

RELIANCE

MUTUAL
FUND

Markets for You

25 Jul 2019

Indices Performance

Global Indices	24-Jul	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,327	1,319	8	0.62
Nasdaq	8,322	8,251	70	0.85
FTSE	7,501	7,557	-55	-0.73
Nikkei	21,710	21,621	89	0.41
Hang Seng	28,524	28,466	58	0.20
Indian Indices	24-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	37,848	37,983	-135	-0.36
Nifty 50	11,271	11,331	-60	-0.53
Nifty 100	11,360	11,437	-76	-0.67
Nifty 500	9,160	9,234	-73	-0.79
Nifty Bank	28,952	29,128	-176	-0.60
S&P BSE Power	2,004	2,030	-26	-1.26
S&P BSE Small Cap	13,044	13,206	-163	-1.23
S&P BSE HC	12,636	12,780	-144	-1.13

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
24-Jul	27.16	1.24	27.62	1.32
Month Ago	28.22	1.20	28.93	1.25
Year Ago	23.10	1.20	27.66	1.20

Nifty 50 Top 3 Gainers

Company	24-Jul	Prev_Day	% Change [#]
Zee Ente.	380	361	5.21
Asian Paints	1483	1429	3.78
HDFC Ltd.	2184	2139	2.14

Nifty 50 Top 3 Losers

Company	24-Jul	Prev_Day	% Change [#]
Adani Ports & SEZ	381	400	-4.74
Indiabulls HFC	612	641	-4.50
United Phos	617	645	-4.36

Advance Decline Ratio

	BSE	NSE
Advances	807	566
Declines	1642	1260
Unchanged	160	101

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-2746	65176
MF Flows**	1679	15727

*24th Jul 2019; **23rd 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 were mostly up with new optimism about U.S.-China trade talks and a batch of stronger than expected U.S. earnings. Investors awaited European Central Bank and U.S. Federal Reserve decisions to see how much policymakers can ease policy and how quickly. Today (as of Jul 25), Asian markets opened mixed in spite of record gains on the Wall Street overnight. However, both Nikkei and Hang Seng were trading up 0.34% and 0.02%, respectively (as at 8.a.m. IST).
- Majority of the U.S. markets touched all-time highs on the back of gains in chip stocks as investors shrugged off regulatory concerns around the tech sector.
- Majority of the European markets fell following weak cues from disappointing economic data emanating out of France and Germany. Investors also awaited the European Central Bank's policy meet, scheduled on Jul 25, 2019. Expectations are that the central bank may cut rates.

Indian Equity Market

- Indian equity markets fell for the fifth straight session after the International Monetary Fund (IMF) reduced its growth estimate for the Indian economy. IMF cut 30 basis points from its earlier growth estimates for FY20 and FY21. The IMF downgrade has come on top of the foreign fund outflow and a weak set of earnings seen in the past couple of days.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.36% and 0.53% to close at 37,847.65 and 11,271.30, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap fell 1.48% and 1.23%, respectively.
- The overall market breadth on BSE was weak with 807 scrips advancing and 1,642 scrips declining. A total of 160 scrips remained unchanged.
- On the BSE sectoral front, only S&P BSE FMCG gained, up 0.17%. S&P BSE Metal was the major loser, down 2.48%, followed by S&P BSE Auto and S&P BSE Basic Materials, down 1.98% and 1.91%, respectively. S&P BSE Oil & Gas lost 1.67%, followed by S&P BSE Industrials and S&P BSE Capital Goods, down 1.61% and 1.53%, respectively.

Domestic News

- The Cabinet endorsed formal amendments to the Aadhaar and Other Laws (Amendment) Bill 2019, enhancing Aadhaar in India. It offered a fillip to India's sugarcane farming industry. The Act offers, subject to authentication, for the use of Aadhaar number as evidence of a person's identity. The Bill replaces the provision that, by authentication or offline verification, a person may willingly use his Aadhaar number to create his identity. The Bill also says that authentication of an individual's identity through Aadhaar may be made compulsory only by Parliament's law for the provision of any service.
- According to the Economic Advisory Council to the Prime Minister (EAC-PM), growth in R&D spending should be proportional with the growth of the economy and should be aimed to reach at least 2% of GDP by 2022. In a study entitled 'R&D Expenditure Ecosystem,' the EAC-PM stated that the Centre's line ministries could be required to allocate a certain proportion of their research and innovation budget to the development and deployment of technologies according to their respective ministries' priorities.
- According to media reports, the government is considering raising \$10 billion in one go from its first foreign bond sale as soon as by Oct 2019. According to a study of international and local investors, the issuance of sovereign notes by India could garner price at a yield premium of approximately 90 basis points to 130 points over U.S. Treasuries. This is consistent with sales by nations with comparable credit ratings like Indonesia. A debut offering's novelty can also sustain India's debt demand, say analysts, the report pointed.
- The Digital Communications Commission (DCC), the Department of Telecommunications' highest decision-making authority, has met to deliberate suggestions from the Telecom Regulatory Authority of India to conduct upcoming auctions, which will be the first for 5G airwaves.

FII Derivative Trade Statistics	24-Jul		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	9265.19	9864.30	21718.93
Index Options	227320.97	228267.45	47433.77
Stock Futures	36810.03	37103.87	88903.01
Stock Options	5258.63	5276.06	4191.64
Total	278654.82	280511.68	162247.35

Derivative Statistics- Nifty Options	24-Jul	Prev_Day	Change
Put Call Ratio (OI)	0.96	1.06	-0.10
Put Call Ratio(Vol)	0.83	0.84	-0.02

Debt Watch	24-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.58%	5.56%	5.77%	6.27%
T-Repo	5.49%	5.51%	5.52%	NA
Repo	5.75%	5.75%	5.75%	6.25%
Reverse Repo	5.50%	5.50%	5.50%	6.00%
91 Day T-Bill	5.70%	5.74%	5.85%	6.63%
364 Day T-Bill	5.95%	5.98%	6.06%	7.21%
10 Year Gilt	6.44%	6.34%	6.85%	7.78%
G-Sec Vol. (Rs.Cr)	37098	99211	80775	25975
FBIL MIBOR*	5.75%	5.70%	5.90%	6.31%
3 Month CP Rate	6.30%	6.30%	6.95%	7.80%
5 Year Corp Bond	7.71%	7.70%	8.04%	8.72%
1 Month CD Rate	5.86%	5.98%	6.06%	6.64%
3 Month CD Rate	6.28%	6.52%	6.31%	7.04%
1 Year CD Rate	6.93%	6.79%	7.16%	7.97%

Currency Market	24-Jul	Prev_Day	Change
USD/INR	69.01	68.99	0.02
GBP/INR	85.89	85.93	-0.05
EURO/INR	76.96	77.21	-0.24
JPY/INR	0.64	0.64	0.00

Commodity Prices	24-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	55.87	56.47	57.68	70.02
Brent Crude(\$/bl)	64.02	63.81	66.60	74.17
Gold(\$/oz)	1426	1427	1419	1224
Gold(Rs./10 gm)	34897	34428	34041	29897

Source: Thomson Reuters Eikon

*As on previous trading day

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Derivatives Market

- Nifty Jul 2019 Futures stood at 11,277.80, a premium of 6.50 points, above the spot closing of 11,271.30. The turnover on NSE's Futures and Options segment rose to Rs. 15,69,829.93 crore on Jul 24, 2019, compared with Rs. 12,25,915.78 crore on Jul 23, 2019.
- The Put-Call ratio stood at 0.86 compared with the previous session's close of 0.84.
- The Nifty Put-Call ratio stood at 0.96 compared with the previous session's close of 1.06.
- Open interest on Nifty Futures stood at 21.91 million, compared with the previous session's close of 21.34 million.

Indian Debt Market

- Bond yield eased after market participants resorted to buying notes to take advantage of the recent slump in bond prices. The market is now waiting for Monetary Policy Committee's meeting in Aug 2019 where the policy makers are expected to trim policy rates.
- Yield on the 10-year benchmark paper (7.26% GS 2029) declined 2 bps at 6.44% compared with the previous close of 6.46% after trading in a range of 6.42% to 6.48%.
- Banks borrowings under the repo window of the LAF stood at Rs. 3,564 crore (gross) on Jul 24, 2019 compared with Rs. 3,604 crore (gross) borrowed on Jul 23, 2019. Sale of securities under RBI's reverse repo window stood at Rs. 22,977 crore on Jul 23, 2019.
- Banks borrowed Rs. 50 crore under the central bank's Marginal Standing Facility on Jul 23, 2019 compared with borrowings of Rs. 1,800 crore on Jul 22, 2019.

Currency Market Update

- The Indian rupee weakened against the greenback following weakness in domestic equity markets. However, sales of greenback by foreign banks restricted the losses. The rupee closed at 68.98 a dollar compared with the previous close 68.94.
- The euro fell against the dollar on preliminary reports showing eurozone's weak purchasing managers' index data and U.S.' weak manufacturing data for Jul 2019. The euro closed at 1.1139 compared with the previous close of 1.1151.

Commodity Market Update

- Gold prices gained following preliminary reports of U.S.' weak manufacturing PMI data.
- Brent crude prices grew following reports from U.S. Energy Information Administration that U.S. crude stockpiles fell by 10.84 million barrels in the week ended Jul 19, 2019.

International News

- IHS Markit data showed euro area private sector expansion weakened in Jul 2019. The flash composite output index fell to 51.5 in Jul from 52.2 in Jun 2019. The reading was also below forecast.
- Data from the European Central Bank showed euro zone's broad money supply growth slowed more than expected in Jun 2019, while private sector lending rose unexpectedly at a faster pace. M3, a broad money aggregate, rose 4.5% YoY after a 4.8% increase in May 2019.
- Cabinet Office data showed Japan's leading index that measures the future economic activity, fell to 94.9 in May 2019 from 95.9 in Apr 2019.



Thank you for
your time.