

RELIANCE

MUTUAL
FUND

Markets for You

28 Jan 2019

Indices Performance

Global Indices	25-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,737	24,553	184	0.75
Nasdaq	7,165	7,073	91	1.29
FTSE	6,809	6,819	-10	-0.14
Nikkei	20,774	20,575	199	0.97
Hang Seng	27,569	27,121	448	1.65
Indian Indices	25-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	36,026	36,195	-170	-0.47
Nifty 50	10,781	10,850	-69	-0.64
Nifty 100	10,968	11,049	-81	-0.73
Nifty Bank	27,115	27,266	-151	-0.55
SGX Nifty	10,800	10,887	-88	-0.80
S&P BSE Power	1,883	1,902	-19	-0.99
S&P BSE Small Cap	14,000	14,225	-225	-1.58
S&P BSE HC	13,948	13,999	-50	-0.36

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
25-Jan	23.68	1.17	26.14	1.25
Month Ago	23.30	1.18	25.80	1.25
Year Ago	26.24	1.08	27.61	1.02

Nifty 50 Top 3 Gainers

Company	25-Jan	Prev_Day	% Change [#]
Bharti Infratel	280	263	6.37
HCL Tech	969	946	2.42
Yes Bank	220	215	1.95

Nifty 50 Top 3 Losers

Company	25-Jan	Prev_Day	% Change [#]
Zee Ente.	318	434	-26.61
Maruti	6513	7041	-7.49
Ultratech Cem	3511	3791	-7.38

Advance Decline Ratio

	BSE	NSE
Advances	677	443
Declines	1885	1356
Unchanged	142	97

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-195	-4878
MF Flows**	354	6663

*25th Jan 2019; **24th Jan 2019

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	2.19% (Dec-18)	3.70% (Sep-18)	5.21% (Dec-17)
IIP	0.50% (Nov-18)	6.50% (Jul-18)	8.50% (Nov-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 gained after U.S.-China trade relations saw positive development. U.S. Treasury Secretary said the two countries were "making a lot of progress" in talks. Today (as of Jan 28), Asian markets opened mostly higher as investors waited for a new round of high-level U.S.-China trade talks. However, decline in shares of a Japanese conglomerate weighed on the market. Nikkei was trading down 0.25% and Hangseng was trading up 0.64% (as at 8.a.m. IST).
- As per the last close, European markets closed mostly higher amid strong quarterly earnings report and on renewed optimism about trade talks between the U.S. and China. However, gains were capped as disappointing earnings data from a major telecom company and rise in the value of sterling against the greenback.
- As per the last close, U.S markets closed higher after U.S. Treasury Secretary indicated progress in trade talks between the U.S. and China. Market gained further as U.S. President announced an agreement to end the record-setting government shutdown.

Indian Equity Market

- Indian equity markets saw a volatile session as indices increased considerably in the first half but still ended in the red. They had initially gained on positive global cues after U.S. and China progressed in their trade talks. The downturn came after a major domestic automaker registered double-digit decline in net profit for the third quarter. Another media company lost significantly after news of its promoters reducing stake emerged.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.47% and 0.64%, respectively, to close at 36,025.54 and 10,780.55, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap declined 1.20% and 1.58%, respectively.
- On the BSE sectoral front, S&P BSE Telecom was the major gainer, up 1.74%, followed by S&P BSE Information Technology, up 0.2%, and S&P BSE Oil & Gas, up 0.18%. S&P BSE Energy and S&P BSE Consumer Durables gained 0.07% each. S&P BSE Realty was the major loser, down 4.09%, followed by S&P BSE Auto and S&P BSE Consumer Discretionary Goods & Services, down 3.14% each.

Domestic News

- An international rating agency has forecasted India's 2018-19 fiscal deficit to slip to 3.4% of GDP from budgeted 3.3%. It has cautioned that a farm package could further lead to more deviation from fiscal consolidation roadmap. The government is aiming to bring it down to 3% by 2020. The agency said the government's recent policy announcements to support the incomes of small enterprises and help farmers facing stress could make it more difficult for the government to achieve its fiscal consolidation objectives.
- The government could push back the deadline of Feb 1, 2019, for foreign direct investment policy for ecommerce, according to media news. Leading e-commerce companies have sought a deferment and the report says the government is considering an extension of at least two months. Executives of these companies have met senior government officials and asked for an extension and review of two key clauses. The first stops marketplaces and their group companies from having equity participation in any of their vendors and the second prohibits marketplaces and group companies from having control over inventory sold on the platforms.
- The interim finance minister will meet heads of public sector banks in the coming week to discuss issues including review of financial performance of banks for the nine months ended Dec 2018, credit offtake and bad loan position of lenders, said media reports. The meeting will also look into the matter of credit flow to MSMEs, agriculture and retail sectors.
- Tata Motors has said it has no plans to invest and upgrade Nano to meet BS-VI standards, according to media reports. This hints that the production and sales of the vehicle could stop from Apr 2020.
- Edelweiss Financial Services' consolidated net profit decreased 4% to Rs. 226 crore for third quarter ended Dec 2018 compared with Rs. 235 crore in the year-ago period. The fall reflects an increased cost of holding liquid assets.

FII Derivative Trade Statistics	25-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2841.94	3352.85	37690.41
Index Options	146966.55	146042.19	71021.52
Stock Futures	12955.59	12384.52	87180.18
Stock Options	9148.69	9095.22	11532.77
Total	171912.77	170874.78	207424.88

Derivative Statistics- Nifty Options	25-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.37	1.44	-0.07
Put Call Ratio(Vol)	1.02	0.96	0.05

Debt Watch	25-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.41%	6.45%	6.50%	5.91%
T-Repo	6.39%	6.49%	6.52%	--
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	6.54%	6.50%	6.60%	6.40%
364 Day T-Bill	6.76%	6.79%	6.95%	6.51%
10 Year Gilt	7.55%	7.60%	7.29%	7.31%
G-Sec Vol. (Rs.Cr)	32425	30263	21720	39866
FBIL MIBOR	6.54%	6.48%	6.60%	6.05%
3 Month CP Rate	7.65%	7.65%	7.20%	7.75%
5 Year Corp Bond	8.49%	8.44%	8.22%	8.00%
1 Month CD Rate	6.64%	6.68%	7.13%	6.24%
3 Month CD Rate	7.27%	7.14%	7.10%	7.21%
1 Year CD Rate	7.88%	7.87%	8.17%	7.45%

Currency Market	25-Jan	Prev_Day	Change
USD/INR	71.11	71.28	-0.18
GBP/INR	93.24	93.15	0.09
EURO/INR	80.50	81.11	-0.61
JPY/INR	0.65	0.65	0.00

Commodity Prices	25-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	53.48	53.55	45.33	65.59
Brent Crude(\$/bl)	61.93	62.23	51.87	71.17
Gold(\$/oz)	1303	1281	1268	1348
Gold(Rs./10 gm)	32303	32276	31190	30489

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty Jan 2019 Futures were at 10785.95, a premium of 5.40 points, over the spot closing of 10,780.55. The turnover on NSE's Futures and Options segment fell to Rs. 7,24,056.94 crore on Jan 25, 2019, compared with Rs. 16,41,864.45 crore on Jan 24, 2019.
- The Put-Call ratio stood at 0.94 compared with the previous session's close of 0.75.
- The Nifty Put-Call ratio stood at 1.37 compared with the previous session's close of 1.44.
- Open interest on Nifty Futures stood at 27.95 million as against the previous session's close at 28.05 million.

Indian Debt Market

- Bond yields fell amid reports that the farm relief package which is expected to be announced by the government will have a negligible impact on the country's fiscal position. Media reports indicating that the government is considering keeping the fiscal deficit target at 3.3% for fiscal year 2020 as well as aided market sentiment
- Yield on the 10-year benchmark paper (7.17% GS 2028) decreased 1 bps to close at 7.55% as compared with 7.56% in the previous session after trading in the range of 7.52% to 7.58%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,156 crore (gross) on Jan 25, 2019 compared with a borrowing of Rs. 3,441 crore (gross) on Jan 24, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 13,930 crore on Jan 24, 2019.

Currency Market Update

- The Indian rupee declined against the greenback as crude oil prices drifted higher today. In addition, the fall in domestic equity market also adversely impacted the local currency.
- The euro rose against the greenback as market participants remained on the sidelines ahead of the outcome of the U.S. Federal Reserve monetary policy review due next week.

Commodity Market Update

- Gold prices edged up following the European Central Bank's warning regarding a slowdown in the eurozone.
- Brent crude prices increased on concerns over Venezuelan political unrest with speculations of change in the country's regime.

International News

- According to the Conference Board, index of leading U.S. economic indicators decreased modestly in Dec 2018, suggesting economic growth may slow down in 2019. The Conference Board said its leading economic index edged down 0.1% in Dec after rising 0.2% in Nov 2018, matching economist estimates.
- A Labor Department report showed first-time claims for U.S. unemployment benefits unexpectedly fell to their lowest level in almost 50 years in the week ended Jan 19, 2019. The report said initial jobless claims decreased to 199,000, a drop of 13,000 from the previous week's 212,000. Expectations were for a rise in jobless claims. Jobless claims have fallen to their lowest level since hitting 197,000 in Nov 1969.

Thank you for
your time.