

**RELIANCE**

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# Markets for You

03 Jul 2019

**Indices Performance**

Global Indices	02-Jul	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,299	1,294	5	0.39
Nasdaq	8,109	8,091	18	0.22
FTSE	7,559	7,498	62	0.82
Nikkei	21,754	21,730	24	0.11
Hang Seng	28,876	28,543	333	1.17
Indian Indices	02-Jul	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	39,816	39,687	130	0.33
Nifty 50	11,910	11,866	45	0.38
Nifty 100	12,002	11,958	44	0.37
Nifty 500	9,745	9,713	32	0.33
Nifty Bank	31,283	31,372	-89	-0.28
S&P BSE Power	2,134	2,117	17	0.80
S&P BSE Small Cap	14,283	14,283	1	0.00
S&P BSE HC	12,948	13,030	-82	-0.63

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
2-Jul	28.69	1.18	29.28	1.23
Month Ago	29.01	1.19	29.49	1.22
Year Ago	22.40	1.27	25.76	1.23

**Nifty 50 Top 3 Gainers**

Company	02-Jul	Prev_Day	% Change <sup>#</sup>
Indiabulls HFC	642	622	3.29
ONGC	166	161	2.89
Eicher Motors	20137	19625	2.61

**Nifty 50 Top 3 Losers**

Company	02-Jul	Prev_Day	% Change <sup>#</sup>
United Phos	656	948	-30.80
Yes Bank	101	109	-7.65
Tata Motors	164	168	-2.53

**Advance Decline Ratio**

	BSE	NSE
Advances	1141	836
Declines	1350	951
Unchanged	154	109

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-863	77215
MF Flows**	-730	8004

\*2<sup>nd</sup> Jul 2019; \*\*1<sup>st</sup> Jul 2019

**Economic Indicator**

YoY(%)	Current	Quarter Ago	Year Ago
CPI	3.05% (May-19)	2.57% (Feb-19)	4.87% (May-18)
IIP	3.40% (Apr-19)	1.60% (Jan-19)	4.50% (Apr-18)
GDP	5.80% (Mar-19)	6.60% (Dec-18)	8.10% (Mar-18)

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 markets traded in mixed on concerns over global growth slowdown and the U.S.' proposal of imposing new tariffs on European goods. Further, uncertainty over U.S.-China trade deal weighed on sentiments, albeit the U.S. President hinted that trade talks with China were in progress. Positive cues from overnight U.S. markets also acted as catalyst. Today (as of Jul 3), Asian markets opened lower as global trade concerns weighed on investor's sentiments. Both Nikkei and Hang Seng were trading down 0.47% and 0.32%, respectively (as at 8.a.m. IST).
- As per the last close, European markets closed higher on reports that U.S. and China have already restarted the trade talks. However, gains were capped following reports that U.S. threatened tariffs on additional EU goods.
- As per the last close, U.S markets closed higher after U.S. and China agreed to restart the trade talks. However, renewed uncertainty about global trade after the U.S. proposed new tariffs on more European goods capped the gains.

**Indian Equity Market**

- Indian equity markets managed to close in the green. The market witnessed volatility as heavy rains affected India's financial capital for the second day in a row, thereby disrupting road, rail and air traffic. Meanwhile, fall in crude oil prices boosted the indices. Further, hopes of announcement of fiscal measures to support economic growth in the Union budget scheduled on Jul 5, 2019 added to the gains. However, reports that a travel-services company has defaulted Rs. 50 crore in repayment commitments toward outstanding commercial papers restricted the gains.
- Further, disappointing manufacturing data from U.S. and China in Jun 2019 renewed global growth concerns and reports that the U.S. proposed new tariffs on European goods as part of a continuing dispute over aircraft subsidies weighed on the indices.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.33% and 0.38% to close at 39,816.48 and 11,910.30, respectively. S&P BSE Mid-Cap grew 0.38% and S&P BSE Small Cap remained flat.
- The overall market breadth on BSE was weak with 1,350 scrips declining and 1,141 scrips advancing. A total of 154 scrips remained

**Domestic News**

- Total Goods and Services Tax (GST) came in at Rs. 99,939 crore in Jun 2019 as against gross GST collection of Rs. 1,00,289 crore in May 2019 and Rs. 1,13,865 crore in Apr 2019. This marked the first time in FY20 that the collection fell below one lakh crore mark. Out Rs. 99,939 crore, Central GST is Rs. 18,366 crore, State GST is Rs. 25,343 crore, Integrated GST is Rs. 47,772 crore (including Rs 21,980 crore collected on imports) & Cess is Rs. 8,457 crore.
- Indian Sugar Mills Association expects sugar production of 282 lakh tonnes in 2019-20, down 19.6% YoY. The downside reflects fall in area under cane in Maharashtra and Karnataka. The total acreage under sugarcane in the country is estimated to be around 49.31 lakh hectares in sugar season 2019-20, down 10% as against 55.02 lakh hectare in sugar season 2018-19.
- According to media reports, growth in housing prices moderated on a year over year basis to 3.6% during the quarter ended Mar 2019 as against 5.1% in the previous quarter and 6.7% in the previous year period. Except Jaipur and Kanpur, all the cities recorded an increase in house price index (HPI) on an annual basis. Meanwhile, the annual growth or contraction in HPI ranged from 19.5% in Kochi to -11.4% in Jaipur.
- According to an audit report from audit report of Comptroller and Auditor General of India (CAG), total service tax arrears grew to Rs. 1.66 lakh crore in FY18, up from Rs 1.18 lakh crore in FY17. Total arrears with respect to central excise grew to Rs. 96,496 crore in FY18 as against Rs. 84,200 crore in the previous year period.
- According to media reports, the government may levy anti-dumping duty on imports of certain types of steel products from the European Union, Japan, the U.S. and South Korea. The announcement comes as the commerce ministry began an investigation into an alleged dumping of steel products post complaints from domestic players.

FII Derivative Trade Statistics		02-Jul	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2109.09	1662.28	15774.05
Index Options	108943.92	108126.11	34626.13
Stock Futures	8903.50	9228.05	83278.12
Stock Options	3256.22	3253.82	1894.56
Total	123212.73	122270.26	135572.86

Derivative Statistics- Nifty Options			
	02-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.46	1.37	0.09
Put Call Ratio(Vol)	0.86	0.89	-0.03

Debt Watch				
	02-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.71%	5.78%	5.92%	6.12%
T-Repo	5.49%	5.47%	5.94%	NA
Repo	5.75%	5.75%	6.00%	6.25%
Reverse Repo	5.50%	5.50%	5.75%	6.00%
91 Day T-Bill	5.94%	5.94%	6.10%	6.42%
364 Day T-Bill	6.11%	6.08%	6.23%	7.11%
10 Year Gilt	6.85%	6.88%	7.03%	7.91%
G-Sec Vol. (Rs.Cr)	42158	51363	86184	13776
FBIL MIBOR*	5.90%	5.90%	6.00%	6.25%
3 Month CP Rate	6.90%	6.95%	6.80%	7.40%
5 Year Corp Bond	8.01%	8.06%	8.00%	8.81%
1 Month CD Rate	5.91%	6.02%	6.38%	6.60%
3 Month CD Rate	6.38%	6.30%	6.47%	6.82%
1 Year CD Rate	7.50%	7.23%	7.20%	8.11%

Currency Market			
Currency	02-Jul	Prev_Day	Change
USD/INR	68.99	68.97	0.03
GBP/INR	87.23	87.47	-0.24
EURO/INR	77.92	78.13	-0.21
JPY/INR	0.64	0.64	0.00

Commodity Prices				
Commodity	02-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	55.97	57.60	53.44	73.84
Brent Crude(\$/bl)	62.86	67.68	68.02	76.05
Gold( \$/oz)	1418	1423	1305	1242
Gold(Rs./10 gm)	33577	34329	32056	30348

**Source: Thomson Reuters Eikon**

\*As on previous trading day

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**Derivatives Market**

- Nifty Jul 2019 Futures stood at 11,942.35, a premium of 32.05 points, above the spot closing of 11,910.30. The turnover on NSE's Futures and Options segment increased to Rs. 9,65,185.21 crore on Jul 2, 2019, compared with Rs. 5,91,676.74 crore on Jul 1, 2019.
- The Put-Call ratio stood at 0.87 compared with the previous session's close of 0.92.
- The Nifty Put-Call ratio stood at 1.46 compared with the previous session's close of 1.37.
- Open interest on Nifty Futures stood at 19.37 million, compared with the previous session's close of 19.75.

**Indian Debt Market**

- Bond yield fell as crude oil prices declined amid worries over global economic slowdown, which triggered demand concerns for the commodity. Fall in crude prices raised optimism on lower inflation and further rate cuts.
- Yield on the 10-year benchmark paper (7.26% GS 2029) declined 3 bps to 6.85% compared with the previous close of 6.88% after trading in a range of 6.83% to 6.88%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,814 crore (gross) on Jul 2, 2019, compared with Rs. 4,857 crore (gross) as on Jul 1, 2019.
- Banks borrowed Rs. 100 crore under the central bank's Marginal Standing Facility on Jul 1, 2019 compared to that of Rs. 220 crore borrowed on Jun 28, 2019.

**Currency Market Update**

- The Indian rupee was steady to marginally higher as crude oil prices eased. However, most of the gains were nullified by dollar strength on the back of better-than-expected U.S. manufacturing numbers.
- The euro inched up against the greenback following media reports stating that the European Central Bank policymakers may not trim policy rates in the upcoming policy meeting in Jul 2019.

**Commodity Market Update**

- Gold prices rose against the greenback as weak global manufacturing activity indicated global economic slowdown.
- Brent crude prices eased as weakening global manufacturing activity triggered worries over global slowdown and raised doubts on the commodity's demand outlook.

**International News**

- According to a report from the Commerce Department, U.S. construction spending fell 0.8% to an annual rate of \$1.294 trillion in May as against a revised increase of 0.4% to a rate of \$1.304 trillion in Apr 2019.
- According to a report from the Nationwide Building Society, U.K. house prices grew 0.5% YoY in Jun 2019 as against an increase of 0.6% in May 2019.
- According to a report from Bank of Japan, Japan's monetary base was up 4% on year in Jun 2019 and came in at 512.991 trillion yen as against a growth of 3.6% in May 2019.

Thank you for  
your time.