

Markets for You

14 Nov 2019

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Indices Performance

Global Indices	13-Nov	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,353	1,352	2	0.12
Nasdaq	8,482	8,486	-4	-0.05
FTSE	7,351	7,365	-14	-0.19
Nikkei	23,320	23,520	-200	-0.85
Hang Seng	26,571	27,065	-494	-1.82
Indian Indices	13-Nov	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	40,116	40,345	-229	-0.57
Nifty 50	11,840	11,913	-73	-0.61
Nifty 100	11,981	12,053	-73	-0.60
Nifty 500	9,634	9,696	-62	-0.64
Nifty Bank	30,542	31,116	-574	-1.84
S&P BSE Power	1,935	1,958	-24	-1.20
S&P BSE Small Cap	13,345	13,498	-153	-1.13
S&P BSE HC	12,957	13,126	-169	-1.29

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
13-Nov	26.38	1.16	27.31	1.26
Month Ago	26.78	1.21	26.11	1.32
Year Ago	22.82	1.26	25.45	1.25

Nifty 50 Top 3 Gainers

Company	13-Nov	Prev_Day	% Change [#]
Britannia Industries Limited	3270	3120	4.81
TCS	2179	2101	3.70
RIL	1472	1428	3.12

Nifty 50 Top 3 Losers

Company	13-Nov	Prev_Day	% Change [#]
Yes Bank	68	73	-6.58
GAIL	124	130	-4.99
Zee Ente.	291	305	-4.86

Advance Decline Ratio

	BSE	NSE
Advances	941	679
Declines	1640	1175
Unchanged	157	102

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1580	81900
MF Flows**	-1425	54403

*13th Nov 2019; **5th Nov 2019

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.62% (Oct-19)	3.15% (Jul-19)	3.38% (Oct-18)
IIP	-4.30% (Sep-19)	1.30% (Jun-19)	4.60% (Sep-18)
GDP	5.00% (Jun-19)	5.80% (Mar-19)	8.00% (Jun-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 declined after the U.S. President threatened further increase in tariffs if a trade deal with China is not reached, though he said they could soon complete an initial trade deal. Growing unrest in Hong Kong also dampened sentiment. Today (as of Nov 14), Asian markets opened mixed as the U.S. Federal Reserve chief said interest rates were unlikely to change going forward. Nikkei was trading up 0.15% and Hang Seng was trading down 0.14% (as at 8.a.m. IST).
- European markets fell as the U.S. President threatened further increase in tariffs if a trade deal with China is not reached, though he said they could soon complete an initial trade deal. Investors also kept their eyes on U.S. Federal Reserve's testimony before the Congress to get cues on interest rate outlook.
- U.S. markets gained on the back of upbeat corporate news and earnings. This helped them digest Federal Reserve chief's comment that rates may not change in the near future and the uncertainties around U.S.-China trade deal.

Indian Equity Market

- Indian equity markets edged lower on disappointing Sep 2019 industrial output (IIP) figures, and cautiousness ahead of the release of CPI inflation data, scheduled after market hours. Also, sentiment dampened on growing concerns over U.S.-China trade deal uncertainties and Hong Kong protests.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.57% and 0.61% to close at 40,116.06 and 11,840.45, respectively. S&P BSE MidCap and S&P BSE SmallCap lost 0.77% and 1.13% respectively.
- The overall market breadth on BSE was weak with 941 scrips advancing and 1,640 scrips declining. A total of 157 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Energy was the major gainer, up 1.6%, followed by S&P BSE Consumer Durables, up 0.39%, and S&P BSE IT, up 0.17%. S&P BSE Metal was the major loser, down 2.27% followed by S&P BSE Realty, down 1.99% and S&P BSE Bankex, down 1.91%.

Domestic News

- Consumer price index-based inflation rate increased to 4.62% in Oct 2019 from 3.99% in Sep 2019 and 3.38% in Oct 2018. This marked a 16-month high and crossed the Reserve Bank of India's mid-term target of 4%. Consumer Food Price Index increased to 7.89% in Oct from 5.11% rise in Sep and a decline of 0.86% in the same period of the previous year. Prices of vegetables and pulses increased 26% and 12% YoY, respectively. The prices of meat and fish also rose almost 10%.
- Media reports showed the finance ministry has started an exercise to formulate the next budget by looking for industry and trade associations' suggestions on changes in direct and indirect taxes. The finance minister will present the annual budget for 2020-21 on Feb 1, 2020. This comes as the minister had to announce extra steps to stimulate the economy within a month of her first budget. The Department of Revenue in the finance ministry has put out a circular seeking suggestions for changes in income tax rates for both individuals and corporates as well as in indirect taxes such as excise and customs duty.
- The government could make changes to dividend distribution tax that will raise returns for investors, media reports showed. This comes as authorities try to revive foreign fund inflows. The budget statement due in Feb 2019 may include a proposal to tax dividends once they are paid to shareholders, rather than where the company pays the levy. This will allow individuals to claim refunds in their home jurisdictions.
- SpiceJet's loss widened to Rs. 462.6 crore in the three months ended Sep 2019. This comes as the low-cost carrier is hit by expenses related to grounding of Boeing 737 MAX planes and changes in accounting norms. In the year-ago period, the airline's loss stood at Rs. 389.4 crore.

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FII Derivative Trade Statistics		13-Nov	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2245.54	2736.52	16261.12
Index Options	191363.57	190160.77	53129.93
Stock Futures	10433.77	10574.31	90910.71
Stock Options	4307.68	4382.15	4593.52
Total	208350.56	207853.75	164895.28

Derivative Statistics- Nifty Options			
	13-Nov	Prev_Day	Change
Put Call Ratio (OI)	1.09	1.28	-0.20
Put Call Ratio(Vol)	0.86	0.90	-0.04

Debt Watch				
	13-Nov	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.09%	5.07%	5.04%	6.42%
T-Repo	4.91%	4.93%	4.58%	6.38%
Repo	5.15%	5.15%	5.15%	6.50%
Reverse Repo	4.90%	4.90%	4.90%	6.25%
91 Day T-Bill	5.04%	4.97%	5.15%	6.90%
364 Day T-Bill	5.21%	5.21%	5.38%	7.37%
10 Year Gilt	6.53%	6.49%	6.51%	7.76%
G-Sec Vol. (Rs.Cr)	30001	36458	36469	36494
FBIL MIBOR*	5.25%	5.25%	5.22%	6.55%
3 Month CP Rate	5.50%	5.60%	6.00%	8.45%
5 Year Corp Bond	7.44%	7.42%	7.59%	8.54%
1 Month CD Rate	5.04%	5.38%	5.00%	6.99%
3 Month CD Rate	5.32%	5.14%	5.31%	7.69%
1 Year CD Rate	5.79%	5.92%	6.21%	8.29%

Currency Market			
Currency	13-Nov	Prev_Day	Change
USD/INR	71.70	71.45	0.26
GBP/INR	92.17	91.42	0.75
EURO/INR	78.97	78.75	0.22
JPY/INR	0.66	0.66	0.00

Commodity Prices				
Commodity	13-Nov	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	56.83	56.10	54.71	55.58
Brent Crude(\$/bl)	62.41	62.25	61.48	64.54
Gold(\$/oz)	1463	1490	1489	1202
Gold(Rs./10 gm)	38205	38304	38154	30898

Source: Thomson Reuters Eikon

*As on previous trading day

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Derivatives Market

- Nifty Nov 2019 Futures stood at 11,863.25, a premium of 22.80 points above the spot closing of 11,840.45. The turnover on NSE's Futures and Options segment rose to Rs. 13,70,346.64 crore on November 13, 2019, compared with Rs. 9,12,702.67 crore on November 11, 2019.
- The Put-Call ratio remained unchanged compared with the previous session's close of 0.85.
- The Nifty Put-Call ratio stood at 1.09 compared with the previous session's close of 1.28.
- Open interest on Nifty Futures stood at 16.37 million, compared with the previous session's close of 16.09 million.

Indian Debt Market

- Bond yields eased following weak industrial production numbers for the second straight month, which raised speculations of monetary easing. The country's industrial output declined 4.3% in Sep 2019 compared with a year earlier.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) lowered 4 bps to close at 6.53% compared with the previous close of 6.57% after trading in a range of 6.53% to 6.55%.
- Yield on the old 10-year benchmark paper (7.26% GS 2029) decreased 4 bps to close at 6.73% compared with the previous close of 6.77% after trading in a range of 6.72% to 6.75%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 6,052 crore (gross) on Nov 13, 2019 compared with borrowings of Rs. 3,647 crore (gross) on Nov 11, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 17,637 crore on Nov 11, 2019.

Currency Market Update

- The Indian rupee weakened against the greenback following losses in the domestic equity markets amid weak industrial output data for Sep 2019 and dollar purchases by foreign banks. The rupee closed at 72.09 a dollar compared with the previous close 71.46.
- The euro remained almost steady against the greenback. U.S consumer prices grew more than market expectations in Oct 2019 and chairperson of U.S. Fed indicated an optimistic outlook for the economy, thereby strengthening the chances to pause monetary easing cycle by the central bank. The euro closed at 1.1006 compared with previous close of 1.1007.

Commodity Market Update

- Gold prices closed higher following its growing safe haven appeal in the midst of the developments on the U.S.- China trade deal.
- Brent crude prices traded higher after data from American Petroleum Institute showed that U.S. crude oil inventories fell by around 500,000 barrels for the week to Nov. 8.

International News

- Federal Reserve chairman has testified before the Congress that the central bank is likely to leave interest rates on hold in the near future.
- Figures from the Office for National Statistics showed U.K. consumer price inflation eased more than expected in Oct 2019 to its lowest level in three years as consumer price index rose 1.5% YoY following a 1.7% increase in Sep 2019.
- Data from the Bank of Japan showed producer prices fell at a slower rate in Oct 2019. The producer price index fell 0.4% YoY in Oct, following a 1.1% decline in Sep 2019.


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**Thank you for
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