

RELIANCE

MUTUAL
FUND

Markets for You

15 Jan 2019

Indices Performance

Global Indices	14-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	23,910	23,996	-86	-0.36
Nasdaq	6,906	6,971	-66	-0.94
FTSE	6,855	6,918	-63	-0.91
Nikkei	Closed	20,360	NA	NA
Hang Seng	26,298	26,667	-369	-1.38
Indian Indices	14-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,854	36,010	-156	-0.43
Nifty 50	10,738	10,795	-57	-0.53
Nifty 100	10,965	11,026	-61	-0.55
Nifty Bank	27,248	27,454	-206	-0.75
SGX Nifty	10,758	10,815	-57	-0.53
S&P BSE Power	1,954	1,976	-22	-1.13
S&P BSE Small Cap	14,536	14,600	-64	-0.44
S&P BSE HC	14,073	14,019	54	0.38

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
14-Jan	23.29	1.18	25.80	1.26
Month Ago	23.47	1.22	26.14	1.23
Year Ago	25.66	1.11	27.28	1.06

Nifty 50 Top 3 Gainers

Company	14-Jan	Prev_Day	% Change [#]
Yes Bank	195	184	6.02
Infosys	702	684	2.69
Sun Pharma	451	444	1.45

Nifty 50 Top 3 Losers

Company	14-Jan	Prev_Day	% Change [#]
Wipro	313	329	-4.91
GAIL	325	339	-4.05
Indiabulls HFC	791	816	-3.09

Advance Decline Ratio

	BSE	NSE
Advances	1014	653
Declines	1508	1137
Unchanged	192	103

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-625	-3300
MF Flows**	304	2887

*14th Jan 2019; **10th Jan 2019

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	2.19%	3.70%	5.21%
	(Dec-18)	(Sep-18)	(Dec-17)
IIP	0.50%	6.50%	8.50%
	(Nov-18)	(Jul-18)	(Nov-17)
GDP	7.10%	8.20%	6.30%
	(Sep-18)	(Jun-18)	(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 mostly down as Chinese trade data came lower than expected and U.S. government shutdown continued. China's exports and imports for Dec 2018 decreased at the worst pace seen in two years, making investors anxious of rapid slowdown in the economy due to the trade war with U.S. and weakening global activity. The vote on Brexit and U.S. earnings season also kept investors on the sidelines. Today (as of Jan 15), Asian markets opened on a positive note despite concerns of an economic slowdown in China. Both Nikkei and Hang Seng were trading higher 0.39% and 0.80%, respectively (as at 8 a.m. IST).
- As per the last close, European markets fell after Chinese exports showed contraction, which increased concerns of a slowdown in global growth. Markets were also weighed down by concerns surrounding the ongoing U.S. government shutdown.
- As per the last close, U.S markets declined as contraction in Chinese exports increased concerns of a slowdown in global growth. Data showed China's exports plunged 4.4% YoY in Dec 2018, reflecting the biggest drop in two years.

Indian Equity Market

- Indian equity markets lost on weak global cues as China's trade figures declined unexpectedly to their two-year lows. This has stoked global growth fears among investors all over the world. On the domestic front, index of industrial production data dropped significantly for Nov 2018, adding to investor woes. The saving grace came in the form of gains in the stock of an information technology major as it gave an upbeat revenue growth guidance.
- Key benchmark indices S&P BSE Sensex and Nifty 50 dropped 0.43% and 0.53%, respectively, to close at 35,853.56 and 10,737.60, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap lost 0.49% and 0.44%, respectively.
- The market breadth on BSE was weak with 1508 scrips declining and 1014 scrips advancing. A total of 192 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Healthcare was the major gainer, up 0.38%, followed by S&P BSE Information Technology, up 0.09%. S&P BSE Teck was unchanged. S&P BSE Capital Goods was the major loser, down 1.93%, followed by S&P BSE Utilities and S&P BSE Metal, down 1.43% and 1.14%, respectively. S&P BSE Power and S&P BSE Industrials lost 1.13% and 0.99%, respectively.

Domestic News

- India's Wholesale Price Index-based inflation (WPI) came in at 3.80% in Dec 2018 as against 4.64% in Nov 2018 as prices of onions and fruits came down. Wholesale price inflation was at 3.58% in Dec 2017. Onion inflation fell 63.83% in Dec compared with a fall of 47.60% in Nov 2018. Fruit inflation fell 3.69% in Dec compared with 2.49% in Nov. Crude petroleum increased at a slower pace of 17.49% as against a rise of 40.06% in Nov. Inflation in food articles fell 0.07% as against a fall of 3.31% in Nov. Inflation in vegetables decreased 17.55% as against a fall of 26.98% in Nov. The WPI Food Index came in at 0.07% in Dec against -1.96% in Nov 2018.
- Government data showed that India's retail inflation plunged to an eighteen month low of 2.19% in Dec 2018 from 2.33% in the previous month and 5.21% in the same month of the previous year. The plunge came as food prices continued to decline with the consumer food price index contracting 2.51% in Dec 2018 compared to a contraction of 2.61% in the previous month but an expansion of 4.96% in the same month of the previous year.
- According to media reports, the finance ministry has asked public sector banks to slowly bring down the government's equity to 52%. This is being done to align public sector banks with the best corporate practices. Dilution of government stake will help banks to meet 25% public float rules of market regulator Securities & Exchange Board of India (SEBI). Some public sector banks have government's holding of more than 75%.
- State-run Bharat Petroleum Corp. Ltd (BPCL) plans to raise \$500 million from the international bond market, according to media reports. BPCL is India's second largest refiner and fuel retailer. It will raise capital through the sale of foreign currency convertible bonds to meet its capital expenditure.

FII Derivative Trade Statistics		14-Jan		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1958.48	2498.01	32128.68	
Index Options	62631.64	62413.33	56706.88	
Stock Futures	9771.98	9567.09	82590.17	
Stock Options	6977.53	7119.17	8551.34	
Total	81339.63	81597.60	179977.07	

Derivative Statistics- Nifty Options			
	14-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.35	1.39	-0.04
Put Call Ratio(Vol)	0.90	0.89	0.01

Debt Watch				
	14-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.37%	6.38%	6.41%	5.91%
T-Repo	6.38%	6.34%	6.26%	---
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%	6.64%	6.29%
364 Day T-Bill	6.83%	6.88%	7.00%	6.30%
10 Year Gilt	7.43%	7.51%	7.44%	7.28%
G-Sec Vol. (Rs.Cr)	40484	38657	73572	27029
FBIL MIBOR*	6.50%	6.50%	6.55%	6.00%
3 Month CP Rate	7.65%	7.80%	7.20%	7.38%
5 Year Corp Bond	8.34%	8.41%	8.33%	8.00%
1 Month CD Rate	6.69%	6.69%	6.95%	6.25%
3 Month CD Rate	7.11%	7.24%	7.05%	6.86%
1 Year CD Rate	8.13%	8.18%	8.17%	7.13%

Currency Market			
Currency	14-Jan	Prev_Day	Change
USD/INR	70.82	70.47	0.35
GBP/INR	90.96	89.92	1.05
EURO/INR	81.25	81.21	0.04
JPY/INR	0.66	0.65	0.00

Commodity Prices				
Commodity	14-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	50.26	48.22	51.21	64.17
Brent Crude(\$/bl)	58.44	56.69	58.50	70.46
Gold(\$/oz)	1292	1289	1238	1338
Gold(Rs./10 gm)	32117	31764	31374	29838

Source: Thomson Reuters Eikon

*As on 11-01-19

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Derivatives Market

- Nifty Jan 2019 Futures were at 10,769.80, a premium of 32.20 points, over the spot closing of 10,737.60. The turnover on NSE's Futures and Options segment rose to Rs. 5,04,355.11 crore on Jan 14, 2019, compared with Rs. 5,03,549.10 crore on Jan 11, 2019.
- The Put-Call ratio stood at 0.80 compared with the previous session's close of 0.92.
- The Nifty Put-Call ratio stood at 1.35 compared with the previous session's close of 1.39.
- Open interest on Nifty Futures stood at 26.45 million as against the previous session's close at 26.09 million.

Indian Debt Market

- Bond yield eased as market participants expect inflation to lower ahead of the release of the retail inflation date. This also raises expectations of monetary easing in the near future.
- Yield on the 10-year benchmark paper (7.17% GS 2028) decreased 7 bps to close at 7.43% as compared with 7.50% in the previous session after trading in the range of 7.42% to 7.48%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,636 crore (gross) on Jan 14, 2019 compared with a borrowing of Rs. 3,327 crore (gross) on Jan 11, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 12,829 crore on Jan 11, 2019.
- Banks borrowed Rs. 213 crore under the central bank's Marginal Standing Facility on Jan 11, 2019 compared with borrowing of Rs. 225 crore on Jan 10, 2019.

Currency Market Update

- The Indian rupee depreciated against the greenback as investors risk taking appetite for emerging market assets lowered following China's weak trade data for Dec. The country's exports dropped 4.4%, while imports contracted 7.6%.
- The euro declined against the greenback following a data that revealed that the eurozone's third largest economy, Italy, could enter into a recession.

Commodity Market Update

- Gold prices edged up on dollar weakness and softness in the global equity market.
- Brent crude price lowered following weak Chinese import and export data.

International News

- General Administration of Customs data showed China's exports and imports declined in Dec 2018, exhibiting the worst rates in two years. Exports dropped 4.4% YoY in Dec against expectations of a rise. Imports decreased 7.6% YoY again less than expectations of a rise. This is worst outcome since 2016. Trade surplus in Dec 2018 came in at \$57.1 billion.
- Eurostat preliminary data showed eurozone's industrial production decreased at a faster than expected pace in Nov 2018. Industrial production declined a seasonally adjusted 1.7% from Oct 2018's increase of 0.1%.

Thank you for
your time.