

# Markets for You

21 Nov 2019

Good gets *better*

Indices Performance				
Global Indices	20-Nov	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,368	1,373	-5	-0.37
Nasdaq	8,527	8,571	-44	-0.51
FTSE	7,262	7,324	-61	-0.84
Nikkei	23,149	23,293	-144	-0.62
Hang Seng	26,890	27,094	-204	-0.75
Indian Indices	20-Nov	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	40,652	40,470	182	0.45
Nifty 50	11,999	11,940	59	0.49
Nifty 100	12,116	12,055	62	0.51
Nifty 500	9,745	9,702	43	0.44
Nifty Bank	31,354	31,236	118	0.38
S&P BSE Power	1,928	1,933	-6	-0.28
S&P BSE Small Cap	13,414	13,405	10	0.07
S&P BSE HC	13,472	13,207	265	2.01

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
20-Nov	28.38	1.14	27.23	1.24
Month Ago	27.51	1.17	26.94	1.28
Year Ago	23.41	1.23	25.62	1.25

Nifty 50 Top 3 Gainers			
Company	20-Nov	Prev_Day	% Change <sup>#</sup>
Zee Ente.	307	286	7.40
Sun Pharma	450	426	5.66
IndusInd Bank	1469	1393	5.50

Nifty 50 Top 3 Losers			
Company	20-Nov	Prev_Day	% Change <sup>#</sup>
Bharti Infratel	241	251	-3.85
Indian Oil	131	133	-1.58
Kotak Bank	1599	1624	-1.50

Advance Decline Ratio			
	BSE	NSE	
Advances	1177	886	
Declines	1382	967	
Unchanged	198	115	

Institutional Flows (Equity)		
Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-626	80665
MF Flows**	-1425	54403

\*20<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 & WPI from 2004-05 to 2011-12, and for CPI from 2010 to 2012

## Global Indices

- Asian equity markets fell after the U.S. President threatened higher tariffs on Chinese goods if a trade deal is not reached between the two nations. Things got worse after the U.S. Senate passed a legislation supporting protesters in Hong Kong, a move condemned by China. Today (as of Nov 21), Asian markets opened lower as news emerged that the phase one deal between U.S. and China may not be signed in 2019. Both Nikkei and Hang Seng were trading down 1.62% and 1.91%, respectively (as at 8.a.m. IST).
- European markets ended lower after the U.S. President threatened to further raise tariffs on Chinese goods if Beijing does not agree to a trade deal. The comments came after reports that there is pessimism in China about the prospect of a "phase one" trade deal.
- U.S. markets fell after a news agency reported that the signing of a partial trade deal between the U.S. and China could be pushed into 2020 as China is looking for more extensive tariff rollbacks. The report cited trade experts and people close to the U.S. administration.

## Indian Equity Market

- Indian equity markets touched new intra-day highs but pared some of the gains at the end. India's leading conglomerate led gains as a foreign broking house upped the stakes on the stock on reports that the company will hike tariffs for its telecommunication business. Crude oil prices remaining low and a decent show by corporates in the second quarter has supported sentiment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.45% and 0.49% to close at 40,651.64 and 11,999.10, respectively. S&P BSE MidCap and S&P BSE SmallCap gained 0.25% and 0.07%, respectively.
- The overall market breadth on BSE was weak with 1,204 scrips advancing and 1,349 scrips declining. A total of 204 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Energy was the major gainer, up 2.1% followed by S&P BSE Healthcare, up 2.01% and S&P BSE Oil & Gas, up 1.44%. S&P BSE Realty was the major loser, down 1.36% followed by S&P BSE Consumer Durables, down 0.58% and S&P BSE Power, down 0.29%.

## Domestic News

- Economists at different prominent institutes and agencies have said India's economic growth could have hit a new low in the second quarter ended Sep 2019. Early forecasts are showing expansion below 5% between 4.2% to 4.7%. The government is scheduled to publish the data on Nov. 29. The lender could sign financing agreements with two railroad operators.
- Public sector banks (PSBs) reported frauds of more than Rs. 95,700 crore in the first six months of FY20, the finance minister informed the parliament. Reserve Bank of India (RBI) data showed PSBs reported 5,743 incidents of fraud involving a total amount of Rs. 95,760.49 crore from Apr 1 to Sep 30, 2019. She added, during the same period, the number of frauds was 1,007, involving a total amount of Rs 2,509.86 crore.
- Media reports showed the Asian Infrastructure Investment Bank (AIIB) is planning to invest up to \$2.5 billion in urban transport projects. These would include Metro commuter-rail networks and radial roads, giving a boost to New Delhi's Smart City initiative. AIIB is in advanced talks with different nodal agencies, including Chennai Metro Rail and the Mumbai Metro Rail Corp, the reports showed.
- According to a draft prepared by the Department for Promotion of Industry and Internal Trade and Invest India, the government proposes to provide manufacturers land to set up a factory along with power, water and road access. India is planning to offer 324 companies incentives to set up factories in the country to capitalize from the trade war between China and the U.S.
- Union minister said the government is ready with highway projects worth Rs. 15 lakh crore to be offered in next five years. He added that infrastructure sector could play a mega role in bolstering the economy as it encompasses areas that can generate huge employment and thrust economic progress.

Good gets better

FII Derivative Trade Statistics		20-Nov	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2807.19	2870.18	18434.54
Index Options	193738.50	192689.94	56290.40
Stock Futures	11382.48	11597.06	92513.09
Stock Options	5861.66	5756.09	5403.24
Total	213789.83	212913.27	172641.27

Derivative Statistics- Nifty Options			
	20-Nov	Prev_Day	Change
Put Call Ratio (OI)	1.58	1.46	0.13
Put Call Ratio(Vol)	1.03	0.93	0.10

Debt Watch				
	20-Nov	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.07%	5.09%	5.10%	6.43%
T-Repo	4.97%	4.91%	4.90%	6.46%
Repo	5.15%	5.15%	5.15%	6.50%
Reverse Repo	4.90%	4.90%	4.90%	6.25%
91 Day T-Bill	5.02%	5.04%	5.05%	6.77%
364 Day T-Bill	5.14%	5.21%	5.25%	7.26%
10 Year Gilt	6.46%	6.53%	6.52%	7.79%
G-Sec Vol. (Rs.Cr)	54917	30001	24960	29111
FBIL MIBOR*	5.25%	5.25%	5.25%	6.49%
3 Month CP Rate	5.50%	5.50%	5.80%	8.00%
5 Year Corp Bond	7.51%	7.41%	7.55%	8.56%
1 Month CD Rate	5.04%	5.04%	4.94%	6.89%
3 Month CD Rate	5.08%	5.32%	5.67%	7.45%
1 Year CD Rate	5.83%	5.79%	5.86%	8.17%

Currency Market			
Currency	19-Nov	Prev_Day	Change
USD/INR	71.81	71.71	0.10
GBP/INR	93.09	92.70	0.39
EURO/INR	79.56	79.32	0.25
JPY/INR	0.66	0.66	0.00

Commodity Prices				
Commodity	20-Nov	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	56.66	56.83	53.70	53.34
Brent Crude(\$/bl)	65.04	62.41	60.50	60.64
Gold( \$/oz)	1471	1463	1490	1221
Gold(Rs./10 gm)	38305	38205	38241	30913

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 12,018.15, a premium of 19.05 points above the spot closing of 11,999.10. The turnover on NSE's Futures and Options segment rose to Rs. 12,82,511.64 crore on November 20, 2019, compared with Rs. 9,85,924.89 crore on November 19, 2019.
- The Put-Call ratio stood at 0.95 compared with the previous session's close of 0.87.
- The Nifty Put-Call ratio stood at 1.58 compared with the previous session's close of 1.46.
- Open interest on Nifty Futures stood at 16.26 million, compared with the previous session's close of 16.78 million.

**Indian Debt Market**

- Bond yields continued to fall tracking the decline in global crude oil prices. Besides, expectations of a sixth consecutive rate cut by the Monetary Policy Committee in Dec 2019 also added to the gains.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) lowered 2 bps to close at 6.46% compared with the previous close of 6.48% after trading in a range of 6.46% to 6.48%.
- Yield on the old 10-year benchmark paper (7.26% GS 2029) decreased 2 bps to close at 6.61% compared with the previous close of 6.63% after trading in a range of 6.60% to 6.62%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,068 crore (gross) on Nov 20, 2019 compared with borrowings of Rs. 3,667 crore (gross) on Nov 19, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 12,984 crore on Nov 19, 2019.

**Currency Market Update**

- The rupee weakened against the greenback following dollar purchases by the state-run banks. However, gains in the domestic equity market restricted further losses. The rupee fell 0.15% to close at Rs. 71.81 per dollar compared with the previous close of Rs. 71.71.
- Euro inched down against the greenback as the safe haven appeal of the latter improved amid worries over renewed trade tensions between U.S. and China. Euro was trading at \$1.1072, down 0.05% compared with the previous close of \$1.1078.

**Commodity Market Update**

- Gold prices traded flat as investors continued to track the developments on the U.S.- China trade deal.
- Brent crude prices surged following Russian President's indication that Moscow will support OPEC in its efforts on production cuts.

**International News**

- Federal Reserve's Oct 2019 monetary policy meeting minutes showed the decision to remove the "act as appropriate" language from the statement was seen as consistent with the view that the current stance of monetary policy was likely to remain appropriate as long as the economy performed broadly in line with the Fed's expectations, thus rates are widely expected to remain unchanged.
- The European Central Bank in its Financial Stability Review said the euro area financial stability environment remains challenging and non-banks have increased their exposure to riskier assets to address profitability challenges.


**Good gets better**





**Nippon india Mutual Fund**

Wealth sets you free

(Formerly Reliance Mutual Fund)

**Thank you for  
your time.**

**Good gets *better***

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