

RELIANCE

MUTUAL
FUND

Markets for You

30 Nov 2018

Indices Performance

Global Indices	29-Nov	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,339	25,366	-28	-0.11
Nasdaq	7,273	7,292	-19	-0.25
FTSE	7,039	7,005	34	0.49
Nikkei	22,263	22,177	86	0.39
Hang Seng	26,451	26,683	-232	-0.87
Indian Indices	29-Nov	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	36,170	35,717	453	1.27
Nifty 50	10,859	10,729	130	1.21
Nifty 100	11,066	10,940	126	1.15
Nifty Bank	26,940	26,458	482	1.82
SGX Nifty	10,860	10,715	145	1.35
S&P BSE Power	1,914	1,924	-10	-0.53
S&P BSE Small Cap	14,353	14,321	31	0.22
S&P BSE HC	14,082	13,983	98	0.70

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
29-Nov	23.85	1.19	26.27	1.22
Month Ago	21.32	1.34	24.65	1.31
Year Ago	24.83	1.16	26.51	1.07

Nifty 50 Top 3 Gainers

Company	29-Nov	Prev_Day	% Change [#]
Bajaj Auto	2724	2604	4.61
Kotak Bank	1213	1160	4.54
Hindalco	225	216	3.91

Nifty 50 Top 3 Losers

Company	29-Nov	Prev_Day	% Change [#]
HCL Tech	1013	1043	-2.84
Power Grid	181	184	-2.06
ONGC	141	143	-1.54

Advance Decline Ratio

	BSE	NSE
Advances	1310	889
Declines	1305	906
Unchanged	143	105

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1142	-36966
MF Flows**	87	114879

*29th Nov 2018; **28th Nov 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	3.31% (Oct-18)	4.17% (Jul-18)	3.58% (Oct-17)
IIP	4.50% (Sep-18)	7.00% (Jun-18)	4.10% (Sep-17)
GDP	8.20% (Jun-18)	7.70% (Mar-18)	5.60% (Jun-17)

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 were mixed as investors were buoyed by U.S. Federal Reserve (Fed) chairman's speech on the one hand and anxious over the upcoming G20 meeting on the other. The Fed chairman said current interest rate is 'just below a range of estimates of so-called neutral level. Today (as of Nov 30), Asian markets opened higher as investors were optimistic that the upcoming meeting between the U.S. President and Chinese leader may ease escalating trade tensions between the two countries. Both Nikkei and Hangseng were trading up 0.13% and 0.35%, respectively (as at 8.a.m. IST).

• As per the last close, European markets closed almost higher following dovish comments from Fed's chairman that U.S. interest rates were just below neutral, implying that Fed's three-year tightening cycle is near to close. However, lingering uncertainty about trade dispute between U.S. and China restricted the gains.

• As per the last close, U.S markets closed lower following disappointing economic data. Investor sentiment dampened further as hopes of a trade deal to be struck between China and the U.S. lowered.

Indian Equity Market

• Indian equity markets gained yet again as the rupee strengthened, oil prices slid and U.S. Fed chief's speech gave investors confidence. The rupee ended at 3-month high and crude touched the lowest level since Oct 2017. The combination of a strong rupee and weak oil prices augurs well for the country's inflation. Investors saw Fed chairman's comments to be dovish as he stated that policy rate is below the neutral rate. A neutral rate refers to a level which neither stimulates nor confines economic growth. This could mean Fed may go slow with interest rate hike in 2019.

• Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.27% and 1.21% to close at 36,170.41 and 10,858.70, respectively. S&P BSE Mid-Cap gained 0.62%, while S&P BSE Small Cap increased 0.22%.

• On the BSE sectoral front, S&P BSE Metal was the major gainer, up 2.01%, followed by S&P BSE Bankex, up 1.75%, and S&P BSE Finance, up 1.66%. S&P BSE Energy and S&P BSE Basic Materials gained 1.48% and 1.41%, respectively. S&P BSE Information Technology was the major loser, down 1%, followed by S&P BSE Utilities and S&P BSE Teck, down 0.73% and 0.7%, respectively.

Domestic News

• The Central Statistical Office (CSO) has released the revised GDP figures. Recalibrating data of past years using 2011-12 as the base year in place of 2004-05, the CSO estimated that India's GDP grew 8.5% in 2010-11 (April 2010 to March 2011) and not 10.3% as previously estimated. Similarly, 9.3% growth rate each in 2005-06 and 2006-07 was lowered to 7.9% and 8.1%, respectively, while 7.7% rate was now estimated for 2007-08 instead of 9.8%.

• Indian companies' foreign borrowings decreased almost 66% to \$1.41 billion in Oct 2018, according to Central Bank's data. India Inc had borrowed \$4.09 billion from overseas markets through external commercial borrowings as well as foreign currency convertible bonds in Oct 2017. There was additional borrowings of \$314.99 million through rupee denominated bonds in the year-ago period but remained unchanged in Oct 2018. Of the total borrowing amount in Oct 2018, Indian companies brought in \$1.40 billion via the automatic route and the rest of \$8.54 million via approval route.

• Finance minister is in favour of developing a federal institution like GST Council in the healthcare and farm sectors. He said it is required as states and Centre both spend on healthcare and have their respective schemes, which need to be merged to benefit the masses.

• Niti Aayog vice-chairman said India will have to carry out more reforms and try harder to grow at over 8%. He said, breaching the 8% growth ceiling is not easy and the government will have to try much harder and undertake the reforms at the level where it matters.

• China and India have signed a protocol under which India will be able to export fish meal and fish oil to China. The protocol on hygiene and inspection needs for the exports was signed during the visit of Chinese vice minister, general administration of customs to India. This will enable India to start export of fish meal and fish oil to China, which were hitherto not allowed. China imports fish oil worth \$143.29 million and fish meal worth \$263.43 million per year.

FII Derivative Trade Statistics		29-Nov	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	10546.28	9479.23	34108.21
Index Options	101978.94	102074.91	74626.56
Stock Futures	35975.14	36545.86	87913.22
Stock Options	9396.62	9291.16	10064.77
Total	157896.98	157391.16	206712.76

Derivative Statistics- Nifty Options			
	29-Nov	Prev_Day	Change
Put Call Ratio (OI)	2.17	1.81	0.36
Put Call Ratio(Vol)	1.10	1.14	-0.05

Debt Watch				
	29-Nov	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.36%	6.48%	6.44%	5.88%
T-Repo	6.30%	6.48%	-	-
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	6.72%	6.68%	6.91%	6.13%
364 Day T-Bill	7.19%	7.20%	7.41%	6.28%
10 Year Gilt	7.61%	7.71%	7.81%	7.03%
G-Sec Vol. (Rs.Cr)	62918	47027	35716	42327
FBIL MIBOR	6.55%	6.60%	6.60%	6.00%
3 Month CP Rate	7.75%	7.85%	8.65%	6.80%
5 Year Corp Bond	8.47%	8.51%	8.78%	7.69%
1 Month CD Rate	6.94%	6.85%	7.07%	6.05%
3 Month CD Rate	7.13%	7.31%	7.73%	6.24%
1 Year CD Rate	8.48%	8.12%	8.35%	6.62%

Currency Market			
Currency	29-Nov	Prev_Day	Change
USD/INR	69.92	70.69	-0.77
GBP/INR	89.74	90.14	-0.40
EURO/INR	79.58	79.88	-0.30
JPY/INR	0.62	0.62	0.00

Commodity Prices				
Commodity	29-Nov	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	51.41	54.38	66.95	57.20
Brent Crude(\$/bl)	57.88	60.25	78.45	64.53
Gold(\$/oz)	1224	1227	1229	1283
Gold(Rs./10 gm)	30360	30834	31784	29441

Source: Thomson Reuters Eikon

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>

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

Derivatives Market

- Nifty Nov 2018 Futures settled at spot closing of 10858.7 points. Nifty Dec 2018 Futures were at 10890.4 points, a premium of 31.70 points, over the spot closing. The turnover on NSE's Futures and Options segment increased to Rs. 18,84,936.48 crore on Nov 29 compared with Rs. 9,81,152.54 crore on Nov 28.
- The Put-Call ratio stood at 0.96 compared with the previous session's close of 1.03.
- The Nifty Put-Call ratio stood at 2.17 compared with the previous session's close of 1.81.
- India VIX increased 4.25% to 18.7250 compared with 17.9600 at the previous trading session.

Indian Debt Market

- Bond yield fell for second consecutive day following sharp gains in the rupee and lower crude oil prices. Also, the Reserve Bank of India's announcement to purchase bonds worth Rs. 500 billion in Dec 2018 via open market operations added to the gains.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 3 bps to 7.61% compared with the previous close of 7.64% after trading in the range of 7.57% to 7.63%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,896 crore (gross) on Nov 29 compared with a borrowing of Rs. 3,971 crore (gross) on Nov 28. Sale of securities under RBI's reverse repo window stood at Rs. 20,868 crore on Nov 28.
- Banks borrowed Rs. 200 crore under the central bank's Marginal Standing Facility on Nov 28 compared with borrowing of Rs. 35 crore on Nov 27.

Currency Market Update

- The Indian rupee surged against the greenback and surged to its highest level since Aug 21 after comments by the U.S. Fed chief indicated that the U.S. central bank might be at the end of the monetary tightening cycle.
- The euro inched up against the greenback after comments by the U.S. Fed chief indicated that the U.S. central bank might be at the end of the monetary tightening cycle. However, gains were capped as market participants preferred to remain on the sidelines ahead of the G20 summit.

Commodity Market Update

- Gold prices inched up on expectations of less aggressive policy stance by the Fed as hinted by the Fed Chief in its latest speech.
- Brent crude prices fell on concerns over the supply glut after the Energy Information Administration (EIA) indicated that U.S. crude inventories for the week ending Nov 23 rose higher than expected.

International News

- The U.S. Federal Reserve chairman at his speech before the Economic Club of New York described the present level of interest rates as "just below" neutral. Fed has raised rates three times in 2018 to a range of 2 to 2.25% and has forecast another rate hike before the end of the year.
- The Ministry of Economy, Trade and Industry Retail data showed sales in Japan increased a seasonally adjusted 1.2% MoM in Oct 2018. It was more than expectations for an increase of 0.4% following the 0.2% drop in Sep 2018. Annually, retail sales increased 3.5%, leaving behind forecasts for an increase of 2.7%.

Thank you for
your time.