

**RELIANCE**

MUTUAL  
FUND

# Markets for You

10 Jan 2019

Indices Performance

Global Indices	09-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	23,879	23,787	92	0.39
Nasdaq	6,957	6,897	60	0.87
FTSE	6,907	6,862	45	0.66
Nikkei	20,427	20,204	223	1.10
Hang Seng	26,462	25,875	587	2.27
Indian Indices	09-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	36,213	35,981	232	0.64
Nifty 50	10,855	10,802	53	0.49
Nifty 100	11,078	11,031	47	0.42
Nifty Bank	27,720	27,510	211	0.77
SGX Nifty	10,893	10,850	44	0.40
S&P BSE Power	1,975	1,980	-6	-0.28
S&P BSE Small Cap	14,601	14,625	-24	-0.17
S&P BSE HC	13,971	13,904	67	0.48

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
9-Jan	23.51	1.17	26.15	1.24
Month Ago	23.31	1.22	25.87	1.24
Year Ago	25.37	1.12	27.19	1.07

Nifty 50 Top 3 Gainers

Company	09-Jan	Prev_Day	% Change <sup>#</sup>
Axis Bank	670	651	2.95
ITC	290	284	2.16
HDFC Ltd.	1995	1959	1.84

Nifty 50 Top 3 Losers

Company	09-Jan	Prev_Day	% Change <sup>#</sup>
GAIL	341	355	-3.74
HPCL	239	248	-3.61
BPCL	340	352	-3.38

Advance Decline Ratio

	BSE	NSE
Advances	1108	721
Declines	1490	1061
Unchanged	149	130

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-717	-2845
MF Flows**	415	2020

\*9<sup>th</sup> Jan 2019; \*\*8<sup>th</sup> 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 increased across regions as U.S. and China trade talks supported sentiment. Meeting between the two countries has gone into the third day. This suggests that the nations could strike a long-term deal before the end of the 90-day truce, which started in Dec 2018. Today (as of Jan 10), Asian markets opened lower as investors traded cautiously ahead of release of China's inflation data for Dec and post conclusion of unscheduled third day of talks between U.S. and China. Nikkei and Hangseng fell 1.49% and 0.77%, respectively (as at 8.a.m. IST).
- As per the last close, European markets closed higher amid optimism about a potential trade deal between the U.S. and China. Easing of eurozone's seasonally adjusted jobless rate for Nov 2018 likely boosted investor sentiment.
- As per the last close, U.S markets closed higher after the minutes of latest U.S. Federal Reserve (Fed) meeting confirmed Fed's Chairman recent comments of central bank taking patient approach on further interest rate increases. Further, optimism about a potential trade deal between the U.S. and China added to the gains.

Indian Equity Market

- Indian equity markets gained amid positive global cues and favourable reports by the World Bank and the World Economic Forum. U.S. and China have extended their trade talks to the third day though the original plan was for two days. This has led to optimism that a resolution to the trade stand-off is nearby.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.64% and 0.49%, respectively, to close at 36,212.91 and 10,855.15, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap lost 0.04% and 0.17%, respectively.
- The overall market breadth on BSE was weak with 1490 scrips declining and 1108 scrips advancing. A total of 149 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Fast Moving Consumer Goods was the major gainer, up 1.11%, followed by S&P BSE Bankex and S&P BSE Realty, up 0.69% and 0.66%, respectively. S&P BSE Finance and S&P BSE Auto gained 0.63% and 0.55%, respectively. S&P BSE Oil & Gas was the major loser, down 1.74%, followed by S&P BSE Metal and S&P BSE Basic Materials, down 1.21% and 0.87%, respectively.

Domestic News

- The World Bank has forecast India's GDP will grow at 7.3% in the fiscal year 2018-19, and 7.5% in the following two years. This is attributed to an upswing in consumption and investment. The World Bank said India will continue to be the fastest growing major economy in the world. China's economic growth is estimated to slow down to 6.2% each in 2019 and 2020 and 6% in 2021, the bank's report said.
- The Reserve Bank of India (RBI) has made a high-level committee headed by former chairman of the Unique Identification Authority of India (UIDAI) to set up a robust digital payments ecosystem. The committee's task is to review the existing status of digitization of payments, identify gaps in the ecosystem and suggest ways to fix them. According to its terms of reference, the committee has to suggest a medium-term strategy for deepening digital payments, and measures to strengthen safety and security.
- IndusInd Bank's net profit increased 4.6% to Rs. 985.03 crore in the Dec-quarter because of higher provisions and contingencies. Net profit in the year-ago period was Rs. 936.25 crore. Estimates were for profit to come in at Rs. 810.50 crore. Net interest income was up 20.76% to Rs. 2288.09 crore against Rs. 1894.81 crore in the year-ago period.
- According to media reports, Ola is in talks to invest or acquire medicine delivery start-up Myra Medicines. The two have a common investor namely Matrix Partners. The deal is expected to close by the end of Jan 2019. If the deal goes through, it will mark the cab-hailing platform's entry into the growing online medicine delivery sector. Ola's main cab-hailing business is witnessing slowdown. The Bengaluru-based company has also been trying to build its food delivery business and acquired Foodpanda around a year ago.
- Film production and distribution company Zee Studios has announced the launch of independent digital content arm Zee Studios Originals. It will produce premium, original content and create new IPs (intellectual properties) for all digital platforms globally.

FII Derivative Trade Statistics		09-Jan	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2083.55	2501.58	30773.43
Index Options	72373.17	72860.85	52023.24
Stock Futures	11094.75	10866.93	82461.39
Stock Options	2978.23	3005.46	6604.90
Total	88529.70	89234.82	171862.96

Derivative Statistics- Nifty Options			
	09-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.43	1.41	0.02
Put Call Ratio(Vol)	1.01	0.87	0.14

Debt Watch				
	09-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.36%	6.33%	6.41%	5.87%
T-Repo	6.45%	6.21%	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%	6.59%	6.67%	6.09%
364 Day T-Bill	6.88%	6.91%	7.01%	6.10%
10 Year Gilt	7.47%	7.35%	7.46%	7.16%
G-Sec Vol. (Rs.Cr)	33557	44742	39650	34213
FBIL MIBOR*	6.50%	6.50%	6.48%	6.00%
3 Month CP Rate	7.75%	7.80%	7.35%	7.34%
5 Year Corp Bond	8.34%	8.28%	8.37%	7.98%
1 Month CD Rate	6.70%	6.80%	6.68%	6.25%
3 Month CD Rate	6.78%	7.47%	7.23%	6.78%
1 Year CD Rate	7.86%	8.24%	8.17%	7.10%

Currency Market			
Currency	09-Jan	Prev_Day	Change
USD/INR	70.44	70.02	0.42
GBP/INR	89.72	89.42	0.30
EURO/INR	80.71	80.16	0.55
JPY/INR	0.65	0.64	0.00

Commodity Prices				
Commodity	09-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	52.14	46.26	52.71	62.87
Brent Crude(\$/bl)	59.25	53.95	61.73	69.90
Gold( \$/oz)	1293	1285	1248	1313
Gold(Rs./10 gm)	31863	31792	31050	29499

Source: Thomson Reuters Eikon

\*As on 08 Jan 2019

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**Derivatives Market**

- Nifty Jan 2019 Futures were at 10,877.70, a premium of 22.55 points, over the spot closing of 10,855.15. The turnover on NSE's Futures and Options segment rose to Rs. 11,17,242.10 crore on Jan 9, 2019, compared with Rs. 7,28,441.52 crore on Jan 8.
- The Put-Call ratio stood at 0.96 compared with the previous session's close of 0.89.
- The Nifty Put-Call ratio stood at 1.43 compared with the previous session's close of 1.41.
- Open interest on Nifty Futures stood at 26.62 million as against the previous session's close at 26.76 million.

**Indian Debt Market**

- Bond yields rose tracking the fall in rupee and the rise in crude oil prices, which dampened the market sentiment. This aggravated concerns over foreign fund outflow, particularly amid worries of widening current account deficit.
- Yield on the 10-year benchmark paper (7.17% GS 2028) increased 2 bps to close at 7.47% as compared with 7.45% in the previous session after trading in the range of 7.44% to 7.48%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 5,401 crore (gross) on Jan 9, 2019 compared with a borrowing of Rs. 4,196 crore (gross) on Jan 8, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 6,773 crore on Jan 8, 2019.
- Banks borrowed Rs. 1,700 crore under the central bank's Marginal Standing Facility on Jan 8, 2019 compared with borrowing of Rs. 1,045 crore on Jan 7, 2019.

**Currency Market Update**

- The Indian rupee dipped against the greenback following increase in global crude oil prices which renewed worries over foreign fund outflows amid worries of expanding fiscal deficit. The rupee closed at 70.46 a dollar, down 0.37% compared with the previous close of 70.20.
- The euro saw a marginal improvement with progress in U.S. China trade talks that signalled improving trade relations. The euro was last seen trading at 1.1444 a dollar, up 0.03% compared with the previous close of 1.1440.

**Commodity Market Update**

- Gold prices continued to fall with improving risk appetite as U.S.-China trade dispute eases.
- Brent crude prices extended gains from the previous session with the progress in trade talks between Washington and Beijing.

**International News**

- Eurostat data showed eurozone unemployment rate unexpectedly eased in Nov 2018 to its lowest level in more than a decade. The seasonally adjusted jobless rate eased to 7.9% from 8% in Oct 2018. This is against expectations of status quo. The latest jobless rate was the lowest since Oct 2008, Eurostat said.
- IHS Markit data showed U.K. permanent job appointment grew at the weakest pace since early 2017 amid a sharp decline in the supply of candidates. The KPMG/REC Report on Jobs showed that weaker growth in appointments led to further marked increases in starting pay and salary inflation was the quickest in over three years. Temporary billings increased at a sharp rate from Nov's 25-month low.

Thank you for  
your time.