

# Markets for You

19 Nov 2019

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**Indices Performance**

Global Indices	18-Nov	Prev_Day	Abs. Change	% Change#
Russell 3000	1,370	1,368	2	0.14
Nasdaq	8,550	8,541	9	0.11
FTSE	7,308	7,303	5	0.07
Nikkei	23,417	23,303	113	0.49
Hang Seng	26,681	26,327	354	1.35
Indian Indices	18-Nov	Prev_Day	Abs. Change	% Change#
S&P BSE Sensex	40,284	40,357	-73	-0.18
Nifty 50	11,885	11,895	-11	-0.09
Nifty 100	12,011	12,023	-12	-0.10
Nifty 500	9,669	9,667	1	0.01
Nifty Bank	30,992	31,008	-16	-0.05
S&P BSE Power	1,916	1,908	7	0.38
S&P BSE Small Cap	13,363	13,326	36	0.27
S&P BSE HC	13,160	13,003	157	1.21

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
18-Nov	28.03	1.15	27.29	1.26
Month Ago	27.51	1.17	26.94	1.28
Year Ago	23.31	1.23	25.69	1.24

**Nifty 50 Top 3 Gainers**

Company	18-Nov	Prev_Day	% Change#
Bharti Airtel	409	393	4.11
Tata Steel	410	395	3.94
United Phos	549	530	3.53

**Nifty 50 Top 3 Losers**

Company	18-Nov	Prev_Day	% Change#
Yes Bank	66	69	-4.15
Bajaj Auto	3157	3215	-1.82
Britannia Industries Limited	3141	3196	-1.71

**Advance Decline Ratio**

	BSE	NSE
Advances	1169	847
Declines	1397	1019
Unchanged	205	107

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1167	81821
MF Flows**	-1425	54403

 \*18<sup>th</sup> Nov 2019; \*\*5<sup>th</sup> 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 &amp; WPI from 2004-05 to 2011-12, and for CPI from 2010 to 2012

**Global Indices**

- Asian equity markets were mostly higher as investors looked forward to further progress in U.S.-China trade talks towards a phase one deal. Media news showed that the U.S. and China had "constructive discussions". China's central bank unexpectedly cutting a key interest rate, for the first time since 2015, also supported markets. Today (as of Nov 19), Asian markets opened lower amid concerns over the direction of U.S.-China trade talks. In overnight developments, media reports showed Beijing is pessimistic about a trade deal. Nikkei was trading down 0.41% and Hang Seng were trading up 0.36% (as at 8.a.m. IST).

- European markets lost on waning trade optimism. Media reports showed Beijing is pessimistic of the chances of striking a trade deal with the U.S. as it is troubled by U.S. President's reluctance to roll back tariffs.

- U.S. markets touched fresh highs but gave up most of the gains as U.S.-China trade concerns reemerged on the back of a few media reports. The reports showed there is pessimism in Beijing over cracking a trade deal with the U.S.

**Indian Equity Market**

- Indian equity markets traded lower as investors looked listless in the face of lack of any major global or domestic triggers. Markets are focusing on the progress of trade talks between U.S. and China, movement of crude oil prices and currency fluctuations.

- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.18% and 0.09% to close at 40,284.19 and 11,884.50, respectively. S&P BSE MidCap and S&P BSE SmallCap gained 0.44% and 0.27% respectively.

- The overall market breadth on BSE was weak with 1,169 scrips advancing and 1,397 scrips declining. A total of 205 scrips remained unchanged.

- On the BSE sectoral front, S&P BSE Telecom was the major gainer, up 3.42% followed by S&P BSE Metal, up 1.71% and S&P BSE Basic Materials, up 1.39%. S&P BSE Capital Goods was the major loser, down 0.68% followed by S&P BSE Auto, down 0.55% and S&P BSE Energy, down 0.45%.

**Domestic News**

- Media reports showed the finance ministry has said India's economic growth decelerated but the country is still the fastest growing among G-20 nations in 2019-20. Finance minister said the goal of \$5 trillion economy will be achieved by 2025.

- Union minister said the government has given 'in-principle' approval for the sale of strategic stakes in 28 state-run companies, according to media reports. This includes the troubled state carrier. The government has raised Rs. 173.64 billion (\$2.43 billion) in FY20 so far against the full-year's target of Rs. 1.05 trillion.

- Government's think tank NITI Aayog has zeroed in on a few focus areas on future health systems. This includes delivering on unfinished public health agenda, empowering citizens to become better buyers of health services, and harnessing the power of digital healthcare. NITI Aayog released its report 'Health Systems for a New India: Building Blocks—Potential Pathways to Reforms'. The department recommended a change in health financing and integrating health services delivery.

- Media reports showed Dewan Housing Finance Corp. Ltd's (DHFL) debt recovery process has hit a roadblock as many collection agents are quitting in the wake of the crisis at the mortgage lender. Banks are hoping to recover loans worth Rs. 38,342 crore by implementing a debt resolution plan.

- Tata Motors has signed an agreement with commercial electric vehicle fleet provider Lithium Urban Technologies. The pact will the auto major to address mobility solutions across passenger, mass transit and freight segments. Tata Motors will supply 400 Tigor EV units to Lithium Urban by the end of the current fiscal, Tata Motors said in a statement, media reports showed.

- HCL Tech has concluded the sale of its wholly-owned subsidiary HCL Insys. It has concluded the sale of entire shareholding of HCL Insys.

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FII Derivative Trade Statistics		18-Nov	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3191.65	3847.76	17559.20
Index Options	180129.21	179054.29	54299.37
Stock Futures	12697.14	12732.72	92291.09
Stock Options	6531.77	6535.67	5147.59
Total	202549.77	202170.44	169297.25

Derivative Statistics- Nifty Options			
	18-Nov	Prev_Day	Change
Put Call Ratio (OI)	1.32	1.39	-0.07
Put Call Ratio(Vol)	0.95	0.93	0.02

Debt Watch				
	18-Nov	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.06%	5.06%	5.10%	6.36%
T-Repo	4.93%	4.99%	4.90%	6.29%
Repo	5.15%	5.15%	5.15%	6.50%
Reverse Repo	4.90%	4.90%	4.90%	6.25%
91 Day T-Bill	5.00%	5.03%	5.05%	6.76%
364 Day T-Bill	5.15%	5.21%	5.25%	7.24%
10 Year Gilt	6.48%	6.57%	6.52%	7.82%
G-Sec Vol. (Rs.Cr)	46688	17969	24960	25907
FBIL MIBOR*	5.25%	5.14%	5.22%	6.50%
3 Month CP Rate	5.50%	5.55%	5.80%	8.35%
5 Year Corp Bond	7.47%	7.48%	7.55%	8.61%
1 Month CD Rate	5.06%	5.10%	4.94%	6.93%
3 Month CD Rate	5.04%	5.29%	5.67%	7.65%
1 Year CD Rate	5.82%	5.77%	5.86%	8.17%

Currency Market			
Currency	18-Nov	Prev_Day	Change
USD/INR	71.71	71.71	0.00
GBP/INR	92.70	92.37	0.34
EURO/INR	79.32	79.04	0.27
JPY/INR	0.66	0.66	0.00

Commodity Prices				
Commodity	18-Nov	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	56.77	56.56	53.70	56.44
Brent Crude(\$/bl)	63.66	62.62	60.50	64.13
Gold(\$/oz)	1471	1456	1490	1221
Gold(Rs./10 gm)	37931	37993	38241	30912

Source: Thomson Reuters Eikon

\*As on previous trading day

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**Derivatives Market**

- Nifty Nov 2019 Futures stood at 11,920.90, a premium of 36.40 points above the spot closing of 11,884.50. The turnover on NSE's Futures and Options segment fell to Rs. 7,53,248.66 crore on November 18, 2019, compared with Rs. 8,62,939.14 crore on November 15, 2019.
- The Put-Call ratio stood at 0.88 compared with the previous session's close of 0.84.
- The Nifty Put-Call ratio stood at 1.32 compared with the previous session's close of 1.39.
- Open interest on Nifty Futures stood at 16.51 million, compared with the previous session's close of 16.48 million.

**Indian Debt Market**

- Bond yields eased after the country's minister of state of finance said that the government proposes to meet its fiscal deficit target of 3.3% in this financial year. This offered some relief to investors on fiscal slippage.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) dropped 4 bps to close at 6.48% compared with the previous close of 6.52% after trading in a range of 6.48% to 6.53%.
- Yield on the old 10-year benchmark paper (7.26% GS 2029) decreased 4 bps to close at 6.65% compared with the previous close of 6.69% after trading in a range of 6.64% to 6.70%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,527 crore (gross) on Nov 18, 2019 compared with borrowings of Rs. 5,627 crore (gross) on Nov 15, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 14,371 crore on Nov 15, 2019.

**Currency Market Update**

- The rupee fell against the greenback following losses in the domestic equity market. Dollar purchases by state run banks also contributed to the downside. The rupee fell 0.09% to close at Rs. 71.84 per dollar compared with the previous close of Rs. 71.78.
- Euro rose against the greenback on hopes that the U.S. and China are close to reaching a trade deal even though some uncertainty over the same persisted amid reports that the U.S. President was reluctant to roll back tariffs. Euro was trading at \$1.1070, up 0.18% compared with the previous close of \$1.1050.

**Commodity Market Update**

- Gold prices rose as its safe haven appeal improved on reports that China remained doubtful of a trade deal with the U.S. as the U.S. President was reluctant to roll back tariffs.
- Brent crude prices rose ahead of the OPEC meeting scheduled to be held on Dec 5 and Dec 6 in Vienna where it will discuss its output policy.

**International News**

- A Commerce Department report showed business inventories in the U.S. were virtually unchanged in Sep 2019. Business inventories had edged down 0.1% in Aug 2019.
- Data from IHS Markit showed a measure of U.K. household finance remained unchanged in Nov 2019 and continued to signal a negative assessment.
- The Bundesbank said Germany's economy is set to remain weak in the final three months of the year, but a recession is unlikely. The bank expects "The current period of weakness in the German economy to continue in the final quarter of 2019".
- The People's Bank of China unexpectedly cut its short-term lending rate, the first reduction in more than four years. The People's Bank of China lowered the seven-day repurchase rate to 2.50% from 2.55%, the first cut since Oct 2015.


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