



Nippon india Mutual Fund

Wealth sets you free

(Formerly Reliance Mutual Fund)

Markets for You

15 Nov 2019

Good gets *better*

Indices Performance				
Global Indices	14-Nov	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,356	1,353	2	0.18
Nasdaq	8,479	8,482	-3	-0.04
FTSE	7,293	7,351	-58	-0.80
Nikkei	23,142	23,320	-178	-0.76
Hang Seng	26,324	26,571	-248	-0.93
Indian Indices	14-Nov	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	40,286	40,116	170	0.42
Nifty 50	11,872	11,840	32	0.27
Nifty 100	12,001	11,981	20	0.17
Nifty 500	9,650	9,634	16	0.17
Nifty Bank	30,750	30,542	208	0.68
S&P BSE Power	1,923	1,935	-12	-0.60
S&P BSE Small Cap	13,344	13,345	-1	-0.01
S&P BSE HC	12,923	12,957	-34	-0.26

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
14-Nov	26.55	1.16	27.38	1.26
Month Ago	26.63	1.21	26.20	1.32
Year Ago	22.93	1.25	25.43	1.25

Nifty 50 Top 3 Gainers				
Company	14-Nov	Prev_Day	% Change [#]	
ICICI Bank	499	486	2.66	
Indian Oil	137	134	2.24	
Infosys	705	691	2.02	

Nifty 50 Top 3 Losers				
Company	14-Nov	Prev_Day	% Change [#]	
Bharti Infratel	209	218	-4.38	
Vedanta	144	148	-2.97	
Zee Ente.	282	291	-2.94	

Advance Decline Ratio				
			BSE	NSE
Advances			967	711
Declines			1543	1133
Unchanged			172	94

Institutional Flows (Equity)		
Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1519	83418
MF Flows**	-1425	54403

*14th 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 markets witnessed a mixed trend amid worries over the U.S.-China trade war lingered and weak data from China and Japan. Meanwhile, slowdown in industrial activity in China boosted expectations that policymakers will ramp up stimulus to boost a fragile economic recovery, which in turn provided underlying support. Today (as of Nov 15), Asian markets opened mixed as investors continue to monitor U.S.-China trade developments. Both Nikkei and Hang Seng were trading up 0.72% and 0.42%, respectively (as at 8.a.m. IST).
- European markets fell as trade talks between the U.S. and China seem to hit a roadblock. However, QoQ growth in euro zone economy for Q3 of 2019, which came in line with expectation, restricted the fall.
- U.S. markets remained flattish as investors remained worried over persisting uncertainty around U.S-China trade relations. Decline in the stocks of one of the major companies following disappointing guidance too dented market sentiments.

Indian Equity Market

- Indian equity markets closed modestly higher. Despite surge in retail inflation to 16-month high in Oct 2019, hopes that the Reserve Bank of India (RBI) may further cut interest rates boosted market sentiment. Easing of wholesale inflation data in Oct 2019 and weak industrial output data for Sep 2019 drove expectations for a rate cut.
- However, reports that a major credit rating agency has cut India's economic growth forecast for FY20 restricted the gains. Also, weak global cues amid China's weak industrial production data for Oct and reports that Germany only barely avoided a recession in the third quarter 2019 weighed on the market sentiment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.42% and 0.27% to close at 40,286.48 and 11,872.10, respectively. S&P BSE Mid-Cap grew 0.14% and S&P BSE Small Cap fell 0.01%.
- On the BSE sectoral front, S&P BSE Information Technology stood as the major gainer and grew 1.07%, followed by S&P BSE Consumer Durables that grew 0.87%. S&P BSE Finance and S&P BSE Bankex grew 0.80% and 0.71%, respectively. However, S&P BSE Telecom was the major loser that fell 2.76% followed by S&P BSE Metal that fell 1.98%.

Domestic News

- A major global credit rating agency downgraded its growth forecasts for the Indian economy to 5.6% for 2019 from 7.4% in 2018. The downgrade comes as the global credit rating agency is of the view that the measures taken by the government has not been able to invigorate the widespread weakness in consumption demand. However, the global credit rating agency forecasted that economic growth of the country will rise to 6% in 2020 and 6.7% in 2021.
- Government data showed that India's Wholesale Price Index (WPI) based inflation slowed to 0.16% in Oct 2019 from 0.33% in the previous month and 5.54% during the same month of the previous year. WPI inflation thus plunged to its lowest level in more than 3 years. However, the WPI Food Index grew from 5.98% in Sep 2019 to 7.65% in Oct 2019.
- Capital market regulator Securities and Exchange Board of India (SEBI) has decided to give more flexibility to stock exchanges so that they can modify contract specifications for all commodity derivatives contracts. However, such modifications that the exchanges decided to carry out need to be intimated to SEBI and market participants at least 10 days in advance.
- For the second quarter ended Sep 2019, Bharti Airtel reported a consolidated net loss of Rs. 23,044.9 crore as against profit of Rs. 119 crore in quarter ended Sep 2018. The telecom company's revenue, however, increased in Sep 2019 quarter by 4.90% to Rs. 21,131 crore.
- SpiceJet reported a loss of Rs. 462 crore in the quarter ended Sep 2019, its first quarterly loss in the current fiscal year, due to higher costs during a seasonally weak quarter.

Good gets better

FII Derivative Trade Statistics		14-Nov	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3617.89	3789.71	16636.88
Index Options	294384.48	294233.03	52038.55
Stock Futures	12593.78	12981.37	90846.25
Stock Options	5457.42	5532.84	4836.13
Total	316053.57	316536.95	164357.81

Derivative Statistics- Nifty Options			
	14-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				
	14-Nov	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.07%	5.06%	5.06%	6.34%
T-Repo	4.92%	4.97%	4.59%	6.31%
Repo	5.15%	5.15%	5.15%	6.50%
Reverse Repo	4.90%	4.90%	4.90%	6.25%
91 Day T-Bill	5.05%	5.03%	5.12%	6.90%
364 Day T-Bill	5.14%	5.17%	5.35%	7.32%
10 Year Gilt	6.52%	6.51%	6.48%	7.73%
G-Sec Vol. (Rs.Cr)	32609	20406	28759	42329
FBIL MIBOR*	5.25%	5.25%	5.22%	6.60%
3 Month CP Rate	5.50%	5.60%	6.00%	8.40%
5 Year Corp Bond	7.42%	7.42%	7.55%	8.50%
1 Month CD Rate	5.05%	5.40%	4.95%	6.91%
3 Month CD Rate	5.32%	5.27%	5.06%	7.55%
1 Year CD Rate	5.74%	5.87%	6.17%	8.22%

Currency Market			
Currency	14-Nov	Prev_Day	Change
USD/INR	72.05	71.70	0.35
GBP/INR	92.43	92.17	0.25
EURO/INR	79.24	78.97	0.26
JPY/INR	0.66	0.66	0.01

Commodity Prices				
Commodity	14-Nov	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	56.52	56.86	53.52	56.11
Brent Crude(\$/bl)	62.60	62.89	59.45	63.72
Gold(\$/oz)	1471	1468	1493	1211
Gold(Rs./10 gm)	38217	38180	38386	30759

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>

Derivatives Market

- Nifty Nov 2019 Futures stood at 11,899.65, a premium of 27.55 points above the spot closing of 11,872.10. The turnover on NSE's Futures and Options segment rose to Rs. 31,59,829.83 crore on November 14, 2019, compared with Rs. 13,70,346.64 crore on November 13, 2019.
- The Put-Call ratio stood at 0.68 compared with the previous session's close of 0.85.
- The Nifty Put-Call ratio stood at 1.17 compared with the previous session's close of 1.09.
- Open interest on Nifty Futures stood at 16.2 million, compared with the previous session's close of 16.37 million.

Indian Debt Market

- Bond yields continued to fall as investors were focused on the upcoming policy review meeting, expecting a policy rate cut. However, the sharp rise in retail inflation to 4.62% for Oct 2019, which breached the RBI's target of 4%, restricted gains.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) lowered 1 bps to close at 6.52% compared with the previous close of 6.53% after trading in a range of 6.51% to 6.54%.
- Yield on the old 10-year benchmark paper (7.26% GS 2029) decreased 2 bps to close at 6.71% compared with the previous close of 6.73% after trading in a range of 6.69% to 6.74%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,727 crore (gross) on Nov 14, 2019 compared with borrowings of Rs. 6,052 crore (gross) on Nov 13, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 14,843 crore on Nov 13, 2019.

Currency Market Update

- The rupee rose against the greenback for the first time in four sessions following gains in the domestic equity market on hopes of a trade deal between U.S. and China amid reports that China was lifting restrictions on import of poultry meat from the U.S. with immediate effect.
- Euro rose against the greenback as the dollar came under pressure on reports that the U.S. and China were struggling to finalize a "phase one" trade deal and as the domestic impeachment inquiry into U.S. President Intensified.

Commodity Market Update

- Gold prices extended the rally as the lack of further clarity on the U.S.- China trade deal, coupled with concerns about global economic slowdown continued to boost the safe haven appeal of the bullion.
- Brent crude prices edged higher following a surprise drop in U.S. crude inventories in the week to Nov 8.

International News

- According to a report from the Labor Department, U.S. initial jobless claims grew to 225,000 in the week ended Nov 9, 2019, up 14,000 from the previous week's level of 211,000. Meanwhile, continuing claims fell by 10,000 to 1.683 million in the week ended Nov 2, 2019.
- A report from the Eurostat showed that Eurozone's third quarter 2019 gross domestic product came in line with initial expectations and grew 0.2% from the second quarter. GDP grew 1.2% YoY in the third quarter as against initial expectations of growth of 1.1%.


Good gets better

**Thank you for
your time.**

Good gets *better*