

RELIANCE

MUTUAL
FUND

Markets for You

22 Jul 2019

Indices Performance

Global Indices	19-Jul	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,305	1,315	-10	-0.74
Nasdaq	8,146	8,207	-61	-0.74
FTSE	7,509	7,493	16	0.21
Nikkei	21,467	21,046	421	2.00
Hang Seng	28,765	28,462	304	1.07
Indian Indices	19-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	38,337	38,897	-560	-1.44
Nifty 50	11,419	11,597	-178	-1.53
Nifty 100	11,519	11,701	-182	-1.56
Nifty 500	9,305	9,456	-152	-1.60
Nifty Bank	29,770	30,431	-660	-2.17
S&P BSE Power	2,004	1,997	7	0.36
S&P BSE Small Cap	13,310	13,558	-248	-1.83
S&P BSE HC	12,772	13,005	-233	-1.79

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
19-Jul	27.73	1.22	27.92	1.31
Month Ago	27.88	1.22	28.91	1.25
Year Ago	22.73	1.22	27.22	1.19

Nifty 50 Top 3 Gainers

Company	19-Jul	Prev_Day	% Change [#]
NTPC	130	127	2.24
Titan Industries Limited	1091	1080	1.02
Coal India	222	220	0.73

Nifty 50 Top 3 Losers

Company	19-Jul	Prev_Day	% Change [#]
M&M	571	597	-4.37
Bajaj Finance	3323	3468	-4.17
Eicher Motors	17664	18406	-4.03

Advance Decline Ratio

	BSE	NSE
Advances	619	403
Declines	1919	1449
Unchanged	133	76

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1402	70935
MF Flows**	202	11641

*19th Jul 2019; **17th Jul 2019

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	3.18% (Jun-19)	2.86% (Mar-19)	4.92% (Jun-18)
IIP	3.10% (May-19)	0.20% (Feb-19)	3.80% (May-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 gained as investors welcomed a top U.S. Fed official's dovish remarks and better than expected earnings of a major U.S. technology company. Today (as of Jul 22), Asian markets opened lower following losses in Wall Street in last session. Investors await start of a Nasdaq-style technology board on Shanghai Stock Exchange. Nikkei and Hangseng were trading down 0.31% and 0.51%, respectively (as at 8.a.m. IST).

• As per the last close, European markets closed modestly higher. Investors remained focused on upcoming monetary policy meeting of the U.S. Fed, corporate results from Europe and the U.S. and signs of progress on the U.S.-China trade dispute.

• As per the last close, U.S markets closed lower as investors remained cautious ahead of slew of corporate results due to be released in the week ended Jul 28, 2019. However, upbeat earnings results by a software giant for fiscal fourth quarter and preliminary reports showing slight improvement in consumer sentiment index in Jul restricted the losses.

Indian Equity Market

• Indian equity markets fell on weak earnings and concerns over the impact of government's decision to put a new surcharge tax on the superrich. This tax is going to affect foreign portfolio investors and markets fear that it may lead to capital outflows. There were hopes that the finance minister might review her decision on this, but after the passing of the Finance Bill in the lower house, such expectations have been dashed.

• Key benchmark indices S&P BSE Sensex and Nifty 50 lost 1.44% and 1.53% to close at 38,337.01 and 11,419.25, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap fell 1.99% and 1.83%, respectively.

• The overall market breadth on BSE was weak with 619 scrips advancing and 1919 scrips declining. A total of 133 scrips remained unchanged.

• On the BSE sectoral front, only two sectors gained. S&P BSE Power was the major gainer, up 0.36%, followed by S&P BSE Consumer Durables, up 0.22%. S&P BSE Auto was the major loser, down 3.24%, followed by S&P BSE Bankex and S&P BSE Consumer Discretionary Goods & Services, down 2.14% and 2.11%, respectively. S&P BSE Finance and S&P BSE Basic Materials lost 2.02% and 1.86%, respectively.

Domestic News

• Stricter standards have been suggested by the Securities and Exchange Board of India (SEBI) to reinforce audit procedures and reduce sudden auditor resignations in publicly traded companies. Sebi suggested in a consultation document that the role of the audit committee and disclosures to shareholders should be enhanced to guarantee that statutory auditors behave more responsibly and resign only for real reasons without harming investor sentiment.

• The International Energy Agency (IEA) expects India in the coming years to revise its target for additional renewable energy capacity. India is likely to upgrade the target, resulting in a greater investment stream into the renewable energy industry. India is presently setting a renewable energy target of 175 GW, led by solar energy, by 2022. Power minister had said last year that India could go beyond the goal and reach 225 GW, according to media news.

• Finance Minister said a task force will present its report by the end of the month on the new Direct Tax Code. It will substitute the current Income Tax Act with the new direct tax code. The goal is to reform the complicated tax legislation into easier tax codes with lower prices, fewer exemptions and tax slabs.

• InterGlobe Aviation Ltd's net profit grew to Rs. 1,203 crore in the first quarter ended Jun 2019 from Rs. 27 crore in the year-ago period on the back of higher sales and improved margins. InterGlobe Aviation is the operator of airline Indigo.

• Bandhan Bank's net profit grew 45.55% to Rs. 701.14 crore for the quarter ended Jun 2019 from Rs. 481.71 crore in the year-ago period on the back of higher net interest income and other income.

• Dabur India's consolidated net profit increased 10.3% to Rs. 363 crore for the quarter ended Jun 2019, as its operating margins improved. Consolidated revenue grew 9.1% for the quarter to Rs. 2,273 crore from Rs. 2,081 crore in the year-ago period on the back of stronger distribution expansion in rural India and higher investments in key brands.

FII Derivative Trade Statistics		19-Jul		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	4011.75	2643.91	21200.80	
Index Options	227948.39	227347.72	43665.47	
Stock Futures	12468.20	13171.99	89202.46	
Stock Options	6594.03	6705.71	4533.69	
Total	251022.37	249869.33	158602.42	

Derivative Statistics- Nifty Options			
	19-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.05	1.04	0.01
Put Call Ratio(Vol)	0.85	0.87	-0.02

Debt Watch				
	19-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.70%	5.63%	5.80%	6.13%
T-Repo	5.70%	5.56%	5.62%	NA
Repo	5.75%	5.75%	5.75%	6.25%
Reverse Repo	5.50%	5.50%	5.50%	6.00%
91 Day T-Bill	5.64%	5.75%	5.90%	6.55%
364 Day T-Bill	5.89%	6.02%	6.10%	7.20%
10 Year Gilt	6.36%	6.49%	6.84%	7.79%
G-Sec Vol. (Rs.Cr)	57810	92831	72663	31971
FBIL MIBOR	5.70%	5.90%	5.86%	6.30%
3 Month CP Rate	6.35%	6.80%	6.85%	7.55%
5 Year Corp Bond	7.63%	7.77%	7.99%	8.74%
1 Month CD Rate	5.85%	5.93%	6.01%	6.46%
3 Month CD Rate	6.56%	6.08%	6.30%	7.07%
1 Year CD Rate	6.78%	6.85%	7.18%	7.97%

Currency Market			
Currency	19-Jul	Prev_Day	Change
USD/INR	68.82	68.88	-0.05
GBP/INR	86.22	85.72	0.51
EURO/INR	77.52	77.44	0.08
JPY/INR	0.64	0.64	0.00

Commodity Prices				
Commodity	19-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	55.39	59.96	53.69	69.37
Brent Crude(\$/bl)	61.18	67.14	64.29	71.03
Gold(\$/oz)	1425	1415	1360	1222
Gold(Rs./10 gm)	35091	34407	32850	29742

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty Jul 2019 Futures stood at 11,421.85, a premium of 2.60 points, above the spot closing of 11,419.25. The turnover on NSE's Futures and Options segment declined to Rs. 11,25,854.80 crore on Jul 19, 2019, compared with Rs. 19,47,253.75 crore on Jul 18, 2019.
- The Put-Call ratio stood at 0.94 compared with the previous session's close of 0.81.
- The Nifty Put-Call ratio stood at 1.05 compared with the previous session's close of 1.04.
- Open interest on Nifty Futures stood at 20.27 million, compared with the previous session's close of 20.33 million.

Indian Debt Market

- Bond yield eased on hopes of deep rate cuts by the Monetary Policy Committee in the next policy meeting. Optimism on rate cuts strengthened particularly after the release of the retail inflation data, which came in before the central bank's target rate.
- Yield on the 10-year benchmark paper (7.26% GS 2029) declined 3 bps at 6.36% compared with the previous close of 6.39% after trading in a range of 6.34% to 6.39%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 12,339 crore (gross) on Jul 19, 2019 compared with Rs. 3,593 crore (gross) borrowed on Jul 18, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 17,898 crore on Jul 18, 2019.
- Banks borrowed Rs. 100 crore under the central bank's Marginal Standing Facility on Jul 18, 2019 compared with borrowings of Rs. 125 crore on Jul 17, 2019.

Currency Market Update

- The Indian rupee appreciated on optimism of deep rate cuts by the U.S. Federal Reserve as this would result in inflows in the local market. The rupee closed at 68.80 a dollar compared with the previous close 68.95.
- The euro weakened against the dollar on strengthening speculations of policy rate cut by the European Central Bank in the upcoming week. The euro closed at 1.1222 compared with the previous close of 1.275.

Commodity Market Update

- Gold prices were above the \$1,430-mark with rising U.S.-Iran tension after U.S. Navy downed an Iranian drone.
- Brent crude prices surged following the downing of Iranian drone by the American military in the Strait of Hormuz. This aggravated U.S.-Iran geopolitical tension.

International News

- According to a preliminary report from the University of Michigan, U.S. consumer sentiment index edged up to 98.4 in Jul 2019 as against the final reading of 98.2 in Jun 2019. Index of consumer expectations grew to 90.1 in Jul from 89.3 in Jun. However, current economic conditions index fell to 111.1 in Jul from 111.9 in Jun.
- The Office for National Statistics said U.K. public sector net borrowing, excluding public sector banks, rose by GBP 3.8 billion from the previous year to GBP 7.2 billion, which is the highest Jun borrowing since 2015.



Thank you for
your time.