

# Markets for You

26 Dec 2019

Good gets *better*

**Indices Performance**

Global Indices	24-Dec	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,423	1,424	0	-0.01
Nasdaq	8,953	8,946	7	0.08
FTSE	7,632	7,624	9	0.11
Nikkei <sup>#</sup>	23,783	23,831	-48	-0.20
Hang Seng	27,864	27,906	-42	-0.15
Indian Indices	24-Dec	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	41,461	41,643	-181	-0.44
Nifty 50	12,215	12,263	-48	-0.39
Nifty 100	12,312	12,355	-43	-0.35
Nifty 500	9,868	9,898	-29	-0.30
Nifty Bank	32,281	32,339	-59	-0.18
S&P BSE Power	1,899	1,893	6	0.31
S&P BSE Small Cap	13,384	13,382	2	0.02
S&P BSE HC	13,397	13,388	9	0.07

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
24-Dec	26.04	1.02	28.47	1.22
Month Ago	28.14	1.15	27.77	1.25
Year Ago	23.30	1.18	25.80	1.25

**Nifty 50 Top 3 Gainers**

Company	24-Dec	Prev_Day	% Change <sup>#</sup>
Zee Ente. <sup>[1]</sup>	295	284	3.78
Yes Bank	51	50	3.12
Cipla	479	468	2.32

**Nifty 50 Top 3 Losers**

Company	24-Dec	Prev_Day	% Change <sup>#</sup>
BPCL	478	493	-3.08
HCL Tech	561	571	-1.82
RIL	1546	1571	-1.59

**Advance Decline Ratio**

	BSE	NSE
Advances	1144	828
Declines	1333	999
Unchanged	181	141

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	2242	99964
MF Flows**	-1540	52964

\*24<sup>th</sup> Dec 2019; \*\*23<sup>rd</sup> Dec 2019

**Economic Indicator**

YoY(%)	Current	Quarter Ago	Year Ago
CPI	5.54% (Nov-19)	3.28% (Aug-19)	2.33% (Nov-18)
IIP	-3.80% (Oct-19)	4.90% (Jul-19)	8.40% (Oct-18)
GDP	4.50% (Sep-19)	5.00% (Jun-19)	7.00% (Sep-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

# As on Dec 25, 2019

**Global Indices**

- Asian equity markets were mixed in Christmas Eve trading. China announced plans to lower tariffs on a variety of U.S. products and U.S. President said an initial U.S.-China trade pact would be signed soon. Today (as of Dec 26), Asian markets were flattish even as overnight Wall Street increased to record highs. Today (as on Dec 26) Asian market opened higher following Christmas Day, while markets in Australia, South Korea and Hong Kong were closed for holidays. Nikkei was trading up 0.47% (as at 8 a.m. IST).
- European markets touched all-time highs in a shortened trading session due to Christmas holidays. The U.S.-China trade deal fuelled the rally.
- U.S. markets saw muted pre-Christmas trading in a shortened session. The U.S. President said the trade deal with China is getting finishing touches, and there will be a signing ceremony with the Chinese leader soon.

**Indian Equity Market**

- Indian equity markets fell because of profit-booking by investors and weakness in information technology stocks. Also, caution was seen ahead of the Christmas holiday and the expiration of near-month derivative contracts.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.44% and 0.39% to close at 41,461.26 and 12,214.55 respectively. S&P BSE MidCap lost 0.02% and S&P BSE SmallCap gained 0.02%.
- The overall market breadth on BSE was weak with 1,144 scrips advancing and 1,333 scrips declining. A total of 181 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Metal was the major gainer, up 0.64% followed by S&P BSE Realty, up 0.57% and S&P BSE Telecom, up 0.43%. S&P BSE Energy was the major loser, down 1.21% followed by S&P BSE Oil & Gas, down 0.88% and S&P BSE Capital Goods, down 0.61%.

**Domestic News**

- The International Monetary Fund (IMF) has said India is in the middle of a significant economic slowdown and urged the government to take policy actions to address the downturn. IMF said India has limited room for fiscal stimulus and stressed the need for fiscal consolidation as it has one of the highest debt among the emerging markets.
- The centre could see Rs. 63,200-crore shortfall in goods and services tax compensation cess for FY20 as revenues slow down, media reports showed.
- Media reports showed the compensation requirement for states is expected to be around Rs. 1.6 lakh crore for FY20, at a growth rate of 5%, as per a presentation made to the GST Council. However, compensation cess collections are expected to be about Rs. 96,800 crore, leading to a huge shortfall.
- A Reserve Bank of India (RBI) report has said in the coming years, the financial health of public sector banks (PSBs) should increasingly be assessed by their ability to access capital markets instead of the tendency to depend excessively on the government.

Good gets better

FII Derivative Trade Statistics		24-Dec	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	5522.50	4910.73	16972.36
Index Options	160978.10	159801.08	56572.57
Stock Futures	40519.80	39715.43	100673.00
Stock Options	3695.47	3661.89	2940.58
Total	210715.87	208089.13	177158.51

Derivative Statistics- Nifty Options			
	24-Dec	Prev_Day	Change
Put Call Ratio (OI)	1.48	1.66	-0.18
Put Call Ratio(Vol)	1.05	1.13	-0.07

Debt Watch				
	24-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.12%	5.06%	5.04%	6.50%
T-Repo	4.79%	4.90%	5.04%	6.52%
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%	5.00%	5.01%	6.60%
364 Day T-Bill	5.29%	5.22%	5.14%	6.95%
10 Year Gilt	6.58%	6.75%	6.50%	7.29%
G-Sec Vol. (Rs.Cr)	26181	32403	34718	21720
FBIL MIBOR	5.25%	5.25%	5.25%	6.60%
3 Month CP Rate	5.40%	5.40%	5.45%	7.20%
5 Year Corp Bond	7.67%	7.86%	7.51%	8.22%
1 Month CD Rate	5.08%	5.05%	5.16%	7.13%
3 Month CD Rate	5.07%	5.09%	5.23%	7.10%
1 Year CD Rate	6.01%	5.82%	5.81%	8.17%

Currency Market			
Currency	24-Dec	Prev_Day	Change
USD/INR	71.20	71.17	0.03
GBP/INR	92.15	92.66	-0.51
EURO/INR	78.95	78.88	0.07
JPY/INR	0.65	0.65	0.00

Commodity Prices				
Commodity	24-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	61.14	60.83	57.63	45.33
Brent Crude(\$/bl)	71.10	70.83	66.07	51.87
Gold(\$/oz)	1499	1476	1462	1268
Gold(Rs./10 gm)	38297	37936	38157	31190

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 assures 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 Dec 2019 Futures stood at 12,238.45, a premium of 23.90 points above the spot closing of 12,214.55. The turnover on NSE's Futures and Options segment rose to Rs.10,80,888.45 crore on December 24, 2019, compared with Rs.10,07,982.89 crore on December 23, 2019.
- The Put-Call ratio stood at 0.97 compared with the previous session's close of 0.99.
- The Nifty Put-Call ratio stood at 1.48 compared with the previous session's close of 1.66.
- Open interest on Nifty Futures stood at 16.02 million, compared with the previous session's close of 16.54 million.

**Indian Debt Market**

- Bond yields rose as market participants resorted to profit booking from the recent bond rally. Bond yields fell till recently after the Reserve Bank of India bought the 10-year benchmark paper worth Rs. 10,000 crore at sharply higher than expected price under the special open market operation as per reports.
- Yield on the new 10-year benchmark paper (6.45% GS 2029) inched up 1 bps to close at 6.58% compared with the previous close of 6.57% after trading in a range of 6.55% to 6.61%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 6,319 crore (gross) on Dec 24, 2019 compared with borrowings of Rs. 5,029 crore (gross) on Dec 23, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 19,952 crore on Dec 23, 2019.

**Currency Market Update**

- The Indian rupee in spot trade weakened against the greenback following losses in the domestic equity market. Increase in global crude oil prices also weighed on the market sentiment.
- The euro was almost steady against the greenback as market participants preferred to remain on the sidelines and trading volume remained thin ahead of the Christmas Holiday.

**Commodity Market Update**

- Gold prices were almost steady as trading volume remained thin due to Christmas holiday.
- Brent crude prices rose after Russia said cooperation with OPEC on supply cuts would continue.

**International News**

- Data from Destatis showed Germany's import prices declined at a slower pace in Nov 2019 on weak energy prices. On a yearly basis, import prices decreased by 2.1%, following a 3.5% fall in Oct 2019.
- Figures from the Ministry of Economy, Trade and Industry showed Japan's all industry activity dropped for the first time in four months in Oct 2019. The all industry activity index fell 4.3% MoM Oct, after a 1.9% rise in Sep 2019.
- Data from the Chain Store Association showed Japan supermarket sales declined at a slower pace in Nov 2019. Supermarket sales fell 1.4% on a yearly basis following a 4.1% drop in Oct 2019. The annual fall was largely driven by a 7.9% drop in clothing and a 3.2% decrease in household goods sales.


**Good gets better**

**Thank you for  
your time.**

**Good gets *better***