

**RELIANCE**

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FUND

# Markets for You

18 Sep 2019

**Indices Performance**

Global Indices	17-Sep	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,312	1,305	7	0.52
Nasdaq	8,186	8,154	32	0.40
FTSE	7,320	7,321	-1	-0.01
Nikkei	22,001	21,988	13	0.06
Hang Seng	26,790	27,125	-334	-1.23
Indian Indices	17-Sep	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	36,481	37,123	-642	-1.73
Nifty 50	10,818	11,004	-186	-1.69
Nifty 100	10,952	11,140	-188	-1.69
Nifty 500	27,132	27,855	-723	-2.60
Nifty Bank	27,132	27,855	-723	-2.60
S&P BSE Power	1,905	1,932	-27	-1.39
S&P BSE Small Cap	12,855	13,096	-241	-1.84
S&P BSE HC	12,848	13,071	-223	-1.71

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
17-Sep	25.35	1.28	26.60	1.42
Month Ago	26.31	1.24	27.33	1.34
Year Ago	24.05	1.19	27.66	1.18

**Nifty 50 Top 3 Gainers**

Company	17-Sep	Prev_Day	% Change <sup>#</sup>
GAIL	132	130	1.70
Titan Industries Limited	1158	1149	0.84
HUL	1831	1816	0.82

**Nifty 50 Top 3 Losers**

Company	17-Sep	Prev_Day	% Change <sup>#</sup>
Hero Moto	2569	2739	-6.20
Tata Motors	122	129	-5.13
Axis Bank	640	671	-4.54

**Advance Decline Ratio**

	BSE	NSE
Advances	829	516
Declines	1696	1328
Unchanged	147	105

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-792	45415
MF Flows**	755	45773

\*17<sup>th</sup> Sep 2019; \*\*13<sup>th</sup> Sep 2019

**Economic Indicator**

YoY(%)	Current	Quarter Ago	Year Ago
CPI	3.21% (Aug-19)	3.05% (May-19)	3.69% (Aug-18)
IIP	4.30% (Jul-19)	3.20% (Apr-19)	6.50% (Jul-18)
GDP	5.00% (Jun-19)	6.60% (Dec-18)	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 were mixed as investors kept a close watch on rise in oil prices and its impact on the world economy. Markets also awaited the outcome of key central banks' meetings scheduled in the week. Today (as of Sep 18), Asian markets were flat in morning trade as investors looked forward to the U.S. Federal Reserve's two-day meeting that started on Sep 17, 2019. Both Nikkei and Hang Seng were trading up only 0.01% and 0.30%, respectively (as at 8.a.m. IST).
- European markets fell slightly as investors observed the aftermath of the attack on Saudi oil production. Markets also looked forward to U.S. Federal Reserve's monetary policy meeting.
- U.S. markets were up a tad as investors stayed glued on the U.S. Federal Reserve's interest rate decision in its two-day meeting that started on Sep 17, 2019. Markets are expecting the central bank to cut rates by 25 basis points for the second time in 2019.

**Indian Equity Market**

- Indian equity markets ended deep in red as investors remained anxious over the impact of rise in crude oil prices on the domestic economy. Such concerns were intensified by media reports showing the Reserve Bank of India governor saying India's current account and fiscal deficit could be hurt if oil prices continue to increase. Oil prices are at 4-month high after increasing almost 20% in intraday in the previous session after the oil facilities of a major Arab oil producer were attacked by drones.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 1.73% and 1.69% to close at 36,481.09 and 10,817.60 respectively. S&P BSE MidCap and S&P BSE SmallCap lost 1.77% and 1.84% respectively.
- The overall market breadth on BSE was weak with 829 scrips advancing and 1,696 scrips declining. A total of 147 scrips remained unchanged.
- On the BSE sectoral front, all sectors lost. S&P BSE Auto was the major loser, down 3.8%, followed by S&P BSE Realty and S&P BSE Metal, down 3.69% and 2.72%, respectively. S&P BSE Bankex and S&P BSE Basic Materials lost 2.59% and 2.33%, respectively.

**Domestic News**

- According to media reports, the government has done away with the three-year lock-in period on investments made by non-residents in infrastructure debt funds. The objective of the move is to promote funding in the infrastructure sector. Infrastructure debt funds are investment vehicles which are used to accelerate the flow of long-term debt into the infrastructure sector.
- The Reserve Bank of India is considering bringing all payment aggregators and payment gateways under its direct supervision. Under such a scenario it would become compulsory for all the companies to abide by the regulatory compliances prescribed by RBI on minimum net worth, fit and proper criterion for board members and other entry point norms on technology, data storage and security.
- The finance minister announced a number of measures to boost the housing and export sectors. The measures included a Rs. 10,000 crore special window to extend funding to incomplete housing projects. Introduction of a new scheme for remission of duties or taxes on export product to replace the existing Merchandise Exports from India Scheme from Jan 1, 2020, and revised priority sector lending norms for export credit that will release an extra Rs. 36,000 crore to Rs. 68,000 crore as export credit under priority sector.
- Microsoft has introduced an initiative 'Highway to a Hundred Unicorns' to engage with startups and entrepreneurs through a series of outreach programme across Tier-2 cities in India. Microsoft will work closely with government to enhance the state's start-up ecosystems.
- Tata Power has withdrawn its investments in two wind farms with a generating capacity of about 230-MW in South Africa for \$106 million. The move was in line with the company's goal of selling sub-optimal global assets.
- In collaboration with Japan's Yamaha Motor Co Ltd and Mitsui & Co Ltd, Hero Cycles launched Lectro's domestic electric cycle brand at Rs. 130,000.

FII Derivative Trade Statistics		17-Sep	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3280.31	4913.67	17803.46
Index Options	210455.62	209563.51	61687.20
Stock Futures	12058.01	12455.04	90266.00
Stock Options	5193.06	5168.96	4163.92
Total	230987.00	232101.18	173920.58

Derivative Statistics- Nifty Options			
	17-Sep	Prev_Day	Change
Put Call Ratio (OI)	0.99	1.17	-0.18
Put Call Ratio(Vol)	0.79	0.87	-0.09

Debt Watch				
	17-Sep	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.37%	5.32%	5.31%	6.58%
T-Repo	5.37%	5.20%	5.25%	NA
Repo	5.40%	5.40%	5.40%	6.50%
Reverse Repo	5.15%	5.15%	5.15%	6.25%
91 Day T-Bill	5.25%	5.31%	5.47%	7.03%
364 Day T-Bill	5.60%	5.62%	5.72%	7.63%
10 Year Gilt	6.73%	6.58%	6.54%	8.10%
G-Sec Vol. (Rs.Cr)	31017	29021	56660	36157
FBIL MIBOR*	5.45%	5.45%	5.37%	6.50%
3 Month CP Rate	5.70%	5.80%	6.00%	8.00%
5 Year Corp Bond	7.65%	7.47%	7.83%	8.88%
1 Month CD Rate	5.39%	5.15%	5.42%	7.11%
3 Month CD Rate	5.39%	5.69%	5.67%	7.48%
1 Year CD Rate	6.30%	6.47%	6.70%	8.38%

Currency Market			
Currency	17-Sep	Prev_Day	Change
USD/INR	71.82	71.54	0.28
GBP/INR	89.12	89.14	-0.02
EURO/INR	78.96	79.19	-0.23
JPY/INR	0.66	0.66	0.00

Commodity Prices				
Commodity	17-Sep	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	59.21	57.83	54.78	68.81
Brent Crude(\$/bl)	66.48	63.86	58.99	78.16
Gold( \$/oz)	1502	1499	1514	1201
Gold(Rs./10 gm)	37855	38254	37466	30614

Source: Thomson Reuters Eikon

\*As on previous trading day

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

**Derivatives Market**

- Nifty Sep 2019 Futures stood at 11,017.20, a premium of 13.70 points above the spot closing of 11,003.50. The turnover on NSE's Futures and Options segment rose to Rs. 10,16,228.46 on September 16, 2019, compared with Rs. 9,21,268.73 crore on September 13, 2019.
- The Put-Call ratio stood at 0.85 compared with the previous session's close of 0.94.
- The Nifty Put-Call ratio stood at 1.17 compared with the previous session's close of 1.34.
- Open interest on Nifty Futures stood at 19.88 million, compared with the previous session's close of 18.94 million.

**Indian Debt Market**

- Bond yields continued to rise amid surge in crude oil prices following multiple drone attacks on Saudi Arabian crude oil facilities and the subsequent depreciation in the local currency.
- Yield on the 10-year benchmark paper (7.26% GS 2029) increased 1 bps to 6.73% compared with the previous close of 6.72% after trading in a range of 6.70% to 6.74%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,636 crore (gross) on Sep 17, 2019 compared with borrowings of Rs. 8,944 crore (gross) on Sep 16, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 11,667 crore on Sep 16, 2019.
- Banks borrowed Rs. 1,411 crore under the central bank's Marginal Standing Facility on Sep 16, 2019 compared with borrowings of Rs. 561 crore on Sep 13, 2019.

**Currency Market Update**

- The Indian rupee weakened against the greenback following losses in the domestic equity market. Global crude oil prices which continued to remain at elevated levels amid an increase in geopolitical tensions in the Middle East also added to the losses.
- The euro rose against the greenback as the latter remained under pressure on growing possibility of a rate cut by the U.S. Federal Reserve in its monetary policy review which is due on Sep 18, 2019.

**Commodity Market Update**

- Gold prices rose on growing possibility of a rate cut by the U.S. Federal Reserve in its monetary policy review.
- Brent crude prices fell after the energy minister of Saudi Arabia opined that oil production will be back to normal levels by the end of Sep 2019.

**International News**

- A Federal Reserve report showed U.S. industrial production rebounded by much more than expected in Aug 2019. Industrial production climbed 0.6% in Aug 2019 after edging down 0.1% in Jul 2019.
- A National Association of Home Builders report showed an unexpected improvement in U.S. homebuilder confidence in Sep 2019. The report said the NAHB/Wells Fargo Housing Market Index inched up to 68 in Sep from Aug 2019 reading of 67.
- A survey by the ZEW - Leibniz Centre for European Economic Research showed Germany's economic sentiment improved strongly and at a faster than expected pace in Sep 2019. The ZEW Indicator of Economic Sentiment for Germany climbed to -22.5 in Sep from -44.1 in Aug 2019. The economic outlook remains negative.



Thank you for  
your time.