

RELIANCE

MUTUAL
FUND

Markets for You

31 Jul 2019

Indices Performance

Global Indices	30-Jul	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,323	1,327	-3	-0.26
Nasdaq	8,274	8,293	-20	-0.24
FTSE	7,647	7,687	-40	-0.52
Nikkei	21,709	21,617	93	0.43
Hang Seng	28,147	28,106	40	0.14
Indian Indices	30-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	37,397	37,686	-289	-0.77
Nifty 50	11,085	11,189	-104	-0.93
Nifty 100	11,180	11,291	-111	-0.99
Nifty 500	9,004	9,109	-105	-1.15
Nifty Bank	28,792	29,296	-504	-1.72
S&P BSE Power	1,954	1,971	-17	-0.84
S&P BSE Small Cap	12,650	12,926	-276	-2.14
S&P BSE HC	12,585	12,797	-213	-1.66

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
30-Jul	26.64	1.23	27.34	1.34
Month Ago	28.46	1.19	28.98	1.24
Year Ago	23.53	1.17	28.12	1.19

Nifty 50 Top 3 Gainers

Company	30-Jul	Prev_Day	% Change [#]
Bharti Airtel	346	335	3.35
TCS	2179	2130	2.31
HCL Tech	1024	1015	0.80

Nifty 50 Top 3 Losers

Company	30-Jul	Prev_Day	% Change [#]
Yes Bank	86	95	-9.18
IndusInd Bank	1337	1432	-6.63
Indiabulls HFC	524	560	-6.40

Advance Decline Ratio

	BSE	NSE
Advances	534	346
Declines	1982	1514
Unchanged	107	76

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-374	66904
MF Flows**	609	18475

*30th Jul 2019; **29th Jul 2019

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	3.18%	2.86%	4.92%
	(Jun-19)	(Mar-19)	(Jun-18)
IIP	3.10%	0.20%	3.80%
	(May-19)	(Feb-19)	(May-18)
GDP	5.80%	6.60%	8.10%
	(Mar-19)	(Dec-18)	(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 looked forward to U.S. Federal Reserve's policy meet and further talks on the U.S.-China trade front. Expectations are for the U.S. Fed to cut rates by 25 basis points at the end of a two-day policy meeting on Jul 31, 2019. Today (as of Jul 31), Asian markets opened lower as sentiment dampened around U.S.-China trade talks and investors are awaiting U.S. monetary policy announcement. Both Nikkei and Hang Seng were trading lower 1.01% and 1.41%, respectively (as at 8.a.m. IST).
- As per the last close, European markets lost as investors took stock of earnings and renewed U.S.-China trade uncertainty. The U.S. President's remarks have once again shadowed talks between the two countries.
- As per the last close, U.S. markets fell after the U.S. President said China was not keeping its promise of buying more U.S. agricultural products. This dampened hopes of a trade deal between the two economies. Investors also looked forward to U.S. Federal Reserve's monetary policy decision.

Indian Equity Market

- Indian equity markets fell mainly because of earnings concerns, foreign fund outflows and slowdown in auto sales. Investors also remained cautious ahead of the U.S. Federal Reserve's policy meet, scheduled on Jul 31, 2019.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.77% and 0.93% to close at 37,397.24 and 11,085.40, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap lost 1.58% and 2.13%, respectively.
- The overall market breadth on BSE was weak with 534 scrips advancing and 1982 scrips declining. A total of 107 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Telecom was the major gainer, up 0.87%, followed by S&P BSE Teck and S&P BSE IT, which gained 0.69% and 0.67%, respectively. S&P BSE Metal was the major loser, down 3.25%, followed by S&P BSE Energy and S&P BSE Basic Materials, down 2.42% and 2.32%, respectively. S&P BSE Oil & Gas and S&P BSE Auto lost 2.14% and 2.12%, respectively.

Domestic News

- The Reserve Bank of India (RBI) has relaxed rules for end-use of money raised through external commercial borrowings (ECBs). RBI said ECBs with a minimum average maturity period of seven years can be used for repayment of rupee loans taken domestically for capital expenditure as also by non-banking financial companies for on-lending for the same purpose.
- Under the Consumer Protection Bill 2019 passed in Lok Sabha, misleading advertisements will now attract penalties. The bill contains provisions to penalise a manufacturer or service provider as well as celebrity endorser involved in such advertisements. Apart from conventional media such as television, print and outdoor, the bill also takes into account e-commerce, direct selling, telemarketing, etc.
- The World Trade Organization (WTO) said volume of world merchandise trade (measured by the average of exports and imports) grew 3% in 2018, just above the 2.9% increase in world GDP over the same period but "significantly lower" than the 4.6% growth recorded in 2017. The value of world merchandise exports was \$19.48 trillion in 2018, up from \$17.33 trillion in 2017, partly due to higher oil prices. However, merchandise exports of developing economies grew 11% in 2018 while imports increased 12%, continuing the positive growth of 2017 after a decline in 2015-16. Merchandise exports totalled \$8.22 trillion and imports \$7.97 trillion in 2018.
- The commerce and industry ministry has issued a cabinet note for a new export incentives scheme that would be compliant with the World Trade Organization (WTO) rules. The Rebate of State and Central Taxes and Levies (RoSCTL) scheme, which is available on export of garments and made-ups, will now be extended to all exports in phases. The new scheme will replace the extant Merchandise Exports from India Scheme (MEIS), which was challenged by the U.S. last year in WTO.

FII Derivative Trade Statistics		30-Jul		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2175.74	3813.68	15515.48	
Index Options	192748.27	190740.61	37587.77	
Stock Futures	12650.32	12459.69	84409.78	
Stock Options	5339.50	5359.05	2588.62	
Total	212913.83	212373.03	140101.65	

Derivative Statistics- Nifty Options			
	30-Jul	Prev_Day	Change
Put Call Ratio (OI)	0.53	0.40	0.13
Put Call Ratio(Vol)	0.85	0.87	-0.02

Debt Watch				
	30-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.53%	5.58%	5.94%	6.19%
T-Repo	5.56%	5.55%	5.85%	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%	5.72%	6.02%	6.69%
364 Day T-Bill	5.93%	5.93%	6.08%	6.95%
10 Year Gilt	6.39%	6.46%	6.88%	7.79%
G-Sec Vol. (Rs.Cr)	49385	49145	45259	22108
FBIL MIBOR*	5.75%	5.80%	5.97%	6.27%
3 Month CP Rate	6.30%	6.30%	7.00%	7.50%
5 Year Corp Bond	7.72%	7.74%	8.10%	8.66%
1 Month CD Rate	5.71%	5.90%	6.07%	6.81%
3 Month CD Rate	6.28%	6.28%	6.41%	7.25%
1 Year CD Rate	6.87%	7.02%	7.16%	7.99%

Currency Market			
Currency	30-Jul	Prev_Day	Change
USD/INR	68.75	68.90	-0.15
GBP/INR	83.54	85.22	-1.67
EURO/INR	76.58	76.66	-0.08
JPY/INR	0.63	0.63	0.00

Commodity Prices				
Commodity	30-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	58.04	56.55	58.17	70.81
Brent Crude(\$/bl)	61.69	62.47	68.96	75.63
Gold(\$/oz)	1431	1417	1409	1221
Gold(Rs./10 gm)	34801	34852	34006	29773

Source: Thomson Reuters Eikon

*As on previous trading day

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Derivatives Market

- Nifty Aug 2019 Futures were at 11,095.2, a premium of 9.80 points, above the spot closing of 11,085.40. The turnover on NSE's Futures and Options segment increased to Rs. 13,60,911.98 crore on Jul 30, 2019, compared with Rs. 8,98,331.92 crore on Jul 29, 2019.
- The Put-Call ratio remained unchanged compared with previous session's close of 0.88.
- The Nifty Put-Call ratio stood at 0.53 compared with the previous session's close of 0.40.
- Open interest on Nifty Futures stood at 18.15 million, compared with the previous session's close of 18.22 million.

Indian Debt Market

- Bond yield declined amid hopes of policy rate cut by the U.S. Federal Reserve in the two-day meeting. In addition, the domestic finance minister's comment clearing doubts that no review is being conducted on sovereign bond issue also lifted the market sentiment.
- Yield on the 10-year benchmark paper (7.26% GS 2029) plunged 2 bps to close at 6.39% compared with the previous close of 6.41% after trading in a range of 6.38% to 6.44%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,033 crore (gross) on Jul 30, 2019 compared with Rs. 3,709 crore (gross) borrowed on Jul 29, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 15,710 crore on Jul 29, 2019.
- Banks borrowed Rs. 199 crore under the central bank's Marginal Standing Facility on Jul 29, 2019 compared with Rs. 300 crore borrowed on Jul 26, 2019.

Currency Market Update

- The Indian rupee fell against the greenback following losses in the domestic equity market and concerns of foreign fund outflow from the domestic economy. The rupee closed at 68.86 a dollar, down 0.19% compared with the previous close of 68.73.
- The euro inched against the greenback as the latter remained under pressure ahead of the U.S. Federal Reserve Monetary Policy review. The euro was last seen trading at 1.1153, up 0.08% compared with the previous close of 1.1144.

Commodity Market Update

- Gold prices continued with the rally, supported by the weakness in the international bond yields in response to disappointing Japanese and European data. .
- Brent Crude prices rose, led by media reports stating that Iranian oil exports have dropped in Jul.

International News

- A Conference Board report showed that the U.S. consumer confidence index surged up to 135.7 in Jul after tumbling to 124.3 in Jun 2019.
- A National Association of Realtors report showed pending home sales in the U.S. surged up by 2.8% to 108.3 in Jun after jumping by 1.1% to 105.4 in May 2019.
- A Commerce Department report showed personal income and spending in the U.S. rose in line with estimates in Jun 2019. Personal income climbed 0.4% in Jun, matching the increase in May 2019.



Thank you for
your time.