

RELIANCE

MUTUAL
FUND

Markets for You

09 Jan 2019

Indices Performance

Global Indices	08-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	23,787	23,531	256	1.09
Nasdaq	6,897	6,823	74	1.08
FTSE	6,862	6,811	51	0.74
Nikkei	20,204	20,039	165	0.82
Hang Seng	25,875	25,836	40	0.15
Indian Indices	08-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,981	35,850	131	0.36
Nifty 50	10,802	10,772	30	0.28
Nifty 100	11,031	11,005	26	0.24
Nifty Bank	27,510	27,305	205	0.75
SGX Nifty	10,850	10,819	31	0.29
S&P BSE Power	1,980	1,986	-6	-0.30
S&P BSE Small Cap	14,625	14,601	24	0.17
S&P BSE HC	13,904	13,769	135	0.98

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
8-Jan	23.41	1.17	26.02	1.25
Month Ago	23.31	1.22	25.87	1.24
Year Ago	25.37	1.12	27.16	1.07

Nifty 50 Top 3 Gainers

Company	08-Jan	Prev_Day	% Change [#]
Sun Pharma	448	431	4.00
ICICI Bank	380	368	3.39
SBI	305	296	3.04

Nifty 50 Top 3 Losers

Company	08-Jan	Prev_Day	% Change [#]
Zee Ente.	452	463	-2.44
United Phos	752	764	-1.51
Kotak Bank	1229	1247	-1.42

Advance Decline Ratio

	BSE	NSE
Advances	1247	871
Declines	1328	913
Unchanged	177	107

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	305	-2128
MF Flows**	-66	1601

*8th Jan 2019; **7th 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 were mixed although U.S.-China trade talks seemed to be progressing well. The two countries held a second day of meetings in Beijing. Investors are hoping this time the two nations will come up with a solution to the problem and it would be a long term one. Today (as of Jan 9), Asian markets opened higher amid optimism over U.S China trade talks. Both Nikkei and Hangseng were trading up 0.88% and 1.40%, respectively (as at 8.a.m. IST).
- As per the last close, European markets closed higher in hopes for a trade agreement between the U.S. and China.
- As per the last close, U.S markets closed higher following optimism about trade talks between the U.S. and China amid a second day of meetings between U.S. and Chinese officials.

Indian Equity Market

- Indian equity markets closed with gains as U.S. and China's trade talks in Beijing seemed to be tugging along nicely. Investors are hoping for a resolution to the long-drawn trade dispute between the two countries that has been challenging world economic growth. On the domestic front, investors are bracing themselves for the corporate earnings. The consumer durables sector could have benefitted from a rise in consumption demand in the quarter. Banks, especially public sector banks, could do well as the non-performing assets problem seems to be at bay.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.36% and 0.28% to close at 35,980.93 and 10,802.15, respectively. S&P BSE Mid-Cap lost 0.16% and S&P BSE Small Cap rose 0.17%.
- The overall market breadth on BSE was weak with 1247 scrips advancing and 1328 scrips declining. A total of 177 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Telecom stood as the major gainer, up 1.34% followed by S&P BSE Bankex and S&P BSE Healthcare that grew 1.31% and 0.98%, respectively.

Domestic News

- Reserve Bank of India (RBI) data showed transactions through mobile wallets declined marginally in Nov 2018 in terms of value and volume. This has come after transactions through mobile wallets clocked a record high in Oct 2018. Around 347.32 million transactions worth Rs. 16,108 crore took place in Nov compared with 368.45 million amounting to Rs. 18,786 crore in Oct 2018. While the transaction volume is 5.7% lower MoM, the transaction value is 14% lower. The decline comes in the backdrop of mobile wallet companies remaining shut out of Aadhaar-based identification to sign up new customers in the past 2-3 months.
- A high-level committee led by a former Reserve Bank of India (RBI) governor held its first meeting to decide on an appropriate size of reserves that RBI should maintain and the dividend it should give to the government. The six-member panel could submit its report in Apr, media reports say. The panel has been entrusted with reviewing the best practices followed by central banks worldwide. The panel will propose a suitable profit distribution policy considering all the situations of RBI, including holding more provisions than required.
- According to media reports, gold imports by India decreased by a fifth in 2018 as high domestic prices deterred buyers and local stores remained well-stocked. Overseas purchases came in at 762 metric tonne in 2018, a 20% decline from the previous year, the report said.
- According to media reports, IndiGo, GoAir aircraft manufacturer Airbus SA and engine maker Pratt & Whitney will meet Indian civil aviation ministry officials to discuss issues with engines fitted to Airbus A320neo planes. IndiGo and GoAir were forced to ground Airbus A320neo aircraft on many occasions over the past year due to problems with the planes' Pratt & Whitney engines.
- Reliance Jio has expressed difficulty in providing an undertaking to the government to settle Reliance Communications' (RCom) dues till it is protected from RCom's past liabilities by a bank guarantee. This type of undertaking is mandatory under spectrum trading rules before the government accords final approval for RCom's asset sale to Reliance Jio.

FII Derivative Trade Statistics	08-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2338.03	1929.62	29756.42
Index Options	57413.50	56903.90	50244.48
Stock Futures	8804.26	8678.95	81229.38
Stock Options	3820.50	3845.37	6461.66
Total	72376.29	71357.84	167691.94

Derivative Statistics- Nifty Options			
	08-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.41	1.36	0.05
Put Call Ratio(Vol)	0.87	0.80	0.07

Debt Watch				
	08-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.36%	6.34%	6.41%	5.88%
T-Repo	6.39%	6.19%	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	6.65%	6.61%	6.67%	6.00%
364 Day T-Bill	6.85%	6.93%	7.01%	6.43%
10 Year Gilt	7.45%	7.42%	7.46%	7.13%
G-Sec Vol. (Rs.Cr)	55694	24846	39650	43017
FBIL MIBOR*	6.50%	6.50%	6.48%	6.00%
3 Month CP Rate	7.75%	7.70%	7.35%	7.34%
5 Year Corp Bond	8.38%	8.33%	8.37%	7.97%
1 Month CD Rate	6.81%	6.72%	6.68%	6.23%
3 Month CD Rate	7.22%	7.44%	7.23%	6.70%
1 Year CD Rate	7.96%	8.24%	8.17%	7.07%

Currency Market			
Currency	08-Jan	Prev_Day	Change
USD/INR	70.02	69.48	0.54
GBP/INR	89.42	88.59	0.83
EURO/INR	80.16	79.39	0.77
JPY/INR	0.64	0.64	0.00

Commodity Prices				
Commodity	08-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	49.53	45.10	52.71	61.68
Brent Crude(\$/bl)	56.70	50.51	61.73	69.12
Gold(\$/oz)	1285	1282	1248	1320
Gold(Rs./10 gm)	31734	31531	31050	29492

Source: Thomson Reuters Eikon

*As on 07-Jan-2019

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Derivatives Market

- Nifty Jan 2019 Futures were at 10,844.65, a premium of 42.50 points, over the spot closing of 10,802.15. The turnover on NSE's Futures and Options segment rose to Rs. 7,28,441.52 crore on Jan 8, 2019, compared with Rs. 5,40,742.44 crore on Jan 7.
- The Put-Call ratio stood at 0.89 compared with the previous session's close of 0.95.
- The Nifty Put-Call ratio stood at 1.41 compared with the previous session's close of 1.36.
- Open interest on Nifty Futures stood at 26.76 million as against the previous session's close at 26.26 million.

Indian Debt Market

- Bond yields eased amid media reports that the Indian government is planning to auction a new 10-year paper this week which boosted market sentiments. However, concerns that the government might miss its fiscal deficit for FY19 capped the gains.
- Yield on the 10-year benchmark paper (7.17% GS 2028) decreased 6 bps to close at 7.45% as compared with 7.51% in the previous session after trading in the range of 7.44% to 7.54%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,196 crore (gross) on Jan 8, 2019 compared with a borrowing of Rs. 5,012 crore (gross) on Jan 7, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 6,366 crore on Jan 7, 2019.
- Banks borrowed Rs. 1,045 crore under the central bank's Marginal Standing Facility on Jan 7, 2019 compared with borrowing of Rs. 310 crore on Jan 4, 2019.

Currency Market Update

- The Indian rupee depreciated against the greenback as crude oil prices jumped on optimism regarding easing U.S.-China trade dispute. The rupee closed at 70.20 a dollar, down 0.75% compared with the previous close of 69.68.
- The euro declined on signs of a slowing euro zone economy after the German industrial output fell for the third consecutive month in Nov 2018. The euro was last seen trading at 1.1463 a dollar, down 0.10% compared with the previous close of 1.1474.

Commodity Market Update

- Gold prices fell as investors risk-taking appetite got a boost with signs of easing U.S.-China trade war.
- Brent crude prices edged higher as the ongoing trade talks between Washington and Beijing indicate that the two economies are working on reaching an accommodation.

International News

- An Institute for Supply Management report showed growth in U.S. service sector activity slowed by more than estimated in Dec 2018. ISM said its non-manufacturing index dropped to 57.6 in Dec after increasing to 60.7 in Nov 2018. A reading of above 50 indicates service sector growth.
- Federal Statistical Office preliminary data showed Germany's industrial production unexpectedly decreased for a third consecutive month in Nov 2018. This happened amid a sharp fall in consumer goods and energy output, worsening fears of a technical recession in the biggest euro area economy. Overall industrial production fell a calendar and seasonally adjusted 1.9% from Oct 2018, when it decreased 0.8%.



Thank you for
your time.