

Markets for You

26 Nov 2019

Good gets *better*

Indices Performance

Global Indices	25-Nov	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,380	1,364	15	1.13
Nasdaq	8,632	8,520	113	1.32
FTSE	7,396	7,327	69	0.95
Nikkei	23,293	23,113	180	0.78
Hang Seng	26,993	26,595	398	1.50

Indian Indices	25-Nov	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	40,889	40,359	530	1.31
Nifty 50	12,074	11,914	159	1.34
Nifty 100	12,193	12,031	161	1.34
Nifty 500	9,802	9,679	123	1.27
Nifty Bank	31,556	31,112	444	1.43
S&P BSE Power	1,936	1,927	9	0.44
S&P BSE Small Cap	13,462	13,354	108	0.81
S&P BSE HC	13,591	13,400	190	1.42

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
25-Nov	28.68	1.13	28.14	1.24
Month Ago	26.76	1.18	26.70	1.29
Year Ago	22.85	1.24	25.43	1.26

Nifty 50 Top 3 Gainers

Company	25-Nov	Prev_Day	% Change [#]
Bharti Infratel	250	232	7.82
Bharti Airtel	451	421	7.31
Tata Steel	420	400	4.88

Nifty 50 Top 3 Losers

Company	25-Nov	Prev_Day	% Change [#]
Zee Ente.	344	358	-3.99
ONGC	131	134	-2.17
Yes Bank	64	65	-1.62

Advance Decline Ratio

	BSE	NSE
Advances	1400	1105
Declines	1093	768
Unchanged	214	123

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	607	86706
MF Flows**	-420	54032

*25th Nov 2019; **21st 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 gained on positive U.S.-China trade developments. The U.S. President said a trade deal with China is "potentially very close" and the Chinese President said they want to work towards a phase one trade deal with the U.S. Meanwhile, pro-democracy camp in Hong Kong clinched a landslide victory in the district council election. Today (as of Nov 26), Asian markets opened higher on overnight gains at the Wall Street. Both Nikkei and Hang Seng were trading up 0.60% and 0.03%, respectively (as at 8.a.m. IST).
- European markets gained as U.S. and China seemed to get closer to signing a phase one trade deal. U.S. National Security Advisor said a "phase one" deal with China could be achieved by the end of 2019. At the same time, however, he said Washington will not overlook Hong Kong protests.
- U.S. markets gained on trade optimism as U.S. and China looked close to signing a phase one trade deal. China's state newspaper said both sides are getting "close" to reaching a deal. And U.S. national security advisor had said over the weekend that a phase one trade deal with China could come through before the end of the year.

Indian Equity Market

- Indian equity markets gained handsomely as sentiment was buoyed by media reports showing China and the U.S. are 'very close' to signing a phase one trade deal.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.31% and 1.34% to close at 40,889.23 and 12,073.75 respectively. S&P BSE MidCap and S&P BSE SmallCap gained 1.17% and 0.81% respectively.
- The overall market breadth on BSE was strong with 1,400 scrips advancing and 1,093 scrips declining. A total of 214 scrips remained unchanged.
- On the BSE sectoral front, all sectors gained. S&P BSE Telecom was the major gainer, up 6.78%, followed by S&P BSE Metal and S&P BSE Realty, up 3.34% and 2.04%, respectively. S&P BSE Basic Materials and S&P BSE Auto gained 2.02% and 1.85% respectively.

Domestic News

- A major global bank has said India's economic growth is expected to slow further in the second half of 2019, Singapore's DBS Bank said on Monday. The bank said real GDP could be 4.3% in the third quarter. Weakness in the consumption sector could be extended into the quarter along with tepid private sector activity. New project announcements remain at a multi-year low, while production was depressed by weak consumer durables, non-durables, intermediate and capital goods, the bank said.
- The finance minister introduced the Taxation Laws (Amendment) Bill, 2019, in the Lok Sabha, media reports showed. This will replace the Taxation Laws (Amendment) Ordinance, 2019, promulgated on Sep 20, 2019, to cut the base corporate tax rate to 22% from 30%.
- The government could amend rules to completely remove the provision under which citizens can receive duty-free 'gifts and samples' valued at under Rs. 5,000 from overseas. This comes after rampant misuse by Chinese ecommerce vendors was unearthed, media reports showed. The Central Board of Indirect Taxes and Customs is considering a limit on the number of gifts an individual can receive but has decided against it given the complexity in its implementation.
- A National Statistical Office survey showed nearly 4.4% of rural households and 23.4% urban households had a computer while 14.9% of rural households and 42% of urban households had internet facility. In rural areas, among persons of 5 years and above, 9.9% were able to operate a computer, 13% were able to use internet and 10.8% used internet during the last 30 days before the survey period. In urban areas, among those who were 5 years and above, 32.4% were able to operate a computer, 37.1% were able to use internet and 33.8% used internet during the last 30 days.

Good gets better

FII Derivative Trade Statistics		25-Nov		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2397.49	3230.02	17773.24	
Index Options	144795.23	144116.43	56598.65	
Stock Futures	14321.80	14363.77	94701.24	
Stock Options	6717.93	6709.09	5115.30	
Total	168232.45	168419.31	174188.43	

Derivative Statistics- Nifty Options			
	25-Nov	Prev_Day	Change
Put Call Ratio (OI)	1.71	1.31	0.41
Put Call Ratio(Vol)	1.00	0.93	0.06

Debt Watch				
	25-Nov	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.04%	5.06%	5.10%	6.48%
T-Repo	5.00%	4.93%	4.89%	6.48%
Repo	5.15%	5.15%	5.15%	6.50%
Reverse Repo	4.90%	4.90%	4.90%	6.25%
91 Day T-Bill	4.97%	5.00%	5.00%	6.68%
364 Day T-Bill	5.12%	5.15%	5.26%	7.20%
10 Year Gilt	6.47%	6.48%	6.50%	7.71%
G-Sec Vol. (Rs.Cr)	30325	46688	20088	47027
FBIL MIBOR*	5.25%	5.25%	5.25%	6.60%
3 Month CP Rate	5.45%	5.50%	5.65%	8.00%
5 Year Corp Bond	7.44%	7.47%	7.56%	8.51%
1 Month CD Rate	5.17%	5.06%	4.88%	6.85%
3 Month CD Rate	5.17%	5.04%	5.42%	7.31%
1 Year CD Rate	5.94%	5.82%	5.87%	8.12%

Currency Market			
Currency	25-Nov	Prev_Day	Change
USD/INR	71.65	71.85	-0.20
GBP/INR	92.06	92.83	-0.77
EURO/INR	79.00	79.52	-0.52
JPY/INR	0.66	0.66	0.00

Commodity Prices				
Commodity	25-Nov	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	57.74	56.77	56.49	54.38
Brent Crude(\$/bl)	66.26	63.66	62.90	56.83
Gold(\$/oz)	1455	1471	1504	1222
Gold(Rs./10 gm)	37862	37931	38630	30834

Source: Thomson Reuters Eikon

*As on previous trading day

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Derivatives Market

- Nifty Nov 2019 Futures stood at 12,096.30, a premium of 22.55 points above the spot closing of 12,073.75. The turnover on NSE's Futures and Options segment rose to Rs. 10,97,583.56 crore on November 25, 2019, compared with Rs. 7,66,847.28 crore on November 22, 2019.
- The Put-Call ratio stood at 0.87 compared with the previous session's close of 0.94.
- The Nifty Put-Call ratio stood at 1.71 compared with the previous session's close of 1.31.
- Open interest on Nifty Futures stood at 16.02 million, compared with the previous session's close of 15.15 million.

Indian Debt Market

- Bond yields eased as market participants resorted to short covering. In addition, hopes of policy rate cut in the upcoming Monetary Policy meeting also added to the gains.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) decreased 3 bps to close at 6.47% compared with the previous close of 6.50% after trading in a range of 6.46% to 6.50%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,967 crore (gross) on Nov 25, 2019 compared with borrowings of Rs. 3,667 crore (gross) on Nov 22, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 36,609 crore on Nov 22, 2019.
- Banks borrowed Rs. 3,231 crore under the central bank's Marginal Standing Facility on Nov 22, 2019 compared with borrowings of Rs. 3,500 crore on Nov 21, 2019.

Currency Market Update

- The Indian rupee fell against the U.S. dollar due to greenback purchase by state run banks.
- The euro pared its losses against the greenback and was almost steady against the greenback as the investor risk sentiment improved amid reports that U.S. and China are very close to a "phase one" trade deal. The euro closed at 1.1013, down 0.08% compared with previous close of 1.1022.

Commodity Market Update

- Gold prices fell on hopes that a resolution to the protracted U.S.-China trade conflict will soon be reached.
- Brent crude prices rose amid media reports that U.S. and China could soon sign an interim trade deal to end their trade war.

International News

- Final data from the Cabinet Office showed Japan's leading index which measures the future economic activity, came in at 91.9 in September, same as in Aug 2019.
- Data from ifo institute showed German business confidence rose to 95.0 in Nov from 94.7 in Oct 2019. The reading was in line with expectations.
- Distributive Trades survey from the Confederation of British Industry showed U.K. retailers expect sales volume to grow in Dec 2019. The retail sales balance rose to -3% in Nov 2019.
- The International Monetary Fund downgraded its growth projection for Japan and urged the government to take fiscal policy that supports near-term growth and stimulate price momentum. According to the concluding statement of the 2019 Article IV mission to Japan, the country's economy is set to expand 0.8% 2019, which was slower than the previous forecast of 0.9%.

