

RELIANCE

MUTUAL
FUND

Markets for You

26 Dec 2018

Indices Performance

Global Indices	24-Dec	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,792	22,445	-653	-2.91
Nasdaq	6,193	6,333	-140	-2.21
FTSE	6,686	6,721	-35	-0.52
Nikkei*	19,156	Closed	NA	NA
Hang Seng	25,651	25,753	-102	-0.40
Indian Indices	24-Dec	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,470	35,742	-272	-0.76
Nifty 50	10,664	10,754	-91	-0.84
Nifty 100	10,905	11,006	-101	-0.92
Nifty Bank	26,715	26,870	-155	-0.58
SGX Nifty	10,671	10,787	-116	-1.07
S&P BSE Power	1,966	1,987	-21	-1.05
S&P BSE Small Cap	14,466	14,634	-167	-1.14
S&P BSE HC	13,718	13,764	-46	-0.34

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
24-Dec	23.30	1.18	25.80	1.25
Month Ago	22.85	1.24	25.43	1.26
Year Ago	25.03	1.13	26.86	1.08

Nifty 50 Top 3 Gainers

Company	24-Dec	Prev_Day	% Change [#]
Wipro	327	322	1.43
TCS	1919	1896	1.20
Bharti Infratel	263	260	1.04

Nifty 50 Top 3 Losers

Company	24-Dec	Prev_Day	% Change [#]
Hero Moto	3168	3324	-4.69
Indian Oil	135	140	-3.36
Bajaj Auto	2725	2808	-2.98

Advance Decline Ratio

	BSE	NSE
Advances	829	543
Declines	1725	1242
Unchanged	164	94

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	7	-32958
MF Flows**	-284	118617

*24th Dec 2018; **21st Dec 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	2.33% (Nov-18)	4.17% (Jul-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.

*As on Dec 25, 2018

Global Indices

• Asian equity markets saw thin trade as certain markets were closed on account of Christmas holiday. Chinese markets declined after U.S. and Japanese counterparts went down because of U.S. President's attack on the U.S. Federal Reserve. The President called the Fed the only problem of the country's economy. Also, investors are worried over slowing global economic growth. Today (as of Dec 26), Asian markets opened on a mixed note. Investors likely traded cautiously following statement from the U.S. President that the U.S. Federal Reserve was hiking interest rates too quickly. Nikkei grew 1.45% (as at 8.a.m. IST). Hangseng remained closed on account of public holiday.

• European markets closed lower on Dec 24 amid political uncertainty in U.S. Meanwhile, trading activity remained subdued ahead of Christmas Holiday.

• U.S markets closed lower on Dec 24 reflecting recent downward momentum amid market turmoil in Washington. Meanwhile, trading activity remained subdued ahead of the Christmas Day holiday on Dec 25.

Indian Equity Market

• Indian equity markets extended losses as global cues burdened investor sentiment. Worries over slowing global economic growth and anxiety over a partial U.S. government shutdown has kept markets around the world under pressure. U.S. markets have seen the worse week since the 2008 financial crisis as the U.S. Federal Reserve hiked interest rates and President's plan of building a wall on the Mexican border culminated into a part government closure.

• Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.76% and 0.84% to close at 35,470.15 and 10,633.50, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap decreased 0.54% and 1.14%, respectively.

• The overall market breadth on BSE was weak with 1,725 scrips declining and 829 scrips advancing. A total of 164 scrips remained unchanged.

• On the BSE sectoral front, only three sectors gained. S&P BSE Information Technology was the major gainer, while S&P BSE Realty was the major loser.

Domestic News

• The finance minister indicated that India could adopt a single standard Goods and Services Tax (GST) rate going in the future instead of two standard rates of 12% and 18%. He said the single rate could be a mid-point between the two. The minister added that for this to happen revenue from GST collection should rise significantly.

• The finance minister has said the 28% GST slab could be phased out. This comes at the backdrop of the GST Council taking out 23 items from the highest category of 28%, leaving only 28 items in it. Rates of the 23 items were revised downwards to 18% and 12% slabs.

• Niti Aayog has proposed that the validity period of e-Visas should be increased to 10 years. It also said that the number of annual visits for ones on e-medical visa should be enhanced. This will help attract more tourists in the country. The validity of e-Visa other than e-Conference visa is 60 days from the date of arrival in the country. Validity in case of e-Conference visa is 30 days. e-Visa can be applied for a maximum of three times in a calendar year. Niti Aayog in its report 'The Strategy for New India @ 75' has said that despite the e-Visa facility, visitors find the process of applying for a visa cumbersome.

• According to media reports, the Data Protection Bill will prohibit global internet and social-media companies to transfer and process 'sensitive personal data' of Indians to their servers abroad. The bill will prohibit cross-border movement of information such as passwords, financial and health data, caste, religious and political beliefs, sexual status and orientation. Violations, which will include unauthorized processing of personal data, will attract severe financial censure. Maximum penalty is being pegged at Rs. 15 crore or 4% of the worldwide turnover (whichever is higher).

FII Derivative Trade Statistics		24-Dec		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	4383.71	4699.42	31136.55	
Index Options	104304.75	102676.58	66510.50	
Stock Futures	27508.32	28712.67	86455.60	
Stock Options	9479.93	9601.02	9261.88	
Total	145676.71	145689.69	193364.53	

Derivative Statistics- Nifty Options			
	24-Dec	Prev_Day	Change
Put Call Ratio (OI)	1.26	1.28	-0.02
Put Call Ratio(Vol)	0.87	0.88	-0.01

Debt Watch				
	24-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.50%	6.51%	6.48%	5.97%
T-Repo	6.52%	6.41%	6.48%	--
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	6.60%	6.60%	6.68%	6.18%
364 Day T-Bill	6.95%	7.05%	7.20%	6.37%
10 Year Gilt	7.29%	7.46%	7.71%	7.27%
G-Sec Vol. (Rs.Cr)	21720	25648	47027	38674
FBIL MIBOR	6.60%	6.55%	6.60%	6.03%
3 Month CP Rate	7.20%	7.15%	8.00%	7.03%
5 Year Corp Bond	8.23%	8.32%	8.51%	7.94%
1 Month CD Rate	7.13%	6.99%	6.85%	6.35%
3 Month CD Rate	7.10%	7.09%	7.31%	6.45%
1 Year CD Rate	8.17%	8.28%	8.12%	6.90%

Currency Market			
Currency	24-Dec	Prev_Day	Change
USD/INR	70.18	70.04	0.14
GBP/INR	88.87	88.70	0.17
EURO/INR	79.88	80.21	-0.33
JPY/INR	0.63	0.63	0.00

Commodity Prices				
Commodity	24-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)*	45.33	49.75	54.38	58.24
Brent Crude(\$/bl)*	51.87	57.53	56.83	64.95
Gold(\$/oz)	1268	1246	1222	1275
Gold(Rs./10 gm)	31190	31287	30834	28686

Source: Thomson Reuters Eikon

*As on Dec 21, 2018

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Derivatives Market

- Nifty Dec 2018 Futures were at 10,681.90 points, a premium of 18.40 points, above the spot closing of 10,663.50. The turnover on NSE's Futures and Options segment declined to Rs. 9,38,436.13 crore on Dec 24 compared with Rs. 9,58,378.42 crore on Dec 21.
- The Put-Call ratio stood at 0.92 against the previous close of 0.93.
- The Nifty Put-Call ratio stood at 1.26 compared with the previous session's close of 1.28.
- India VIX declined 3.61% to 15.4150 compared with 15.9925 at the previous trading session.
- Open interest on Nifty Futures stood at 25.84 million as against the previous close at 25.34 million.

Indian Debt Market

- Bond yields rose as trading volume remained thin ahead of the holiday. Investors preferred to invest in high yielding state bonds, which led to the thin trading in government bond. However, the overall market sentiment remains upbeat with the central bank raising the quantum of security purchases under open market operation.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 1 bps to close at 7.29% as compared with 7.28% in the previous session after trading in the range of 7.27% to 7.31%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 20,903 crore (gross) on Dec 24 compared with a borrowing of Rs. 13,658 crore (gross) on Dec 21. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 25,515 crore on Dec 21.

Currency Market Update

- The Indian rupee was nearly steady as importers' month-end dollar demand and feeble domestic equity market nullified the early gains from greenback sales.
- The euro declined against the greenback on feeble eurozone consumer confidence numbers for Dec 2018 that dropped steeper than expectation. In addition, the ongoing concerns over Brexit with the dispute set to resume in Jan 2019 also had a bearing on the single currency.

Commodity Market Update

- Gold prices rose following the weakness in the U.S. equity market on concerns of a slowing global economy.
- Brent crude prices tumbled on oversupply concerns, fall in energy demand, political brinkmanship in the U.S. and expectation of sluggish global economic growth.

International News

- University of Michigan data showed an improvement in U.S. consumer sentiment for Dec 2018. Consumer sentiment index for Dec 2018 came in at 98.3 from a preliminary reading of 97.5. Expectations were for the index to stay unrevised.
- Office for National Statistics data showed British business investment decreased for three consecutive quarters as businesses reduced spending due to the Brexit chaos. This means it is the weakest period since the 2008-09 global financial crisis. Business investment has gone down 1.1% sequentially in the third quarter. Britain's five leading business groups have urged lawmakers to prevent a disorderly "no-deal" Brexit.



Thank you for
your time.