

RELIANCE

MUTUAL
FUND

Markets for You

07 Feb 2019

Indices Performance

Global Indices	06-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,390	25,412	-21	-0.08
Nasdaq	7,375	7,402	-27	-0.36
FTSE	7,173	7,177	-4	-0.06
Nikkei	20,874	20,844	30	0.14
Hang Seng	Closed	Closed	NA	NA
Indian Indices	06-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	36,975	36,617	358	0.98
Nifty 50	11,062	10,934	128	1.17
Nifty 100	11,206	11,080	126	1.14
Nifty Bank	27,402	27,272	131	0.48
SGX Nifty	11,124	10,980	144	1.31
S&P BSE Power	1,825	1,829	-4	-0.22
S&P BSE Small Cap	13,668	13,662	6	0.05
S&P BSE HC	13,863	13,772	91	0.66

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
6-Feb	23.64	1.14	27.39	1.22
Month Ago	23.43	1.17	25.84	1.26
Year Ago	24.09	1.14	25.37	1.08

Nifty 50 Top 3 Gainers

Company	06-Feb	Prev_Day	% Change [#]
Tech Mahindra	811	751	8.04
Zee Ente.	388	365	6.20
Cipla	535	508	5.31

Nifty 50 Top 3 Losers

Company	06-Feb	Prev_Day	% Change [#]
Adani Ports & SEZ	330	340	-2.78
Dr.Reddy	2790	2821	-1.13
IndusInd Bank	1526	1542	-1.02

Advance Decline Ratio

	BSE	NSE
Advances	1008	743
Declines	1563	1047
Unchanged	141	100

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	715	-480
MF Flows**	-431	6602

*6th Feb 2019; **4th Feb 2019

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	2.19% (Dec-18)	3.70% (Sep-18)	5.21% (Dec-17)
IIP	0.50% (Nov-18)	6.50% (Jul-18)	8.50% (Nov-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 markets traded up after the U.S. President stated that he would hold a two-day meeting with North Korea leader at the end of Feb. Investors also remained optimistic on U.S. China trade deal. Improved corporate earnings numbers from U.S. further supported gains. Today (as of Feb 7), Asian markets opened on a mixed note. Decline in Wall Street in the last session weighed on the indices. Meanwhile, expectation for U.S. and China trade were up as negotiations continue. Nikkei fell 0.81% (as at 8.a.m. IST). Hangseng remained closed.
- As per the last close, U.S. markets closed on a lower note amid uncertainty about the near-term outlook for the markets. Investors remained concerned over ambiguity about trade talks between the U.S. and China.
- As per the last close, European markets closed on a mixed note amid a mixed bag of earnings results. Decline in factory orders in Germany in Dec weighed on the indices. Further, investors remained cautious over no positive news on U.S. and China trade front and prospects of another shutdown in the U.S. over the border wall issue.

Indian Equity Market

- Indian equity markets closed in the green for the fifth consecutive session in a row ahead of the Monetary Policy Committee's decision on key rates in the sixth bi-monthly monetary policy meeting scheduled on Feb 7, 2019. Optimism that central bank will change its monetary policy stance to "neutral" from "calibrated tightening" supported buying interest.
- Additionally, strength in Asian stocks after U.S. President stated that he would hold a two-day summit with North Korean leader in Vietnam at the end of Feb 2019 boosted market sentiment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.98% and 1.17% to close at 36,975.23 and 11,062.45, respectively. S&P BSE Mid-Cap fell 0.12%, however, S&P BSE Small Cap rose 0.05%.
- On the BSE sectoral front, S&P BSE Metal stood as the major gainer, up 2.44% followed by S&P BSE Teck and S&P BSE information technology that grew 1.71% and 1.64%, respectively. The metal sector rose after revenue of one of India's leading integrated steel manufacturers surged for the quarter ended Dec 2018. Further, gains in IT stocks came in after an IT major stocks posted strong quarterly results for the quarter ended Dec 2018.

Domestic News

- According to the media reports, the Securities and Exchange Board of India (SEBI) has asked exchanges to accelerate their surveillance of intra-day trading. The announcement comes on the wake of significant volatility in a few stocks. Of late, these stocks have experienced increased volatility on adverse news flow with respect to their promoters, top management and other issues.
- The income tax e>Returns filed has surged by over 37% for the period Apr 2018-Jan 2019 compared with the period Apr 2017-Jan 2018. More than 6.3 crore taxpayers have filed returns in the first ten months of FY19. Meanwhile, the government expects 7.6 crore returns to be filed by the end of FY19 compared with 6.9 crore in FY18.
- According to a notice of the directorate general of foreign trade, export of bio-fuels from special economic zones (SEZs) and export-oriented units (EoUs) with certain conditions have been permitted by the government. In Aug 2018, the government has imposed restrictions on export of bio-fuels for non-fuel purposes. Post this restriction, exporters operating from SEZs and EoUs made representations to remove this prohibition stating they only use imported material for export of final product.
- According to media reports, Siemens reported a 19.7% YoY rise in its net profit at Rs. 228 crore for the quarter ended Dec 2018, mainly due to higher revenues. The company's net profit in the same period of the previous year stood at Rs. 190.5 crore.
- According to media reports, Indraprastha Gas Ltd witnessed a 19% rise in standalone net profit at Rs. 197.94 crore compared to the same period of the previous year when standalone net profit stood at Rs. 165.65 crore.
- According to media reports, the standalone net profit of Jindal Stainless plunged over 61% to Rs. 52.35 crore compared to the same period of the previous year when standalone net profit stood at Rs. 134.73 crore.

FII Derivative Trade Statistics		06-Feb	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2561.04	1766.52	24309.85
Index Options	66651.59	66477.88	58537.30
Stock Futures	11950.19	12270.74	86886.80
Stock Options	5517.28	5477.16	5796.83
Total	86680.10	85992.30	175530.78

Derivative Statistics- Nifty Options			
	06-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.82	1.68	0.13
Put Call Ratio(Vol)	1.13	1.09	0.04

Debt Watch				
	06-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.42%	6.39%	6.31%	5.86%
T-Repo	6.34%	6.34%	6.23%	--
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	6.51%	6.53%	6.58%	6.37%
364 Day T-Bill	6.78%	6.78%	6.85%	6.55%
10 Year Gilt	7.57%	7.55%	7.45%	7.57%
G-Sec Vol. (Rs.Cr)	27325	20280	34618	30961
FBIL MIBOR*	6.49%	6.50%	6.46%	6.00%
3 Month CP Rate	7.65%	7.60%	7.85%	7.79%
5 Year Corp Bond	8.53%	8.47%	8.38%	8.16%
1 Month CD Rate	6.60%	6.57%	6.73%	6.24%
3 Month CD Rate	7.17%	7.20%	7.49%	7.24%
1 Year CD Rate	8.02%	7.86%	8.16%	7.52%

Currency Market			
Currency	06-Feb	Prev_Day	Change
USD/INR	71.57	71.75	-0.17
GBP/INR	92.69	93.56	-0.87
EURO/INR	81.55	82.01	-0.47
JPY/INR	0.65	0.65	0.00

Commodity Prices				
Commodity	06-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	53.89	54.13	47.71	63.46
Brent Crude(\$/bl)	62.31	62.33	55.23	66.43
Gold(\$/oz)	1306	1320	1285	1325
Gold(Rs./10 gm)	33210	33000	31769	30433

Source: Thomson Reuters Eikon

*As on Feb 5, 2019

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Derivatives Market

- Nifty Feb 2019 Futures were at 11,090.30, a premium of 27.85 points, over the spot closing of 11,062.45. The turnover on NSE's Futures and Options segment rose to Rs. 6,50,160.10 crore on Feb 6, 2019, compared with Rs. 5,58,363.03 crore on Feb 5, 2019.
- The Put-Call ratio stood at 0.93 compared with the previous session's close of 0.88.
- The Nifty Put-Call ratio stood at 1.82 compared with the previous session's close of 1.68.
- Open interest on Nifty Futures stood at 22.89 million as against the previous session's close at 20.40 million.

Indian Debt Market

- Bond yields declined as market participants are hoping the Monetary Policy Committee to change its stance from calibrated tightening to neutral in the upcoming policy meeting due on Feb 7, 2019.
- Yield on the 10-year benchmark paper (7.17% GS 2028) declined 4 bps to close at 7.57% as compared with 7.61% in the previous session after trading in the range of 7.57% to 7.60%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 5,428 crore (gross) on Feb 6, 2019, compared with Rs. 3,091 crore (gross) as on Feb 4, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 19,458 crore on Feb 5, 2019.
- Banks borrowed Rs. 451 crore under the central bank's Marginal Standing Facility on Feb 5, 2019 compared with borrowing of Rs. 1 crore on Feb 4, 2019.

Currency Market Update

- The Indian rupee held steady as market participants preferred to remain on the sidelines ahead of the monetary policy meeting due on Feb 7, 2019. The rupee closed at 71.55 a dollar, up 0.02% compared with the previous close of 71.56.
- The euro declined against the greenback as the European Union Bank gave a cautionary stance on the eurozone's economic outlook on the back of weak economic data. The euro was last seen trading at 1.1386 a dollar, down 0.23% compared with the previous close of 1.1412.

Commodity Market Update

- Gold prices moved down following the U.S. President's State of the Union address where he stated that the trade deal with China should incorporate structural reforms to end unfair trade practices.
- Brent crude prices plunged on concerns over a supply glut after reports from API revealed surge in U.S. crude inventories.

International News

- According to a preliminary report from the Federal Statistical Office, Germany's manufacturing orders fell 1.6% MoM (calendar and seasonally adjusted) as against downwardly revised decline of 0.2% in Nov 2018. The decline reflects weak demand from abroad, thereby indicating that continued slowdown in the manufacturing sector. Meanwhile, domestic orders fell 0.6% MoM and foreign orders fell 2.3% MoM in Dec.
- According to a report from IHS Markit, eurozone's final Composite Purchasing Managers' Index fell to 51.0 in Jan 2019 as against 51.1 in Dec 2018. The expansion slowed for the fifth month in a row. Additionally, this marked to be the lowest level in five-and-a-half years.

Thank you for
your time.