

RELIANCE

**MUTUAL
FUND**

Wealth Sets You Free



NISSAY

Sponsors: Reliance Capital
Nippon Life Insurance Company

Markets for You

18 Jun 2019

Indices Performance

Global Indices	17-Jun	Prev_Day	Abs. Change	% Change [#]
Dow Jones	26,113	26,090	23	0.09
Nasdaq	7,845	7,797	48	0.62
FTSE	7,357	7,346	12	0.16
Nikkei	21,124	21,117	7	0.03
Hang Seng	27,227	27,118	109	0.40
Indian Indices	17-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	38,961	39,452	-491	-1.25
Nifty 50	11,672	11,823	-151	-1.28
Nifty 100	11,743	11,899	-156	-1.31
Nifty Bank	30,273	30,614	-341	-1.11
SGX Nifty	11,686	11,815	-129	-1.09
S&P BSE Power	1,975	1,990	-15	-0.74
S&P BSE Small Cap	14,173	14,366	-193	-1.35
S&P BSE HC	12,745	12,899	-154	-1.19

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
17-Jun	27.75	1.23	28.87	1.25
Month Ago	27.83	1.24	28.44	1.15
Year Ago	23.23	1.15	27.44	1.22

Nifty 50 Top 3 Gainers

Company	17-Jun	Prev_Day	% Change [#]
Yes Bank	116	115	0.96
Zee Ente.	338	337	0.48
Wipro	299	299	0.12

Nifty 50 Top 3 Losers

Company	17-Jun	Prev_Day	% Change [#]
Tata Steel	473	502	-5.72
HPCL	295	306	-3.88
Tata Motors	159	164	-3.32

Advance Decline Ratio

	BSE	NSE
Advances	653	413
Declines	1913	1444
Unchanged	129	88

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-184	77385
MF Flows**	88	2140

*17th Jun 2019; **14th Jun 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)	2.50% (Dec-18)	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 were mixed because investors looked forward to the outcome of the U.S. Federal Reserve and Bank of Japan's policy meetings, scheduled in the week. Markets remained cautious over political tensions in the Middle East and Hong Kong. Today (as of June 18), Asian markets opened on a mixed note ahead of the U.S. Federal Reserve two day policy meet on Tuesday. While Nikkei was trading lower 0.20%, Hang Seng was higher 0.51% (as at 8 a.m. IST).
- As per the last close, European markets were mostly positive on expectations that the U.S. Federal Reserve (Fed) will cut interest rates sometime soon. Also other major central banks across the globe may also announce additional stimulus to boost growth.
- As per the last close, U.S markets rose marginally partially reflecting optimism that the U.S. Fed will indicate a near-term interest rate cut on Wednesday.

Indian Equity Market

- Indian equity markets lost on account of trade tensions as India's move to put retaliatory tariffs on certain U.S. goods led investors fear the start of a trade dispute between the two countries. Global cues were weak too as U.S. seemed to be getting ready to impose fresh tariffs on Chinese imports. Investors also remained cautious of the upcoming budget.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 1.25% and 1.28%, respectively, to close at 38,960.79 and 11,672.15, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap lost 1.29% and 1.35%, respectively.
- The overall market breadth on BSE was weak with 653 scrips advancing and 1913 scrips declining. A total of 129 scrips remained unchanged.
- On the BSE sectoral front, all the sectors lost. S&P BSE Metal was the major loser, down 3.05%, followed by S&P BSE Energy and S&P BSE Oil & Gas, down 2.49% and 2.34%, respectively. S&P BSE Basic Materials and S&P BSE Telecom lost 2.32% and 2.19%, respectively. S&P BSE Industrials and S&P BSE Consumer Durables were down 1.82% and 1.62%, respectively.

Domestic News

- Media reports said the government is considering selling controlling stakes in some smaller state-run banks. This is being done to raise funds to increase spending on programmes for the poor. The proposal being considered involves offering a majority stake in some of the weaker banks and use the proceeds to fund Prime Minister's rural housing programme. The details are still being worked out and, if approved, it could be included in the budget to be presented on Jul 5, 2019, the report said.
- According to media reports, corporate earnings have disappointed for the Mar 2019 quarter as they have touched a five-quarter low of Rs. 400.69 per share. The divergence between estimates and actual earnings per share (EPS) has been in the range of 32-40% in the past three quarters, according to data. Earnings growth is important for a sustained rally in the markets at a time when domestic equities continue to enjoy lofty valuations levels despite lack of any fundamental support. Major challenges such as rural stress, liquidity shortage and weak pick up in capex cycle have been reasons for companies falling short of their expected earnings.
- Decline in sale of automobiles has made manufacturers cut production to align supply with retail demand and existing inventory with dealers, media reports showed. Latest data shows that production cuts will continue as retail demand continues to falter. According to a report by the Federation of Automobile Dealers' Associations (FADA), retail auto sales in May fell 7.5% from a year ago, showing that the overall consumer sentiment is poor. This worsens the prevailing gloom in the sector.
- The Asian Development Bank (ADB) has approved a project worth Rs. 1,650 crore to develop infrastructure in seven districts of Tripura, media reports said. The ADB will provide Rs. 1,650 crore, out of which 80% will be grant-in-aid and the state will have to repay 20% loan in due course of time.

FII Derivative Trade Statistics			
	17-Jun		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2945.37	2579.81	20532.56
Index Options	158008.75	156952.88	56940.56
Stock Futures	9811.55	10484.32	85562.43
Stock Options	4809.40	4854.46	4692.03
Total	175575.07	174871.47	167727.58

Derivative Statistics- Nifty Options			
	17-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.09	1.26	-0.17
Put Call Ratio(Vol)	0.82	0.90	-0.08

Debt Watch				
	17-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.78%	5.69%	5.99%	6.10%
T-Repo	5.62%	5.71%	5.95%	NA
Repo	5.75%	5.75%	6.00%	6.25%
Reverse Repo	5.50%	5.50%	5.75%	6.00%
91 Day T-Bill	5.93%	5.87%	6.32%	6.50%
364 Day T-Bill	6.11%	6.02%	6.43%	7.05%
10 Year Gilt	6.93%	7.08%	7.36%	7.89%
G-Sec Vol. (Rs.Cr)	52427	56839	32164	28561
FBIL MIBOR*	5.80%	5.80%	6.05%	6.25%
3 Month CP Rate	6.70%	6.65%	7.25%	7.65%
5 Year Corp Bond	8.04%	8.09%	8.38%	8.78%
1 Month CD Rate	6.06%	5.68%	7.24%	7.00%
3 Month CD Rate	6.56%	6.37%	7.07%	7.04%
1 Year CD Rate	7.15%	7.15%	7.29%	8.46%

Currency Market			
Currency	17-Jun	Prev_Day	Change
USD/INR	69.56	69.36	0.21
GBP/INR	88.20	88.02	0.18
EURO/INR	78.43	78.37	0.06
JPY/INR	0.64	0.64	0.00

Commodity Prices				
Commodity	17-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	51.89	53.28	62.72	65.01
Brent Crude(\$/bl)	64.00	65.75	74.93	71.11
Gold(\$/oz)	1339	1328	1277	1279
Gold(Rs./10 gm)	32733	32527	31911	31068

Source: Thomson Reuters Eikon

*As on previous trading day

Disclaimer:

The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since Reliance Nippon Life Asset Management Company Limited (RNLAM) (formerly Reliance Capital Asset Management Limited) has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrive data; RNLAM does not in any manner assure the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect RNLAM's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor(s), the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor(s), the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Readers are requested to click here for ICRON disclaimer - <http://www.icraonline.com/legal/standard-disclaimer.html>

Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.

Derivatives Market

- Nifty Jun 2019 Futures were at 11,697.55, a premium of 25.40 points, above the spot closing of 11,672.15. The turnover on NSE's Futures and Options segment increased to Rs. 8,02,265.21 crore on Jun 17, 2019, compared with Rs. 7,63,021.64 crore on Jun 14, 2019.
- The Put-Call ratio stood at 0.86 compared with the previous session's close of 0.92.
- The Nifty Put-Call ratio stood at 1.09 compared with the previous session's close of 1.26.
- Open interest on Nifty Futures stood at 20.92 million, compared with the previous session's close of 20.13.

Indian Debt Market

- Bond yield fell as market participants preferred to book profits from the recent bond rally. Investors also preferred to remain cautious and await the outcome of the U.S. Federal Reserve monetary policy review which is due on Jun 19, 2019.
- Yield on the 10-year benchmark paper (7.26% GS 2029) inched up 1 bps to close at 6.93% compared with the previous close of 6.92% after trading in a range of 6.91% to 6.95%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,662 crore (gross) on Jun 17, 2019, compared with Rs. 12,457 crore (gross) as on Jun 14, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 13,571 crore on Jun 14, 2019.
- Banks borrowed Rs. 2,055 crore under the central bank's Marginal Standing Facility on Jun 14, 2019 compared to that of Rs. 900 crore borrowed on Jun 13, 2019.

Currency Market Update

- The Indian rupee weakened against the greenback following losses in the domestic equity market after India imposed tariffs on certain U.S. products. The rupee closed at 69.90 a dollar, down 0.14% compared with the previous close of 69.80.
- The euro rose against the greenback as the latter remained under pressure on growing possibility that the U.S. Federal Reserve might lower interest rates in its upcoming monetary policy review. The euro was last seen trading at 1.1241, up 0.30% compared with the previous close of 1.1207.

Commodity Market Update

- Gold prices inched down as investors turned cautious ahead of the Federal Reserve policy meeting.
- Brent crude prices declined on worries over economic slowdown due to international trade disputes.

International News

- A Federal Reserve report showed U.S. industrial production rose by more than expected in May 2019. The Fed said industrial production climbed 0.4% in May following a revised 0.4% decrease in Apr 2019.
- Eurostat said euro zone labor costs increased at a slightly faster pace in the first quarter. Hourly labor costs grew 2.4% YoY, slightly faster than the 2.3% increase seen in the fourth quarter. The two main components of labor costs are wages and salaries, and non-wage costs.

RELIANCE

Wealth Sets You Free

**MUTUAL
FUND**



NISSAY

Sponsors: Reliance Capital
Nippon Life Insurance Company

Thank you for
your time.