healthcare and S&P BSE Capital Goods were the major losers, down 0.81% and 0.69%, respectively, followed by S&P BSE Consumer Durables and S&P BSE Industrials, down 0.31% and 0.28%, respectively.

Domestic News

- India's Wholesale Price Index-based inflation (WPI) came in at 4.64% in Nov 2018 as against 5.28% in Oct 2018 as prices of food articles, mainly vegetables, and petroleum products came down. This marked a 3-month low. Wholesale price inflation was at 4.02% in Nov 2017. Inflation in food articles fell 3.31% as against a fall of 1.49% in Oct. Inflation in vegetables decreased 26.98% as against a fall of 18.65% in Oct 2018. Onion inflation fell 47.60% as compared to a fall of 31.69% in Oct 2018. LPG inflation increased at a slower pace of 23.22% as against a rise of 31.39% in Oct. The WPI Food Index came in at -1.96% in Nov 2018 against -0.64% in Oct 2018.
- India's trade deficit in Nov 2018 came in at \$16.67 billion as against a deficit of \$17.13 billion in Oct 2018. Exports increased 0.80% in Nov as against an increase of 17.86% in Oct. Imports increased 4.31% in Nov 2018 compared with a rise of 17.62% in Oct 2018.
- The Reserve Bank of India (RBI) in its board meeting under the newly-appointed governor has decided to further examine the governance framework of the central bank. The board meeting that lasted for almost four hours reviewed the current economic situation globally and domestically, matters relating to liquidity and credit delivery, and issues related to currency management and financial literacy. The 18-member board also went through the draft report on the Trends and Progress of Banking (2017-18).
- Former chief economic advisor has said the Reserve Bank of India (RBI) is adequately capitalised, but the money should be used for fixing the financial system and not for financial deficit or financing government expenditure. He said under economic principles savings should not be used for current consumption, but for long-term investment. He added that the central bank could be massively capitalised, which does not mean the money can be used for financial deficit or financing government expenditure.

FII Derivative Trade Statistics		14-Dec		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	4500.52	2104.79	26967.00	
Index Options	155314.45	152040.91	62091.44	
Stock Futures	11363.68	11459.25	85837.32	
Stock Options	8154.15	7894.76	8159.38	
Total	179332.80	173499.71	183055.14	

Derivative Statistics- Nifty Options			
	14-Dec	Prev_Day	Change
Put Call Ratio (OI)	1.53	1.51	0.02
Put Call Ratio(Vol)	1.08	1.06	0.02

Debt Watch				
	14-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.41%	7.14%	6.34%	5.84%
T-Repo	6.26%	7.14%	6.31%	--
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	6.64%	6.67%	6.90%	6.14%
364 Day T-Bill	7.00%	7.01%	7.32%	6.32%
10 Year Gilt	7.44%	7.46%	7.73%	7.13%
G-Sec Vol. (Rs.Cr)	31362	39650	42329	41602
FBIL MIBOR	6.55%	7.14%	6.49%	6.00%
3 Month CP Rate	7.20%	7.35%	8.40%	6.83%
5 Year Corp Bond	8.36%	8.37%	8.50%	7.82%
1 Month CD Rate	6.95%	6.68%	6.91%	6.19%
3 Month CD Rate	7.05%	7.23%	7.55%	6.28%
1 Year CD Rate	8.17%	8.17%	8.22%	6.74%

Currency Market			
Currency	14-Dec	Prev_Day	Change
USD/INR	71.74	71.54	0.20
GBP/INR	90.58	90.31	0.27
EURO/INR	81.46	81.34	0.12
JPY/INR	0.63	0.63	0.00

Commodity Prices				
Commodity	14-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	51.21	52.71	56.11	56.95
Brent Crude(\$/bl)	58.50	61.73	63.72	64.46
Gold(\$/oz)	1238	1248	1211	1253
Gold(Rs./10 gm)	31374	31050	30759	28411

Source: Thomson Reuters Eikon

Disclaimer:

The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since Reliance Nippon Life Asset Management Company Limited (RNLAM) (formerly Reliance Capital Asset Management Limited) has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrive data; RNLAM does not in any manner assure the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect RNLAM's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor(s), the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor(s), the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Readers are requested to click here for ICRON disclaimer - <http://www.icraonline.com/legal/standard-disclaimer.html>

Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.

Derivatives Market

- Nifty Dec 2018 Futures were at 10,820.3 points, a premium of 14.85 points, above the spot closing of 10,805.45. The turnover on NSE's Futures and Options segment rose to Rs. 4,80,578.85 crore on Dec 14 compared with Rs. 18,23,784.25 crore on Dec 13.
- The Put-Call ratio stood at 0.97 compared with the previous session's close of 0.92.
- The Nifty Put-Call ratio stood at 1.53 compared with the previous session's close of 1.51.
- Open interest on Nifty Futures stood at 22.59 million as against the previous session's close at 22.93 million.

Indian Debt Market

- Bond yields rose as investors resorted to profit booking after the benchmark note rose to a multi-month high this week.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 3 bps to close at 7.44% as compared to 7.41% in the previous session after trading in the range of 7.42% to 7.47%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,546 crore (gross) on Dec 14 compared with a borrowing of Rs. 5,971 crore (gross) on Dec 13. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 16,018 crore on Dec 13.
- Banks borrowed Rs. 50 crore under the central bank's Marginal Standing Facility on Dec 13 compared with borrowing of Rs. 2 crore on Dec 12.

Currency Market Update

- The Indian rupee weakened against the greenback as weak retail sales and industrial output data from China for Nov 2018 re-ignited worries over slowdown in the global economic growth.
- The euro fell against the greenback following upbeat U.S. retail sales data for Nov 2018. Losses were extended after preliminary data showed that Eurozone private sector grew at the slowest pace in more than four years in Dec 2018.

Commodity Market Update

- Gold traded lower after U.S. retail sales came in higher than expected in Nov 2018.
- Brent crude prices traded lower as signs of slowing growth in China weighed on the prices. However, optimism over supply cuts agreed in the week ended Dec 7 limited the downside.

International News

- According to a Labor Department report, U.S. import prices decreased by much more than expectations in Nov 2018 as fuel prices dropped steeply. The report said import prices declined 1.6% in Nov after increasing 0.5% in Oct 2018. Expectations were for import prices to drop 0.9%.
- A Labor Department report showed first-time claims for U.S. unemployment benefits decreased by much more than estimated in the week ended Dec 8, 2018. The report said initial jobless claims dropped to 206,000, a decrease of 27,000 from the previous week's 233,000. Expectations were for jobless claims to slip to 225,000.

Thank you for
your time.