



Financial Market & Economy Update

Domestic Update:

- India's retail inflation rate eased to 3.31 percent in October as compared to 3.77 percent in September.
- India's October trade deficit widened to \$17.13 billion due to a higher oil import bill. In September, the trade deficit was at \$13.98 billion.
- Mumbai, the business capital of the country, still contributes the largest, 29%, of total income tax revenues. Delhi, the second-largest contributor to the tax kitty, saw collections rising 45% from April to November 13 this year over the same period in 2017.
- The country's coal output increased by 10.4 per cent to 370.3 million tonnes (MT) in the April-October period of the current financial year.
- Prime Minister Narendra Modi on Monday inaugurated India's first multi-modal terminal on the Ganga river in his parliamentary constituency here and received the country's first container cargo transported on inland waterways from Kolkata.
- India's Industrial output rose in September with a marginal rise of 4.5 percent as compared to 4.3 percent in August.

Global Update:

- The Victorian Government has released an agreement it signed with China over its controversial global infrastructure initiative, after several days of pressure from the Opposition and the Federal Government.
- The unemployment rate in the UK came in at 4.1 percent in the third quarter of 2018, slightly higher than market expectations of 4 percent.
- The Euro Area trade surplus narrowed sharply to EUR 13.1 billion in September 2018 from EUR 25.3 billion in the same month of the previous year.
- Foreign direct investment into China increased 3.3 percent year-on-year to USD 101 billion (CNY 701 billion) in January to October of 2018.
- Euro zone inflation rose in October at its fastest pace in nearly six years. Eurostat said that consumer prices in the 19 countries sharing the euro rose 2.2 percent year-on-year in October after a 2.1 percent increase in September and a 2.0 percent gain in August. It was the biggest increase since December 2012.
- U.S. retail sales rebounded sharply in October. Retail sales in September slipped 0.1 percent instead of rising 0.1 percent and sales in August were also weaker than previously thought.
- Hong Kong's economic growth slowed further in the third quarter. The city's economy grew 2.9 percent in the third quarter from a year earlier, down from 3.5 percent growth rate in the April-June quarter.



Equity Market Update

- The equity market kept its supremacy for the third straight week as BSE Sensex registered a smart gain of 298.61 points or 0.8 per cent, at 35,457.16, a six-week-high following recent weakness in crude oil prices and firmness in Rupee against the US dollar in the week under review. The Nifty of National Stock Exchange (NSE) rose by 97 points or 0.91 per cent at 10,682.20.
- Sector Update:** Sector-wise gainers for the week were consumer durables, FMCG and bank indices. Losers for the week were pharma, auto, IT, realty and metals indices.
- Broader Markets:** The BSE Mid-Cap index moved up by 53.61 points at 14,997.81. The BSE Small-Cap index fell 185.97 points to settle at 14,485.88. Though a see-saw trend was seen in equity market during the week, at the end of the week, it ended strong.
- FII:** Foreign institutional investors' flow was very strong not only during the week but also in November after sell-off in past three months. They net bought more than Rs 6,000 crore worth of shares in week and made over Rs 8,000 crore worth of buying in current month after nearly Rs 30,000 crore worth of selling in previous three consecutive months.



Debt Market Update

- Indian government bonds fell for the first time in six weeks, as investors sold notes to benefit from a recent rally triggered by the plunge in crude oil prices to multi-month lows.
- The benchmark 7.17% bond maturing in 2028 settled at 96.83 rupees, highest since Nov. 1, yielding 7.82%, in Mumbai.
- The benchmark yield rose 6 basis points this week, after falling 26 basis points over the last five weeks.

Domestic Markets



Index	16-Nov-2018	09-Nov-2018	% Change
BSE Sensex	35457.16	35158.55	0.85
S&P CNX Nifty	10682.2	10585.2	0.92
CNX Midcap	17507.85	17605.5	-0.55
CNX 500	8993.25	8946.35	0.52
BSE Smallcap	14485.88	14671.85	-1.27

Global Markets



Index	16-Nov-2018	09-Nov-2018	% Change
Dow Jones	25413.22	25989.3	-2.22
Nasdaq	7247.87	7406.9	-2.15
S&P 500	2736.27	2781.01	-1.61
FTSE 100	7013.9	7105.3	-1.29
Shanghai Composite	2679.11	2598.87	3.09
Hang Sang	26183.53	25601.92	2.27

Institutional Flows (Equity)



Description (INR Cr)	Purchases	Sales	Net
FII Flows*	25868	23155	2713
MF Flows*	11432	11779	-347

FII data from 9th November to 15th November 2018

MF data from 9th November to 15th November 2018

F&O FII Trends (Rs. Crs)



Date	Index	Stocks
09-Nov-2018	-128.86	141.57
12-Nov-2018	-160.09	-129.85
13-Nov-2018	409.24	-597.6
14-Nov-2018	693.84	-1148.24
15-Nov-2018	2657.15	-355.7
16-Nov-2018	-165.87	-165.87

Policy Rates



Key Rates (%)	16-Nov-2018	1 Week Ago	1 Month Ago
Reverse Repo	6.25	6.25	6.25
Repo	6.5	6.5	6.5
CRR	4	4	4
SLR	19.5	19.5	19.5

Key Rates





Commodity Market Update

Oil Update:

- Oil prices pulled back sharply on Friday, after earlier rising on expectations that OPEC and its allies would agree to cut output next month.
- Prices remain under pressure on concerns that the global market is oversupplied, with benchmarks posting a sixth straight weekly loss. An oil market sell-off has shaved more than a fifth off the Brent crude benchmark and slashed the price of U.S. crude by 25 percent since early October.
- Brent 14 cents higher at \$66.76 a barrel on Friday, after earlier rising more than 2 percent. It has been recovering for three sessions since hitting an eight-month low on Tuesday but still ended the week nearly 5 percent lower.
- U.S. West Texas Intermediate crude futures ended Friday's session flat at \$56.46 a barrel, briefly turning negative and falling \$1.50 from the session peak. WTI logged its steepest one-day loss in more than three years on Tuesday. The contract fell 6.2 percent this week.
- Ministers from the Organization of the Petroleum Exporting Countries meet on Dec. 6 in Vienna to decide on production policy for the next six months. They have to decide what to do about a growing surplus in world markets.
- The United States imposed sanctions on Iran this month, asking international consumers not to buy its oil, and Iranian crude exports have fallen sharply in recent months.
- But other oil producers have more than compensated for the lost Iranian oil and most analysts now see a significant supply surplus with inventories building, putting pressure on prices.

Gold Update:

- Domestic:** Taking positive leads from the global market and wedding season buying by local jewellers and retailers, gold prices recovered by Rs 80 during the week in the bullion market.
- Silver, too, staged a comeback and ended Rs 150 higher at Rs 38,000 per kg.
- In the national capital, gold of 99.9 and 99.5 per cent purity commenced the week higher at Rs 32,150 and Rs 32,000, largely in sync with positive global cues and fresh buying support from local jewellers and advanced further to end at Rs 32,150 and Rs 32,000 per 10 gram respectively, showing a recovery of Rs 80 each. Sovereign also recorded a rise of Rs 100 to settle the week at Rs 24,800 per piece of 8 gram.
- After moving in a tight range on scattered support, Silver ready ended the week higher by Rs 150 at Rs 38,150 per kg, while silver weekly-based delivery gained Rs 143 to Rs 37,023 per kg.
- However, silver coins remained under pressure due to the end of festive season and fell by Rs 2,000 to Rs 73,000 for buying and Rs 74,000 for selling of 100 pieces.
- International:** Globally, gold ended the week higher at \$1,222.10 an ounce as against last week's level of \$1,210.40. Silver, too, advanced to \$14.49 an ounce from \$14.25 an ounce.



Currency Market Update

- The Indian rupee touched its two-month high in the week gone by amid fresh foreign inflows and falling crude oil prices. It gained 0.8 percent to close the week at 71.92 against the US dollar and appreciated 3.3 percent from all-time closing low of 74.38 touched on October 9.
- Positive equity market and consolidation in dollar also helped the rupee recover from recent lows.
- India's foreign exchange (forex) reserves declined by \$121.2 million during the week ended November 9, official data showed on Friday.
- The dollar fell against a basket of the other major currencies on Friday after dovish comments by Federal Reserve Vice Chair Richard Clarida, who said he saw some evidence that global growth is slowing.
- The U.S. dollar index, which measures the greenback's strength against a basket of six major currencies, was down 0.5% to 96.31 in late trade, to end the week down 0.43%.

Key Rates (%)	16-Nov-2018	09-Nov-2018	% Change
Mibor Overnight	6.5	6.55	-0.76
CALL (O/N)	6.36	6.47	-1.7
CBLO	6.24	6.5	-4
T Bills Index (12M)	7.25	7.38	-1.76
10 Year GSEC	7.82	7.76	0.77

Commodity Market



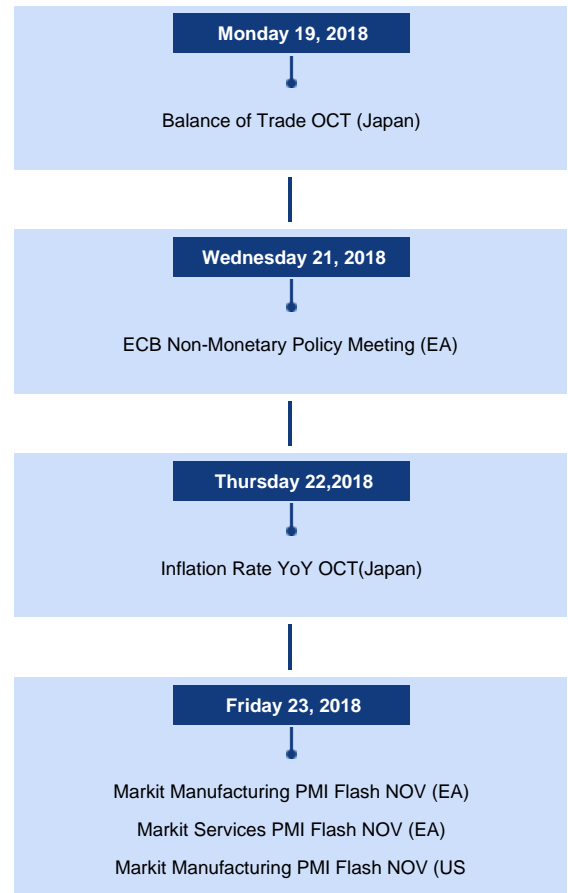
Commodity (INR)	16-Nov-2018	Gain+/Loss-	% Change
Gold (10 gm)	32015	242	0.76
Silver (1 kg)	36747	-1458	-3.82
Crude Oil (\$/barrel)	67.76	-1.96	-2.81

Currency Market



Currency	16-Nov-2018	Gain+/Loss-	% Change
USD/INR	71.8	-0.93	-1.28
EURO/INR	81.46	-1.06	-1.28
GBP/INR	91.92	-2.95	-3.11
JPY/INR	63.37	-0.47	-0.74

Upcoming Events



Week Gone By



Events	Actual %	Previous %

Industrial Production YoY SEP (India)	4.5	4.7
Inflation Rate YoY OCT (India)	3.31	3.7
Manufacturing Production YoY SEP (India)	4.6	5.1
Industrial Production YoY OCT (China)	5.9	5.8
Retail Sales YoY OCT (China)	8.6	9.2
WPI Manufacturing YoY OCT (India)	4.49	4.22
Inflation Rate YoY OCT (US)	2.5	2.3
Balance of Trade OCT (India)	\$-17.13B	\$-13.98B
Industrial Production YoY OCT (US)	4.1	5.6
Manufacturing Production YoY OCT (US)	2.7	3.8

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