

RELIANCE

MUTUAL
FUND

Markets for You

08 Jan 2019

Indices Performance

Global Indices	07-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	23,531	23,433	98	0.42
Nasdaq	6,823	6,739	85	1.26
FTSE	6,811	6,837	-27	-0.39
Nikkei	20,039	19,562	477	2.44
Hang Seng	25,836	25,626	210	0.82
Indian Indices	07-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,850	35,695	155	0.43
Nifty 50	10,772	10,727	44	0.41
Nifty 100	11,005	10,966	39	0.36
Nifty Bank	27,305	27,195	110	0.40
SGX Nifty	10,819	10,804	15	0.13
S&P BSE Power	1,986	1,966	20	1.03
S&P BSE Small Cap	14,601	14,592	9	0.06
S&P BSE HC	13,769	13,823	-54	-0.39

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
7-Jan	23.39	1.17	25.95	1.25
Month Ago	23.31	1.22	25.87	1.24
Year Ago	25.40	1.12	26.99	1.07

Nifty 50 Top 3 Gainers

Company	07-Jan	Prev_Day	% Change [#]
Bharti Infratel	294	285	3.05
Axis Bank	637	620	2.88
Tata Motors	175	171	2.57

Nifty 50 Top 3 Losers

Company	07-Jan	Prev_Day	% Change [#]
Indiabulls HFC	794	830	-4.33
Bajaj Auto	2659	2734	-2.77
Dr.Reddy	2559	2600	-1.59

Advance Decline Ratio

	BSE	NSE
Advances	1319	921
Declines	1291	897
Unchanged	194	110

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-410	-2433
MF Flows**	480	1656

*7th Jan 2019; **4th Jan 2019

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

Global Indices

- Asian equity markets started the week with gains as positive developments were seen around U.S.-China trade talks. U.S. President has said talks with China are on a strong footing. Also, strong U.S. jobs data and U.S. Federal Reserve chairman's recent comments that the central bank will be patient and flexible while taking policy decisions added to the gains. Today (as of Jan 8), Asian markets opened higher amid optimism over U.S. China trade talks. Both Nikkei and Hangseng were trading up 0.40% and 0.07%, respectively (as at 8.a.m. IST).
- As per the last close, European markets closed lower as investors were cautious ahead of high-level trade talks between the U.S. and China. The continued partial shutdown of the U.S. government also weighed on investor sentiment.
- As per the last close, U.S. markets closed higher following optimism about high-level trade talks between the U.S. and China and rise in crude oil prices. However, slowdown in the growth of U.S. service activity in Dec 2018 capped the gains.

Indian Equity Market

- Indian equity markets closed on a higher note following gains in real estate stocks on hopes of cut in the goods and services tax (GST) rate for under-construction and finished houses to 5%. Further, gains in oil & gas stocks after an oil major announced that its subsidiary has made a significant discovery of oil in its onshore block CPO-5, Colombia, in Llanos Basin boosted the indices.
- Gains in Asian peers amid rising optimism ahead of fresh round of discussions between the U.S. and China to resolve trade disputes also helped boost investor sentiment. However, investors traded cautiously ahead of the quarterly results beginning in the week ended Jan 11, 2019.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.43% and 0.41% to close at 35,850.16 and 10,771.80, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap rose 0.03% and 0.06%, respectively.
- On the BSE sectoral front, S&P BSE Realty stood as the major gainer, up 1.55% followed by S&P BSE Telecom and S&P BSE Teck that grew 1.26% and 1.16%, respectively. S&P BSE Utilities and S&P BSE information technology grew 1.14% and 1.11%, respectively. S&P BSE Healthcare stood as the major loser, down 0.39%, followed by S&P BSE Metal.

Domestic News

- Reserve Bank of India's (RBI) governor has said that the bank will take steps if there is a shortage of liquidity in the economy. He added that the current cash needs are largely met. The governor will be meeting representatives of non-banking financial companies (NBFCs) on Jan 8, 2019, in Mumbai to understand the liquidity crunch faced by the sector.
- Direct tax mop-up increased 14.1% to Rs. 8.74 lakh crore during Apr-Dec 2018, the finance ministry said. Refunds amounting to Rs. 1.30 lakh crore have been issued during Apr-Dec 2018, 17% higher than refunds issued in the year-ago period. The amount collected as advance tax is as much as Rs. 3.64 lakh crore, 14.5% higher than the advance tax collections in the year-ago period. Net collections (after adjusting for refunds) have increased 13.6% to Rs. 7.43 lakh crore during Apr-Dec 2018. Net direct tax collections represent 64.7% of the total budget estimates of direct taxes for financial year 2018-19 compared with Rs. 11.50 lakh crore in the year-ago period. Gross collections for corporate tax is 14.8% and for personal income tax is 17.2%.
- Oil and Natural Gas Corporation (ONGC) announced that it will make investment of Rs. 6,000 crore in drilling 200 wells over a period of seven years in Assam. This is expected to increase the output from the State.
- According to the media reports, IL&FS Transportation Networks, a group company of the IL&FS group, announced that it has defaulted on dividend payment of Rs. 7.12 crore. The dividend was due for the period Apr 1, 2017 to Dec 23, 2018 on redemption of cumulative non-convertible redeemable preference shares.
- Essar Global Fund, the holding company of the Essar Group of companies announced that with repayment of its last debt tranche of Rs. 12,000 crore, it has completed the total debt repayment of Rs. 42,000 crore which was spread over two years.

FII Derivative Trade Statistics		07-Jan	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2873.56	3224.64	29036.64
Index Options	87925.33	88587.35	48356.81
Stock Futures	12590.23	12444.93	80762.53
Stock Options	6116.74	5985.24	6160.94
Total	109505.86	110242.16	164316.92

Derivative Statistics- Nifty Options			
	07-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.36	1.34	0.02
Put Call Ratio(Vol)	0.80	0.76	0.04

Debt Watch				
	07-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.38%	6.53%	6.41%	5.88%
T-Repo	6.34%	6.35%	6.44%	--
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%	6.67%	6.13%
364 Day T-Bill	6.88%	6.92%	7.01%	6.47%
10 Year Gilt	7.51%	7.37%	7.46%	7.17%
G-Sec Vol. (Rs.Cr)	38657	32827	39650	52738
FBIL MIBOR*	6.46%	6.73%	6.48%	5.98%
3 Month CP Rate	7.80%	7.20%	7.35%	7.24%
5 Year Corp Bond	8.44%	8.25%	8.37%	7.95%
1 Month CD Rate	6.69%	6.99%	6.68%	6.20%
3 Month CD Rate	7.24%	6.90%	7.23%	6.77%
1 Year CD Rate	8.18%	7.96%	8.17%	7.10%

Currency Market			
Currency	07-Jan	Prev_Day	Change
USD/INR	69.48	69.87	-0.38
GBP/INR	88.59	88.26	0.33
EURO/INR	79.39	79.57	-0.18
JPY/INR	0.64	0.65	0.00

Commodity Prices				
Commodity	07-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	48.22	45.10	52.71	61.44
Brent Crude(\$/bl)	56.69	50.51	61.73	68.50
Gold(\$/oz)	1289	1283	1248	1320
Gold(Rs./10 gm)	31764	31566	31050	29443

Source: Thomson Reuters Eikon

*As on 04-01-19

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Derivatives Market

- Nifty Jan 2019 Futures were at 10,803.45, a premium of 26.85 points, over the spot closing of 10,776.60. The turnover on NSE's Futures and Options segment declined to Rs. 5,40,742.44 crore on Jan 7, 2019
- The Nifty Put-Call ratio stood at 1.36 compared with the previous session's close of 1.34.
- India VIX increased 0.13% to 16.1850 compared with 16.1625 at the previous trading session.
- Open interest on Nifty Futures stood at 26.26 million as against the previous session's close at 26.43 million.

Indian Debt Market

- Bond yields continued to rise on concerns over rising fiscal deficit amid increasing crude oil prices and an uptick in U.S. yield.
- Yield on the 10-year benchmark paper (7.17% GS 2028) increased 6 bps to close at 7.51% as compared with 7.45% in the previous session after trading in the range of 7.43% to 7.52%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 5,012 crore (gross) on Jan 7, 2019 compared with a borrowing of Rs. 3,082 crore (gross) on Jan 4, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 25,540 crore on Jan 4, 2019.
- Banks borrowed Rs. 310 crore under the central bank's Marginal Standing Facility on Jan 4, 2019 compared with no borrowing on Jan 3, 2019.

Currency Market Update

- The Indian rupee continued to gain from dollar weakness as the latter reels under the pressure of the Federal Reserve's policy stance on interest rate hikes. The rupee closed at 69.68 a dollar, up 0.06% compared with the previous close of 69.72.
- The euro continued to surge on dollar weakness with rising speculations on the slowing pace of interest rate hikes in 2019. The euro was last seen trading at 1.1437 a dollar, up 0.39% compared with the previous close of 1.1393.

Commodity Market Update

- Gold prices rises on dollar weakness amid Federal Reserve's monetary policy that indicates slowdown in pace of interest rate hikes in 2019.
- Brent crude prices edged higher on alleviating global growth worries and easing concerns regarding the demand outlook for oil.

International News

- According to data from Sentix, eurozone's investor confidence index fell for fifth consecutive month to -1.5 for Jan 2019 from -0.3 for Dec 2018. The decline was however less severe than expected.
- According to a preliminary data from Destatis, Germany's retail sales rose 1.4% MoM in Nov 2018 as against 0.1% rise in Oct 2018. On yearly basis, retail sales grew 1.1% in Nov following 5.2% rise in Oct.
- According to preliminary data from Destatis, Germany's factory orders decreased for the first time in four months by 1% MoM on Nov 2018 as against 0.2% rise in Oct 2018. Orders for manufacture of intermediate goods and consumer goods decreased 4.4% and 3.2%, respectively, while increased 1.4% for capital goods in Nov.



Thank you for
your time.