

RELIANCE

MUTUAL
FUND

Markets for You

19 Dec 2017

Indices Performance

Global Indices	18-Dec	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,792	24,652	140	0.57
Nasdaq	6,995	6,937	58	0.84
FTSE	7,537	7,491	46	0.62
Nikkei	22,902	22,553	349	1.55
Hang Seng	29,050	28,848	202	0.70
Indian Indices	18-Dec	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	33,602	33,463	139	0.41
Nifty 50	10,389	10,333	56	0.54
Nifty 100	10,808	10,744	64	0.60
Nifty Bank	25,595	25,440	154	0.61
SGX Nifty	10,426	Closed	NA	NA
S&P BSE Power	2,269	2,267	2	0.10
S&P BSE Small Cap	18,253	18,171	82	0.45
S&P BSE HC	14,146	14,036	110	0.78

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
18-Dec	24.75	1.15	26.60	1.09
Month Ago	24.70	1.16	26.14	1.08
Year Ago	20.57	1.49	21.37	1.36

Nifty 50 Top 3 Gainers

Company	18-Dec	Prev_Day	% Change [#]
Vedanta	308	298	3.49
Hindalco	250	243	2.84
Cipla	592	576	2.64

Nifty 50 Top 3 Losers

Company	18-Dec	Prev_Day	% Change [#]
HPCL	438	444	-1.35
Tech Mahindra	494	501	-1.35
Coal India	268	271	-1.24

Advance Decline Ratio

	BSE	NSE
Advances	1432	924
Declines	1216	827
Unchanged	176	66

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-870	53749
MF Flows**	864	113466

*18th Dec 2017; **8th Dec 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.93% (Nov-17)	3.24% (Aug-17)	1.82% (Nov16)
IIP	2.20% (Oct-17)	1.00% (Jul-17)	4.20% (Oct-16)
GDP	6.30% (Sep-17)	5.70% (Jun-17)	7.50% (Sep-16)

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

- Most of the Asian markets gained on expectations that U.S. tax reform bill would be passed soon. Weaker yen, higher closing of U.S. market over the weekend, faster-than-expected rise in export data from Japan in Nov and improved house prices data in majority of the Chinese cities further buoyed the sentiments. Today (As of Dec 19), Asian markets opened mostly higher following gains on the Wall Street overnight. While Nikkei was trading steady, Hang Seng was higher 0.74% (8 a.m. IST).
- As per the last close, European market rose firmly following strong performance of the Asian markets, as well as some positive economic data from China and Japan. Market participants were also encouraged by some merger and acquisition activity.
- As per the last close, U.S market moved up reflecting optimism about outlook for Republican tax reform, which would cut corporate and individual tax rates. The House is scheduled to vote on the bill on Tuesday. Also a report showed an unexpected improvement in U.S. homebuilder confidence in Dec 2017, added to the upside.

Indian Equity Market

- Indian equity markets witnessed initial jittery amid close fight between the ruling and the opposition party on the vote count. However, market witnessed buying spree as final voting trends showed the ruling party is winning in both Gujarat and Himachal Pradesh. On the global front, Asian shares inched up driven by expectations that U.S. lawmakers will pass a long-awaited tax bill this week. Meanwhile, Chinese stocks remained soft amid liquidity and tighter regulation concerns.
- Key benchmark indices S&P BSE Sensex and Nifty 50 rose 0.41% and 0.54% to close at 33,601.68 and 10,388.75, respectively. Moreover, S&P BSE Mid-Cap and S&P BSE Small-Cap went up 0.76% and 0.45%, respectively.
- On the BSE sectoral front, gainers comprised S&P BSE Metal, up 1.83% followed by S&P BSE Auto and S&P BSE Consumer Discretionary Goods & Services, which rose 1.21% and 1.17%, respectively. S&P BSE Consumer Durables and S&P BSE Telecom went up 0.94% and 0.91%, respectively. The losers comprised, S&P BSE Realty (-0.29%) and S&P BSE Energy (-0.11%).

Domestic News

- The goods and services tax (GST) Council has approved an early roll-out of the e-way bill for the inter-state movement of goods from Feb 2018 and the facility bill will be available for the trial run from Jan 15, 2018. An e-way bill is required for movement of goods worth more than Rs. 50,000. However, when goods are transported for less than 10 km within a state, the supplier or the transporter need not furnish details on the GST portal. The e-way bill mechanism has been introduced in the GST regime to plug tax evasion loopholes. The GST Council has made compliance of e-way bill compulsory for intra-state movement of goods from Jun 1, 2018. However, some states might roll out both inter-state and intra-state e-Way Bill from Feb on a voluntary basis. The decision comes on the wake of revenue shortfall witnessed in Oct 2017 that marked the lowest revenue as against the first three months since the implementation of GST from Jul 1.
- GST Network has added a new function on its online portal which allow taxpayers to choose the frequency i.e. quarterly or monthly basis of filing GSTR 1 form. Taxpayers with annual aggregate turnover of up to Rs. 1.5 crore in the previous financial year or anticipated in the current financial year can avail the option of filing quarterly returns. Taxpayers picks quarterly filing will have to select the last month of the quarter from the drop-down list. Taxpayers who pick monthly filing can file GSTR 1 from Aug onwards till Nov. Filing of return of previous month is mandatory.
- JSW Techno Projects Management Ltd. has signed an agreement to acquire 49% equity shares of Brahmani River Pellets Ltd. from Aryan Mining & Trading Corporation Pvt Ltd.
- Bloomberg Media with Twitter has launched a global news network called TicToc with the coverage focusing on general interest news worldwide.
- Essar Oilfields Services projects its revenue more than double to \$48 million in FY18 on new orders from state-run explorer and private sector players who are reviving their capital expenditure plans.

FII Derivative Trade Statistics			
	18-Dec		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2680.34	2769.99	14648.50
Index Options	43851.73	43567.75	100467.93
Stock Futures	8008.76	7377.86	73555.37
Stock Options	5739.60	5834.87	5078.23
Total	60280.43	59550.47	193750.03

Derivative Statistics- Nifty Options			
	18-Dec	Prev_Day	Change
Put Call Ratio (OI)	1.31	1.29	0.02
Put Call Ratio(Vol)	1.07	1.16	-0.09

Debt Watch				
	18-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.02%	5.86%	5.88%	6.14%
CBLO	6.13%	5.90%	5.88%	6.14%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.15%	6.06%	6.11%	6.19%
364 Day T-Bill	6.32%	6.25%	6.23%	6.22%
10 Year Gilt	7.18%	7.17%	7.05%	6.50%
G-Sec Vol. (Rs.Cr)	41416	40196	63277	78337
1 Month CP Rate	6.71%	6.66%	6.56%	6.64%
3 Month CP Rate	6.88%	6.81%	6.79%	6.64%
5 Year Corp Bond	7.55%	7.49%	7.34%	7.27%
1 Month CD Rate	6.22%	6.18%	6.07%	6.25%
3 Month CD Rate	6.30%	6.24%	6.23%	6.26%
1 Year CD Rate	6.75%	6.72%	6.60%	6.55%

Currency Market			
Currency	18-Dec	Prev_Day	Change
USD/INR	64.11	64.10	0.01
GBP/INR	85.54	86.13	-0.59
EURO/INR	75.43	75.52	-0.10
JPY/INR	0.57	0.57	0.00

Commodity Prices				
Commodity	18-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	57.12	57.79	56.52	51.88
Brent Crude(\$/bl)	64.82	66.16	61.92	53.89
Gold(\$/oz)	1261	1242	1294	1134
Gold(Rs./10 gm)	28555	28535	29461	27305

Source: ICRON Research

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

Derivatives Market

- Nifty Dec 2017 Futures were at 10404.35, a premium of 15.60 points above the spot closing of 10,388.75. The turnover on NSE's Futures and Options segment went up from Rs. 4,54,995.00 crore on Dec 15 to Rs. 10,00,521.07 crore on Dec 18.
- The Put-Call ratio stood at 0.94 against the previous session's close at 1.01.
- The Nifty Put-Call ratio stood at 1.31 against the previous session's close at 1.29.
- Open interest on Nifty Futures stood at 20.92 million as against the previous session's close of 20.83 million.

Indian Debt Market

- Bond yields rose after current ruling government's party headed to win the Gujarat elections but by a lesser margin. Market participants awaited cues on the government's fiscal stance.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 4 bps to close at 7.18% from the previous close of 7.14%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 24,022 crore (gross) on Dec 18 compared with borrowings of Rs. 16,789 crore on Dec 15. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 4,123 crore on Dec 15.
- Banks borrowed Rs. 9,661 crore under the central bank's Marginal Standing Facility on Dec 15 compared with no borrowing on Dec 14.

Currency Market Update

- The Indian rupee weakened against the U.S dollar due to greenback demand from oil and other importers. The rupee fell 0.30% to close at 64.24 per dollar from the previous close of 64.04.
- The euro gained against the weak U.S. dollar as market participants remained concerned over whether a proposed U.S. tax reform program would have a major impact on economic growth, despite passing of the bill. The euro was trading at \$1.1792 compared with the previous close of \$1.1752.

Commodity Market Update

- Gold prices traded higher as U.S. dollar fell against the euro after U.S. tax cuts look set for passage this week.
- Brent crude prices traded marginally higher amid ongoing North Sea pipeline outage and a strike by Nigerian oil workers that has threatened its crude exports.

International News

- According to a report from the U.S. Federal Reserve, U.S. industrial production inched up 0.2% in Nov 2017 as against an upwardly revised gain of 1.2% in Oct 2017. Gains of 2% in mining output were offset by pullback in utilities output that fell 1.9% in Nov.
- According to a report from the Eurostat, eurozone's consumer prices grew 1.5% year-on-year in Nov 2017 as against a gain of 1.4% in Oct 2017. However, inflation remained below the European Central Bank's target of 'below, but close to 2%'. The increase in inflation was mainly driven by higher energy prices. Energy price inflation grew to 4.7% in Nov from 3% in Oct. Meanwhile, growth in food, alcohol and tobacco came in at 2.2% in Nov as against 2.3% in Oct.



Thank you for
your time.