

**RELIANCE**

MUTUAL  
FUND

# Markets for You

17 Jan 2019

Indices Performance

Global Indices	16-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	24,207	24,066	142	0.59
Nasdaq	7,035	7,024	11	0.15
FTSE	6,863	6,895	-32	-0.47
Nikkei	20,443	20,555	-113	-0.55
Hang Seng	26,902	26,830	72	0.27
Indian Indices	16-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	36,321	36,318	3	0.01
Nifty 50	10,890	10,887	4	0.03
Nifty 100	11,112	11,108	4	0.04
Nifty Bank	27,484	27,401	83	0.30
SGX Nifty	10,925	10,900	25	0.23
S&P BSE Power	1,964	1,960	4	0.20
S&P BSE Small Cap	14,660	14,638	21	0.14
S&P BSE HC	14,212	14,149	63	0.44

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
16-Jan	23.84	1.16	26.17	1.24
Month Ago	23.47	1.22	26.14	1.23
Year Ago	25.55	1.11	26.96	1.06

Nifty 50 Top 3 Gainers

Company	16-Jan	Prev_Day	% Change <sup>#</sup>
Yes Bank	208	203	2.64
Indiabulls HFC	830	809	2.57
IndusInd Bank	1527	1495	2.11

Nifty 50 Top 3 Losers

Company	16-Jan	Prev_Day	% Change <sup>#</sup>
Bharti Infratel	276	280	-1.39
Bajaj Finance	2570	2604	-1.32
Vedanta Limited	196	199	-1.31

Advance Decline Ratio

	BSE	NSE
Advances	1209	882
Declines	1375	865
Unchanged	141	129

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	359	-3806
MF Flows**	887	4855

\*16<sup>th</sup> Jan 2019; \*\*15<sup>th</sup> 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 higher as the positive sentiment emanating from China's hints at providing greater stimulus to the economy overshadowed Brexit uncertainties. The U.K. parliament voted against Prime Minister's Brexit deal by a wide margin. The U.K. government now faces a no-confidence vote. Today (as of Jan 17), Asian markets opened mostly on a positive note following rise on Wall Street Overnight. While Nikkei was trading higher 0.36%, Hang Seng was lower 0.42% (as at 8 a.m. IST).
- As per the last close, European markets mostly gained ahead of the no confidence vote against U.K. Prime Minister following the defeat her Brexit plan suffered in Parliament on Wednesday.
- As per the last close, U.S markets rose partially following upbeat earnings of two U.S. investment banks and financial services giants. Market was positive after British Prime Minister's government survived a vote of no confidence in parliament. However, gains were limited on uncertainty about the ongoing government shutdown.

Indian Equity Market

- Indian equity markets gained yet again on positive economic data as India's trade deficit narrowed to a 10-month low. However, the market movement was volatile as uncertainties grew around Brexit after the U.K. Prime Minister lost support for the proposal by a wide margin in the parliament and now faces a no-confidence vote.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.01% and 0.03%, respectively, to close at 36,321.29 and 10,890.30, respectively. S&P BSE Mid-Cap lost 0.02% and S&P BSE Small Cap gained 0.14%.
- The overall market breadth on BSE was weak with 1209 scrips advancing and 1375 scrips declining. A total of 141 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Oil & Gas was the major gainer, up 0.66%, followed by S&P BSE Information Technology and S&P BSE Utilities, up 0.65% and 0.52%, respectively. S&P BSE Energy and S&P BSE Healthcare gained 0.45% and 0.44%, respectively. S&P BSE Telecom was the major loser, down 0.82%, followed by S&P BSE Fast Moving Consumer Goods and S&P BSE Metal, down 0.74% and 0.68, respectively.

Domestic News

- The government has decided to recapitalise state-owned Exim Bank. The government will recapitalise Rs. 6,000 crore and double its authorised capital to Rs. 20,000 crore. The equity will be infused in two tranches of Rs. 4,500 crore in 2018-19 and Rs. 1,500 crore in 2019-20, Railway minister said. The equity will be infused in two tranches – Rs. 4,500 crore in 2018-19 and Rs. 1,500 crore in 2019-20, Railway minister said.
- Reserve Bank of India (RBI) governor will meet industry chambers on Jan 17, 2019, to understand their issues and concerns. The governor has been holding consultations with various stakeholders such as banks, non-banking financial companies and micro, small and medium enterprises from the time he took the post recently.
- India's soymeal sales to Iran could increase as the latter is using the rupees it receives for its crude exports to cover its animal feed demand. This comes amid U.S. sanctions that have crippled Iran's ability to import necessities. Iran has agreed to sell crude oil to India in exchange of rupees after U.S. sanctions blocked its access to the global financial system. It must spend those rupees on Indian goods and Iran does not produce enough of soymeal domestically. Higher meal exports in turn could support Indian soybean prices and to some extent even rectify farmer complaints of low prices.
- India will purchase \$5 billion worth of oil and gas from the U.S. per annum and \$18 billion worth of defence equipment that are under implementation, according to media reports. The U.S. export to India has increased at least 30%, India's ambassador to the U.S. said. In the last two years, bilateral trade has increased from \$119 billion to \$140 billion, he said.
- ICICI Securities Ltd reported a 34% decline in third quarter net profit at Rs. 101.2 crore. Revenue decreased 18% YoY as all segments put in a lacklustre performance.

FII Derivative Trade Statistics		16-Jan		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	3806.51	2653.42	35428.12	
Index Options	63881.92	63687.82	59942.33	
Stock Futures	12010.07	11414.90	84563.28	
Stock Options	6814.53	6606.18	9335.07	
Total	86513.03	84362.32	189268.80	

Derivative Statistics- Nifty Options			
	16-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.54	1.51	0.03
Put Call Ratio(Vol)	0.94	1.02	-0.09

Debt Watch				
	16-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.42%	6.36%	6.41%	5.88%
T-Repo	6.45%	6.45%	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%	6.65%	6.64%	6.27%
364 Day T-Bill	6.83%	6.88%	7.00%	6.53%
10 Year Gilt	7.56%	7.47%	7.44%	7.38%
G-Sec Vol. (Rs.Cr)	38579	33557	73572	27684
FBIL MIBOR*	6.50%	6.55%	6.55%	6.01%
3 Month CP Rate	7.60%	7.75%	7.20%	7.48%
5 Year Corp Bond	8.51%	8.36%	8.33%	8.06%
1 Month CD Rate	6.67%	6.70%	6.95%	6.23%
3 Month CD Rate	7.16%	6.78%	7.05%	6.96%
1 Year CD Rate	7.81%	7.86%	8.17%	7.23%

Currency Market			
Currency	16-Jan	Prev_Day	Change
USD/INR	71.18	71.03	0.15
GBP/INR	91.46	91.62	-0.16
EURO/INR	81.18	81.50	-0.33
JPY/INR	0.66	0.65	0.00

Commodity Prices				
Commodity	16-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	52.03	52.14	51.21	63.77
Brent Crude(\$/bl)	59.45	59.25	58.50	69.64
Gold(\$/oz)	1293	1293	1238	1339
Gold(Rs./10 gm)	32351	31863	31374	30056

Source: Thomson Reuters Eikon

\*As on 15 Jan 2018

**Disclaimer:**

The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since Reliance Nippon Life Asset Management Company Limited (RNLAM) (formerly Reliance Capital Asset Management Limited) has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrive data; RNLAM does not in any manner assure the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect RNLAM's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor(s), the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor(s), the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

 Readers are requested to click here for ICRON disclaimer - <http://www.icraonline.com/legal/standard-disclaimer.html>
**Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.**
**Derivatives Market**

- Nifty Jan 2019 Futures were at 10,921.65, a premium of 31.35 points, over the spot closing of 10,890.30. The turnover on NSE's Futures and Options segment rose to Rs. 7,45,712.00 crore on Jan 16, 2019, compared with Rs. 6,13,405.78 crore on Jan 15, 2019.
- The Put-Call ratio stood at 0.86 compared with the previous session's close of 0.89.
- The Nifty Put-Call ratio stood at 1.54 compared with the previous session's close of 1.51.
- Open interest on Nifty Futures stood at 28.07 million as against the previous session's close at 27.64 million.

**Indian Debt Market**

- Bond yield increased as market participants continue to stay doubtful whether the federal government will be able to move ahead with its plan of fiscal consolidation. The government's expenses are likely to increase ahead of the elections, which is expected to widen the fiscal deficit.
- Yield on the 10-year benchmark paper (7.17% GS 2028) increased 9 bps to close at 7.56% as compared with 7.47% in the previous session after trading in the range of 7.46% to 7.58%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,564 crore (gross) on Jan 16, 2019 compared with a borrowing of Rs. 4,151 crore (gross) on Jan 15, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 7,164 crore on Jan 15, 2019.

**Currency Market Update**

- The Indian rupee depreciated as rising concerns over a fiscal slippage dampened investors' sentiment. The rupee closed at 71.24 a dollar, down 0.29% compared with the previous close of 71.04.
- The euro slipped against the greenback on concerns over the eurozone economy's outlook. Germany's weak industrial output data for the second half of 2018 are signs of an economic slowdown. The euro was last seen trading at 1.1378 a dollar, down 0.32% compared with the previous close of 1.1414.

**Commodity Market Update**

- Gold prices strengthen against the greenback on rising worries about the eurozone's growth outlook
- Brent crude price were subdued due to global growth worries that increased tension over the future demand of the commodity.

**International News**

- A Labor Department report showed a modest decrease in U.S. producer prices for Dec 2018. The Labor Department's producer price index for final demand dipped a more than expected 0.2% in Dec after increasing 0.1% in Nov 2018.
- The Cabinet Office data showed core machine orders in Japan were roughly flat MoM and came in a little short of estimates. Core machine orders added 0.8%, down sharply from 7.6% in Oct 2018. On an annual basis, core machine orders added 0.8%, which is more than expectations.



Thank you for  
your time.