

RELIANCE

MUTUAL
FUND

Markets for You

04 Jul 2019

Indices Performance

Global Indices	03-Jul	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,310	1,299	11	0.84
Nasdaq	8,170	8,109	61	0.75
FTSE	7,609	7,559	50	0.66
Nikkei	21,638	21,754	-116	-0.53
Hang Seng	28,855	28,876	-20	-0.07
Indian Indices	03-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	39,839	39,816	23	0.06
Nifty 50	11,917	11,910	6	0.05
Nifty 100	12,015	12,002	14	0.11
Nifty 500	9,757	9,745	12	0.13
Nifty Bank	31,382	31,283	99	0.32
S&P BSE Power	2,144	2,134	10	0.47
S&P BSE Small Cap	14,320	14,283	37	0.26
S&P BSE HC	12,936	12,948	-12	-0.09

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Jul	28.72	1.18	29.30	1.23
Month Ago	28.89	1.18	29.90	1.20
Year Ago	22.57	1.24	25.85	1.22

Nifty 50 Top 3 Gainers

Company	03-Jul	Prev_Day	% Change [#]
Indiabulls HFC	691	642	7.56
IndusInd Bank	1471	1417	3.82
Zee Ente.	361	356	1.26

Nifty 50 Top 3 Losers

Company	03-Jul	Prev_Day	% Change [#]
Eicher Motors	19650	20137	-2.42
GAIL	305	311	-1.96
Tech Mahindra	701	712	-1.48

Advance Decline Ratio

	BSE	NSE
Advances	1295	958
Declines	1195	813
Unchanged	162	119

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1553	75662
MF Flows**	108	8112

*3rd Jul 2019; **2nd 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 equity markets fell as investor risk appetite took a hit on persistent trade tensions and slowing global economic growth. The sentiment was cautious ahead of a U.S. holiday on Jul 4, 2019, and as investors looked forward to the release of U.S. non-farm payrolls data for Jun 2019 on Jul 5, 2019. Today (as of Jul 04), Asian markets opened higher following gains in Wall Street in the last session. Nikkei and Hangseng were trading up 0.32% and 0.25%, respectively (as at 8.a.m. IST).

• As per the last close, European markets closed higher on reports that International Monetary Fund Managing Director has been nominated as the president of the European Central Bank. Meanwhile, surge in eurozone's private sector in Jun 2019 added to the gains.

• As per the last close, U.S. markets closed higher on optimism about interest rate cut in the near-term by the U.S. Federal Reserve amid a slew of weak U.S. economic data. Private sector employment data for Jun missed market expectations, U.S. non-manufacturing index fell to 55.1 in Jun from 56.9 in May and U.S. trade deficit widened in May.

Indian Equity Market

• Indian equity markets ended flat as investors remained on the sidelines ahead of the announcement of the Union Budget 2019-20. The budget is scheduled to be presented on Jul 5, 2019. Global cues were weak too. Also, markets were cautious before the presentation of Economic Survey for 2018-19 by the chief economic adviser on Jul 4, 2019.

• Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.06% and 0.05% to close at 39,839.25 and 11,916.75, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap grew 0.11% and 0.26%, respectively.

• The overall market breadth on BSE was strong with 1,295 scrips advancing and 1,195 scrips declining. A total of 162 scrips remained unchanged.

• On the BSE sectoral front, S&P BSE Realty stood as the major gainer and grew 0.76%, followed by S&P BSE Capital Goods and S&P BSE Power that grew 0.57% and 0.47%, respectively. S&P BSE FMCG and S&P BSE Industrials grew 0.41% and 0.37%, respectively. S&P BSE IT was the major loser that fell 0.86% followed by S&P BSE Teck and S&P BSE Consumer Durables that fell 0.66% and 0.11%, respectively.

Domestic News

• The seasonally adjusted Nikkei India Services Business Activity Index fell from 50.2 in May 2019 to 49.6 in Jun 2019, thereby marking a 16-months low. Broadly stagnant sales resulted in first decline in business activity over a period of one year. Though the labour market showed signs of resilience, there was slowdown in job creation. Weak sales and competitive pressures hampered output. The seasonally adjusted Nikkei India Composite PMI Output Index that considers both the manufacturing sector and the services sector came in at 50.8 in Jun down from 51.7 in May.

• Agriculture and Farmers Welfare Minister announced that the government has raised the minimum support price (MSP) of paddy by 3.7% to Rs. 1,815 per quintal for crop season 2019-20. Meanwhile, the MSP for paddy, Jowar and Ragi was surged by Rs. 65 per quintal, Rs. 120 per quintal and Ragi by Rs. 253 per quintal, respectively.

• According to media reports, the Reserve Bank of India will soon be given the power by the Indian government to regulate housing finance companies (HFCs). The move will result in lenders facing unprecedented scrutiny and restriction on their activities if improper practices are discovered.

• The government has the target to add 1,190 MW of hydropower capacity in 2019. The target is expected to take the total capacity to more than 50,000 MW. India has 45,399 MW of large hydel plants and 4,594 MW of small ones. Hydel capacity addition of 840 MW was targeted in 2018 by the government, however, it managed to achieve only 140 MW in 2018.

• According to media reports, the finance minister has stated that the bank fraud incidence has fallen to 6,735 in 2018-19 as against 9,866 in 2017-18. The financial implication in 2018-19 was Rs. 2,836 crore as against Rs. 4,228 crore in the year-ago period.

FII Derivative Trade Statistics		03-Jul		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1981.75	2106.53	16272.61	
Index Options	180311.75	179761.51	36088.39	
Stock Futures	8867.79	8508.97	84033.59	
Stock Options	3178.30	3136.76	2210.82	
Total	194339.59	193513.77	138605.41	

Derivative Statistics- Nifty Options			
	03-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.39	1.46	-0.07
Put Call Ratio(Vol)	0.95	0.86	0.08

Debt Watch				
	03-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.71%	5.75%	5.85%	6.11%
T-Repo	5.49%	5.47%	5.79%	NA
Repo	5.75%	5.75%	6.00%	6.25%
Reverse Repo	5.50%	5.50%	5.75%	6.00%
91 Day T-Bill	5.95%	6.00%	6.04%	6.35%
364 Day T-Bill	6.13%	6.10%	6.13%	7.11%
10 Year Gilt	6.83%	6.93%	6.98%	7.88%
G-Sec Vol. (Rs.Cr)	50727	49545	75172	18157
FBIL MIBOR*	5.93%	5.90%	6.00%	6.25%
3 Month CP Rate	6.90%	6.95%	6.75%	7.30%
5 Year Corp Bond	8.02%	8.13%	7.95%	8.83%
1 Month CD Rate	6.34%	6.27%	6.32%	6.55%
3 Month CD Rate	6.38%	6.43%	6.38%	6.78%
1 Year CD Rate	7.23%	7.30%	7.04%	8.11%

Currency Market			
Currency	03-Jul	Prev_Day	Change
USD/INR	68.88	68.99	-0.11
GBP/INR	86.61	87.23	-0.62
EURO/INR	77.73	77.92	-0.19
JPY/INR	0.64	0.64	0.00

Commodity Prices				
Commodity	03-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	57.03	59.14	53.20	74.14
Brent Crude(\$/bl)	64.12	68.29	64.45	75.46
Gold(\$/oz)	1419	1408	1325	1252
Gold(Rs./10 gm)	34134	33885	32206	30282

Source: Thomson Reuters Eikon

*As on previous trading day

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Derivatives Market

- Nifty Jul 2019 Futures stood at 11,949.20, a premium of 32.45 points, above the spot closing of 11,916.75. The turnover on NSE's Futures and Options segment increased to Rs. 9,80,052.00 crore on Jul 3, 2019, compared with Rs. 9,65,185.21 crore on Jul 2, 2019.
- The Put-Call ratio stood at 0.91 compared with the previous session's close of 0.87.
- The Nifty Put-Call ratio stood at 1.39 compared with the previous session's close of 1.46.
- Open interest on Nifty Futures stood at 19.31 million, compared with the previous session's close of 19.37.

Indian Debt Market

- Bond yield fell after the U.S. Treasury yield registered a sharp decline. In addition, weak demand outlook for crude oil, due to slowing global economy, has been keeping the commodity's price under check and in turn improving the inflation outlook.
- Yield on the 10-year benchmark paper (7.26% GS 2029) declined 2 bps to 6.83% compared with the previous close of 6.85% after trading in a range of 6.78% to 6.83%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,467 crore (gross) on Jul 3, 2019, compared with Rs. 3,814 crore (gross) as on Jul 2, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 25,942 crore on Jul 2, 2019.

Currency Market Update

- The Indian rupee was steady to marginally higher as crude oil prices remained below the \$64-a-barrel mark. The rupee closed at 68.91 a dollar compared with the previous close 68.93.
- The euro rose following media reports that the European Central Bank policymakers are in no hurry to trim policy rates in the Jul 2019 meeting. The euro was last seen trading at 1.1295, up 0.11% compared with the previous close of 1.1283.

Commodity Market Update

- Gold prices surged after the White House trade advisor hinted that the U.S.-China trade deal will take time.
- Brent crude prices were marginally higher after OPEC and allies decided to extend production cut through Mar 2020 to support the commodity's price.

International News

- IHS Markit survey data showed euro area private sector expanded at a faster than initially estimated pace in Jun 2019. The final composite output index rose to 52.2 in Jun from 51.8 in May 2019. The initial score was 52.1.
- IHS Markit data showed U.K. service sector activity moved close to stagnation in Jun 2019. The IHS Markit/ Chartered Institute of Procurement & Supply services Purchasing Managers' Index fell to 50.2 in Jun from 51.0 in May 2019. This was the lowest reading in three months.

Thank you for
your time.