

RELIANCE

MUTUAL
FUND

Markets for You

16 Jan 2019

Indices Performance

Global Indices	15-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,066	23,910	156	0.65
Nasdaq	7,024	6,906	118	1.71
FTSE	6,895	6,855	40	0.58
Nikkei	20,555	20,360	196	0.96
Hang Seng	26,830	26,298	532	2.02
Indian Indices	15-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	36,318	35,854	465	1.30
Nifty 50	10,887	10,738	149	1.39
Nifty 100	11,108	10,965	143	1.30
Nifty Bank	27,401	27,248	153	0.56
SGX Nifty	10,900	10,758	143	1.32
S&P BSE Power	1,960	1,954	6	0.31
S&P BSE Small Cap	14,638	14,536	102	0.70
S&P BSE HC	14,149	14,073	77	0.54

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
15-Jan	23.74	1.17	26.16	1.24
Month Ago	23.47	1.22	26.14	1.23
Year Ago	25.84	1.10	27.06	1.06

Nifty 50 Top 3 Gainers

Company	15-Jan	Prev_Day	% Change [#]
Wipro	330	313	5.52
Yes Bank	203	195	3.92
Tech Mahindra	706	680	3.88

Nifty 50 Top 3 Losers

Company	15-Jan	Prev_Day	% Change [#]
Maruti	7355	7409	-0.72
ICICI Bank	373	373	-0.16
Bharti Infratel	280	280	-0.13

Advance Decline Ratio

	BSE	NSE
Advances	1549	1137
Declines	1022	629
Unchanged	164	125

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-865	-4166
MF Flows**	833	3968

*15th Jan 2019; **14th 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 mostly gained as investors welcomed China's hints at providing greater stimulus to the economy in the wake of slowing growth. China's trade data came in at two-year low on Jan 14, 2019, as the trade war with the U.S. seems to be taking a toll. Investors also looked forward to the verdict on Brexit in the British Parliament later in the day. Today (as of Jan 16), Asian markets opened on a cautious note despite rise on Wall Street Overnight. Both Nikkei and Hang Seng were trading lower 0.63% and 0.73%, respectively (as at 8 a.m. IST).
- As per the last close, European markets rose ahead of the crucial vote on British Prime Minister's Brexit plan. Market rose despite data showed Germany grew at the slowest pace in five years in 2018 in Sep quarter of 2018.
- As per the last close, U.S. markets gained led by technology stocks after a U.S. media-services provider shares prices surged. Rise came after the company saw the biggest increase in subscription prices since launching its service 12 years ago.

Indian Equity Market

- Indian equity markets gained after inflation data eased to multi-month lows, making investors hopeful of a rate-cut by the Reserve Bank of India at its meeting in Feb 2019. Strong global cues also supported sentiment – China has indicated that it will support its economy in the wake of weak trade data and fears of slowing growth. Also, the U.S. started its earnings season on good note with a major bank beating estimates.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.30% and 1.39%, respectively, to close at 36,318.33 and 10,886.80, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap gained 0.58% and 0.70%, respectively.
- The market breadth on BSE was strong with 1549 scrips advancing and 1022 scrips declining. A total of 164 scrips remained unchanged.
- On the BSE sectoral front, all the sectors gained. S&P BSE Information Technology was the major gainer, up 3.02%, followed by S&P BSE Teck and S&P BSE Energy, up 2.75% and 2.54%, respectively. S&P BSE Realty and S&P BSE Oil & Gas gained 1.72% and 1.7%, respectively. S&P BSE Metal and S&P BSE Basic Materials gained 1.69% and 1.17%, respectively.

Domestic News

- Government data showed that India's trade deficit narrowed to a ten month low of narrowed to \$13.08 billion in Dec 2018 from \$16.67 billion in the previous month and \$14.20 billion in the same month of the previous year. Trade deficit narrowed as imports under merchandise trade contracted 2.44% to \$41.01 billion on a yearly basis in Dec 2018 while merchandise exports inched up marginally 0.34% to \$27.93 billion on a yearly basis in Dec 2018. Imports came down as gold imports plunged 24.33% on a yearly basis in Dec 2018 while imports of pearls, precious & semi-precious stones also plummeted 28.08% during the same time period. Meanwhile exports of engineering goods fell 3.12% on a yearly basis in Dec 2018 which according to market participants is a matter of grave concern as the government promised to boost exports by easing norms for manufacturing in India.
- According to Society of Indian Automobile Manufacturers (SIAM) data, passenger vehicle sales dropped by 0.43% to 238692 units in Dec 2018. Sales of commercial vehicles in the month declined 7.80% to 75984 units. Two-wheeler sales also decreased 2.23% to 1259026 units. Vehicle sales across categories decreased 2.97% to 1617356 units.
- According to a United Nation (UN) report, India's creative goods exports almost tripled from \$7.4 billion in 2005 to \$20.2 billion in 2014. This has made India one of the world's leading exporters of such products in the top 10 developing economies. China is the biggest single exporter and importer of creative goods and services. The second edition of the periodic Creative Economy Outlook: Trends in International Trade in Creative Industries covers the period 2002 to 2015 and shows the creative economy's contribution to world trade.

FII Derivative Trade Statistics		15-Jan		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1589.32	2579.00	33043.17	
Index Options	55747.36	55727.31	58407.03	
Stock Futures	10192.41	9634.21	82505.93	
Stock Options	6861.62	6774.79	8943.98	
Total	74390.71	74715.31	182900.11	

Derivative Statistics- Nifty Options			
	15-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.51	1.35	0.16
Put Call Ratio(Vol)	1.02	0.90	0.13

Debt Watch				
	15-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.42%	6.36%	6.41%	5.91%
T-Repo	6.44%	6.39%	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	6.58%	6.65%	6.64%	6.32%
364 Day T-Bill	6.81%	6.85%	7.00%	5.75%
10 Year Gilt	7.47%	7.45%	7.44%	7.27%
G-Sec Vol. (Rs.Cr)	22219	55694	73572	26753
FBIL MIBOR*	6.50%	6.50%	6.55%	6.00%
3 Month CP Rate	7.65%	7.75%	7.20%	7.39%
5 Year Corp Bond	8.48%	8.35%	8.33%	8.03%
1 Month CD Rate	6.66%	6.81%	6.95%	6.23%
3 Month CD Rate	7.13%	7.22%	7.05%	6.89%
1 Year CD Rate	8.13%	7.96%	8.17%	7.15%

Currency Market			
Currency	15-Jan	Prev_Day	Change
USD/INR	71.03	70.82	0.21
GBP/INR	91.62	90.96	0.66
EURO/INR	81.50	81.25	0.26
JPY/INR	0.65	0.66	0.00

Commodity Prices				
Commodity	15-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	51.75	49.53	51.21	64.17
Brent Crude(\$/bl)	58.29	56.70	58.50	71.13
Gold(\$/oz)	1289	1285	1238	1340
Gold(Rs./10 gm)	32117	31734	31374	29838

Source: Thomson Reuters Eikon

*As on 14-Jan-19

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Derivatives Market

- Nifty Jan 2019 Futures were at 10,928.40, a premium of 41.60 points, over the spot closing of 10,886.80. The turnover on NSE's Futures and Options segment rose to Rs. 6,13,405.78 crore on Jan 15, 2019, compared with Rs. 5,04,355.11 crore on Jan 14, 2019.
- The Put-Call ratio stood at 0.89 compared with the previous session's close of 0.80.
- The Nifty Put-Call ratio stood at 1.51 compared with the previous session's close of 1.35.
- Open interest on Nifty Futures stood at 27.64 million as against the previous session's close at 26.45 million.

Indian Debt Market

- Bond yield increased as market participants grew cautious over the pre-election spending. If the pre-election spending rises, it could lead to a fiscal slippage.
- Yield on the 10-year benchmark paper (7.17% GS 2028) increased 4 bps to close at 7.47% as compared with 7.43% in the previous session after trading in the range of 7.46% to 7.49%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,151 crore (gross) on Jan 15, 2019 compared with a borrowing of Rs. 3,636 crore (gross) on Jan 14, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 9,668 crore on Jan 14, 2019.
- Banks borrowed Rs. 250 crore under the central bank's Marginal Standing Facility on Jan 14, 2019 compared with borrowing of Rs. 213 crore on Jan 11, 2019.

Currency Market Update

- The Indian rupee depreciated against the greenback as the latter firmed up following Germany's weak growth data. The rupee closed at 71.04 a dollar, down 0.15% compared with the previous close of 70.92.
- The euro declined against the greenback following Germany's weak industrial output data for 2018 that aggravated concerns over an economic slowdown. The euro was last seen trading at 1.1428 a dollar, down 0.40% compared with the previous close of 1.1474.

Commodity Market Update

- Gold prices weakened against the greenback as the equity markets improved.
- Brent crude price edged up as U.S. energy companies trimmed four oil rigs in the week of Jan 11, 2019.

International News

- Eurostat data showed eurozone's merchandise trade surplus decreased strongly in Nov 2018. This happened as the growth in imports outpaced that of exports. The trade surplus fell to EUR 19 billion from EUR 23.4 billion in the year-ago period. Exports increased 1.9% YoY and imports rose 4.7%.
- The Bank of Japan said M2 money stock in Japan was up 2.4% YoY in Dec 2018. It came in at 1,014.2 trillion yen, in line with expectations following the 2.3% gain in Nov 2018. The M3 money stock increased an annual 2.1% to 1,011.9 trillion yen – maintaining status quo and matching estimates.

Thank you for
your time.