

**RELIANCE**

MUTUAL  
FUND

# Markets for You

19 Sep 2019

**Indices Performance**

Global Indices	18-Sep	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,312	1,312	0	-0.03
Nasdaq	8,177	8,186	-9	-0.11
FTSE	7,314	7,320	-6	-0.09
Nikkei	21,961	22,001	-41	-0.18
Hang Seng	26,754	26,790	-36	-0.13
Indian Indices	18-Sep	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	36,564	36,481	83	0.23
Nifty 50	10,841	10,818	23	0.21
Nifty 100	10,981	10,952	29	0.27
Nifty 500	8,878	8,854	24	0.27
Nifty Bank	27,173	27,132	41	0.15
S&P BSE Power	1,919	1,905	14	0.72
S&P BSE Small Cap	12,894	12,855	39	0.30
S&P BSE HC	12,882	12,848	35	0.27

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
18-Sep	25.85	1.26	26.66	1.42
Month Ago	26.31	1.24	27.33	1.34
Year Ago	23.81	1.20	27.42	1.19

**Nifty 50 Top 3 Gainers**

Company	18-Sep	Prev_Day	% Change <sup>#</sup>
Tata Steel	358	345	3.86
BPCL	382	369	3.62
Vedanta Limited	150	145	2.96

**Nifty 50 Top 3 Losers**

Company	18-Sep	Prev_Day	% Change <sup>#</sup>
Britannia Industries Limited	2614	2692	-2.92
Coal India	192	198	-2.66
ONGC	127	130	-2.08

**Advance Decline Ratio**

	BSE	NSE
Advances	1254	921
Declines	1228	889
Unchanged	160	135

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-681	44735
MF Flows**	-107	46140

\*18<sup>th</sup> Sep 2019; \*\*17<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 awaited the U.S. Federal Reserve's interest rate decision and kept an eye on the U.S.-China trade developments. Today (as of Sep 19), Asian markets were higher in morning trade on the back of U.S. Federal Reserve's rate-cut decision and Bank of Japan's impending policy meet. Nikkei was trading up 0.97% while Hang Seng was trading down 0.58% (as at 8.a.m. IST).
- European markets rose slightly as investors awaited the U.S. central bank's policy decision and situation on the oil front got better. Saudi Arabia announced that its oil output would go back to normal by the end of the month.
- U.S. markets were flat as the U.S. Federal Reserve cut rates by 25 basis points but did not show any signs of further rate cuts in 2019. Investors were expecting a more aggressive stance.

**Indian Equity Market**

- Indian equity markets recovered from the previous session's deep losses and ended the day in green. Falling oil prices as Saudi output was seen to come back to normal soon soothed investor nerves. Also, reports suggesting that the Goods and Service Tax Council will discuss tax cuts for various sectors supported sentiment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.23% and 0.21% to close at 36,563.88 and 10,840.65, respectively. S&P BSE MidCap and S&P BSE SmallCap gained 0.39% and 0.3%, respectively.
- The overall market breadth on BSE was strong with 1,254 scrips advancing and 1,228 scrips declining. A total of 160 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Realty was the major gainer, up 1.54%, followed by S&P BSE Metal, up 1.34%, and S&P BSE Oil & Gas, up 1.1%. S&P BSE Telecom was the major loser, down 0.43%, followed by S&P BSE Auto, down 0.1%.

**Domestic News**

- According to media reports, direct tax collection grew a tad 4.7% to Rs. 5.50 trillion as on Sep 17, 2019 from Rs. 5.25 trillion in the same period of the previous year. This is significantly lower as against a 17.5% higher tax collection budgeted for the full year. Collection of advance tax grew moderately by 7.3% to Rs. 2.20 trillion from Rs. 2.05 trillion in the year ago period.
- The ministry of labour has proposed a revised social security code. The objective of the move is to provide a comprehensive social security system to that will cater to the retirement, health, old-age, disability, unemployment and maternity related needs of 50 crore workers in the country. The code will also introduce the option to subscribe to the National Pension Scheme which received widespread criticism 3 years ago.
- The government has set up a committee which will examine recategorization of certain offences under the Companies Act as civil offences. In addition, the committee will also review other provisions of the Companies Act and the Limited Liability Partnerships Act 2008. The objective of the move is to improve the ease of doing business in the country by addressing emerging issues that impacts the working of corporates in the country and ensure compliance by corporate stakeholders at large.
- The food minister has sought approval from the government to increase by 2kg each in allocation of subsidised food grains that are given to 810 million poor people who are covered under the National Food Security Act. The objective of the move is to offload massive stocks that are piled up in the granaries ahead of the fresh procurement season which will begin from Oct 2019.
- The Union Cabinet approved the manufacture and sale of e-cigarettes in India. The move comes amid concerns of an alarming rise in smoking among young population. On a separate note, the Union Cabinet approved 78 days' of wages as bonus for Railway employees. The bonus is given as an acknowledgement of employees' contribution in improving the efficiency of railway operations.

FII Derivative Trade Statistics	18-Sep		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4755.32	4163.14	18457.72
Index Options	251813.76	252714.61	65174.86
Stock Futures	13070.10	12705.34	89567.33
Stock Options	6365.67	6422.10	4101.93
Total	276004.85	276005.19	177301.84

Derivative Statistics- Nifty Options			
	18-Sep	Prev_Day	Change
Put Call Ratio (OI)	1.02	0.99	0.03
Put Call Ratio(Vol)	0.84	0.79	0.05

Debt Watch				
	18-Sep	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.36%	5.32%	5.31%	6.54%
T-Repo	5.30%	5.17%	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	5.26%	5.32%	5.47%	7.00%
364 Day T-Bill	5.60%	5.65%	5.72%	7.62%
10 Year Gilt	6.62%	6.68%	6.54%	8.14%
G-Sec Vol. (Rs.Cr)	50530	39952	56660	52133
FBIL MIBOR*	5.45%	5.45%	5.37%	6.60%
3 Month CP Rate	5.70%	5.80%	6.00%	7.95%
5 Year Corp Bond	7.54%	7.56%	7.83%	8.90%
1 Month CD Rate	5.35%	5.10%	5.42%	7.48%
3 Month CD Rate	5.63%	5.66%	5.67%	7.49%
1 Year CD Rate	6.41%	6.46%	6.70%	8.39%

Currency Market			
Currency	18-Sep	Prev_Day	Change
USD/INR	71.31	71.82	-0.51
GBP/INR	89.06	89.12	-0.06
EURO/INR	78.91	78.96	-0.06
JPY/INR	0.66	0.66	0.00

Commodity Prices				
Commodity	18-Sep	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	58.14	55.61	54.78	69.82
Brent Crude(\$/bl)	65.18	63.91	58.99	79.19
Gold( \$/oz)	1494	1497	1514	1198
Gold(Rs./10 gm)	37542	37902	37466	30737

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 10,855.45, a premium of 14.80 points above the spot closing of 10,840.65. The turnover on NSE's Futures and Options segment rose to Rs.14,33,688.44 on September 18, 2019, compared with Rs.13,66,981.65 crore on September 17, 2019.
- The Put-Call ratio remained unchanged compared with the previous session's close of 0.86.
- The Nifty Put-Call ratio stood at 1.02 compared with the previous session's close of 0.99.
- Open interest on Nifty Futures stood at 20.46 million, compared with the previous session's close of 20.6 million.

**Indian Debt Market**

- Bond yields saw a steep fall as crude oil prices declined, which lowered concerns over domestic inflation. In addition, appreciation of the domestic currency also lifted the market sentiment.
- Yield on the 10-year benchmark paper (7.26% GS 2029) fell 11 bps to 6.62% compared with the previous close of 6.73% after trading in a range of 6.60% to 6.69%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,946 crore (gross) on Sep 18, 2019 compared with borrowings of Rs. 4,636 crore (gross) on Sep 17, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 11,291 crore on Sep 17, 2019.
- Banks borrowed Rs. 1 crore under the central bank's Marginal Standing Facility on Sep 17, 2019 compared with borrowings of Rs. 1,411 crore on Sep 16, 2019.

**Currency Market Update**

- The Indian rupee strengthened against the greenback and witnessed the biggest single session gain in more than six months following fall in global crude oil prices. The rupee closed at 71.23 a dollar, up 0.77% compared with the previous close 71.78.
- The euro fell against the greenback after the U.S. Federal Reserve cut interest rates by 25 bps as expected but gave an uncertain outlook on future easing. The euro closed at 1.1029, down 0.638% compared with previous close of 1.1071.

**Commodity Market Update**

- Gold prices slide even though the U.S. Fed cut the key interest rate in its latest policy meet, as widely anticipated. This, in turn, boosted the U.S. dollar which in turn impacted the bullion price.
- Brent crude prices slipped following the first U.S. inventory build in four weeks.

**International News**

- The U.S. Federal Reserve cut rates by another 25 basis points, lowering the target range for the federal funds rate to 1-3/4 to 2%. This is the second reduction in 2019. The cut was once again attributed to the implications of global developments for the economic outlook as well as muted inflation pressures. The accompanying statement was mostly unchanged from Jul 2019. The Fed reiterating that the labor market remains strong and that economic activity has been rising at a moderate rate.
- Eurostat data showed euro zone inflation was stable in Aug 2019 at 1%, the same as in Jul 2019. The rate was the lowest since Nov 2016. Price growth remained below the European Central Bank's target of "below, but close to 2 %."



Thank you for  
your time.