

**RELIANCE**

MUTUAL  
FUND

# Markets for You

26 Dec 2017

**Indices Performance**

Global Indices	22-Dec	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	24,754	24,782	-28	-0.11
Nasdaq	6,960	6,965	-5	-0.08
FTSE	7,593	7,604	-11	-0.15
Nikkei <sup>^</sup>	22,939	22,903	36	0.16
Hang Seng	29,578	29,367	211	0.72
Indian Indices	22-Dec	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	33,940	33,756	184	0.55
Nifty 50	10,493	10,440	53	0.50
Nifty 100	10,941	10,886	54	0.50
Nifty Bank	25,649	25,554	94	0.37
SGX Nifty	10,501	10,458	43	0.41
S&P BSE Power	2,361	2,347	15	0.62
S&P BSE Small Cap	18,991	18,881	110	0.58
S&P BSE HC	14,420	14,407	12	0.09

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
22-Dec	25.03	1.13	26.86	1.08
Month Ago	24.82	1.16	26.40	1.08
Year Ago	20.26	1.51	21.18	1.38

**Nifty 50 Top 3 Gainers**

Company	22-Dec	Prev_Day	% Change <sup>#</sup>
ONGC	193	188	2.87
TCS	2647	2596	1.97
Hindalco	268	263	1.73

**Nifty 50 Top 3 Losers**

Company	22-Dec	Prev_Day	% Change <sup>#</sup>
Ultratech Cem	4289	4333	-1.01
Lupin	872	879	-0.82
Dr.Reddy	2333	2352	-0.81

**Advance Decline Ratio**

	BSE	NSE
Advances	1564	1032
Declines	1184	735
Unchanged	173	69

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1309	49836
MF Flows**	1012	116555

\*22<sup>nd</sup> Dec 2017; \*\*21<sup>st</sup> 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**

- Asian markets witnessed a mixed trend with several markets closed on the Christmas Day. Chinese markets closed in the red after witnessing intraday gains as investors initially took positive cues from the report of the annual Central Economic Work Conference. Later, profit booking prompted Chinese markets to give up its gains. Japanese markets reported modest gains amid buying interest in stocks of major companies across different sectors owing to strong profit forecast. Today (As of Dec 26), Asian markets opened mixed as several regional markets re-opened after the Christmas break. Nikkei was trading down 0.08% and Hang Seng were trading up 0.72% (as at 8.a.m. IST).
- As per the last close, European market ended lower amid results of elections in Catalonia, wherein the separatists won a majority.
- As per the last close, U.S markets ended almost lower with many investors remaining from their desks ahead of Christmas weekend. However, losses were capped as U.S. President signed a bill that revamps the U.S. tax code.

**Indian Equity Market**

- Indian equity markets closed in the green amid firm global cues owing to passage of U.S. tax reform bill that aimed at reducing corporate tax rates and strong U.S. GDP growth for the third quarter. Also, expectation of good budget and strong earnings for H2FY18 boosted investor sentiment. Gains by one of the major U.S tech majors as some analysts turned bullish on the stock in the last one month, with 'strong buy' recommendations increasing by two to 11 and 'buy' ratings increasing by one to 11 further supported buying interest.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.55% and 0.50% to close at 33,940.30 and 10,493.00, respectively. Moreover, S&P BSE Mid-Cap and S&P BSE Small-Cap went up 0.11% and 0.58%, respectively.
- On the BSE sectoral front, among the gainers comprised S&P BSE Information technology, up 1.31% followed by S&P BSE Teck and S&P BSE Capital Goods, which rose 1.02% and 0.93%, respectively. S&P BSE Industrials and S&P BSE Utilities both went up 0.79%. Among the losers comprised, S&P BSE Consumer Durables (-0.58%) and S&P BSE Metal (-0.06%).

**Domestic News**

- According to the media reports, Securities and Exchange Board of India (SEBI) has rejuvenated a plan to make it compulsory for listed companies to disclose loan defaults as soon as they occur to stock exchanges. The market regulator had put the rule on hold a day before it was supposed to be implemented on Oct 1, 2017 amid protests from banks. The proposal will be presented to the board on Dec 28.
- To attract domestic and foreign investment for highways projects, the National Highways Authority of India (NHAI) has created a National Highways Investment Promotion Cell. The focus of the cell will be to engage with global institution investors, construction companies, developers and fund managers for building investor participation in road infrastructure projects. This comes amid government's target of construction of 35,000 km of national highways in the next five years with an investment of Rs. 5,35,000 crore under Bharatmala.
- According to the International Monetary Fund (IMF), currently India's bad loans has surged to Rs. 9.5 lakh crore which is hampering country's economic growth.
- Tata Consultancy Services (TCS) has received \$2.25-billion outsourcing contract from Nielsen, a television rating measurement firm. The partnership was signed in Oct 2017. It is a renewal of TCS' existing collaboration with Nielsen.
- According to the media reports, the Volkswagen Group announce its plans to invest 1 billion euros or Rs. 7,600 crore more in India. Volkswagen Group seeks to launch a flurry of vehicles. As per the report, the group is expected to spend the money to build an engineering centre and develop products at Chakan in Pune.
- According to the media reports, Sun Pharmaceutical Industries has begun recalling two batches of Riomet (metformin hydrochloride) Oral Solution voluntarily from the U.S. market owing to the microbial contamination. The recall was initiated by the firm under 'Class-II' classification as per the notification put up by the U.S. Food and Drug Administration in its website.

FII Derivative Trade Statistics		22-Dec		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2623.18	2806.71	17967.77	
Index Options	65869.35	64631.52	104735.29	
Stock Futures	10707.94	10651.84	73652.80	
Stock Options	7561.09	7513.23	5974.91	
Total	86761.56	85603.30	202330.77	

Derivative Statistics- Nifty Options			
	22-Dec	Prev_Day	Change
Put Call Ratio (OI)	1.59	1.49	0.11
Put Call Ratio(Vol)	1.39	1.19	0.19

Debt Watch				
	22-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.97%	5.99%	5.91%	6.11%
CBLO	5.71%	6.15%	5.98%	6.10%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.18%	6.16%	6.11%	6.14%
364 Day T-Bill	6.37%	6.32%	6.27%	6.31%
10 Year Gilt	7.27%	7.14%	6.96%	6.52%
G-Sec Vol. (Rs.Cr)	38674	41341	49083	54148
1 Month CP Rate	6.89%	6.70%	6.56%	6.66%
3 Month CP Rate	7.03%	6.84%	6.80%	6.68%
5 Year Corp Bond	7.62%	7.52%	7.34%	7.29%
1 Month CD Rate	6.35%	6.23%	6.06%	6.24%
3 Month CD Rate	6.45%	6.30%	6.23%	6.26%
1 Year CD Rate	6.90%	6.77%	6.61%	6.55%

Currency Market			
Currency	22-Dec	Prev_Day	Change
USD/INR	64.04	64.09	-0.05
GBP/INR	85.67	85.63	0.05
EURO/INR	75.88	76.03	-0.15
JPY/INR	0.57	0.57	0.00

Commodity Prices				
Commodity	22-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	58.24	57.24	57.86	51.85
Brent Crude(\$/bl)	64.95	64.55	62.76	53.98
Gold( \$/oz)^	1275	1255	1292	1129
Gold(Rs./10 gm)	28686	28585	29429	27208

Source: ICRON Research ^As on Dec 25, 2017

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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 10,505.45, a premium of 12.45 points above the spot closing of 10,493.00. The turnover on NSE's Futures and Options segment went down from Rs. 9,88,369.98 crore on Dec 21 to Rs. 4,97,339.94 crore on Dec 22.
- The Put-Call ratio stood at 1.08 against the previous session's close at 0.75.
- The Nifty Put-Call ratio stood at 1.59 against the previous session's close at 1.49.
- Open interest on Nifty Futures stood at 25.70 million as against the previous session's close of 24.11 million.

**Indian Debt Market**

- Bond yields rose as worries on government's fiscal stance continued to weigh on investor sentiment. Meanwhile, the weekly debt auction of government securities witnessed devolvement of Rs. 675 crore.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 6 bps to close at 7.27% from the previous close of 7.21%. During the session, bond yields traded in the range of 7.19% and 7.29%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 18,545 crore (gross) on Dec 22 compared with borrowings of Rs. 4,010 crore on Dec 21. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 8,116 crore on Dec 21.
- Banks borrowed Rs. 1,630 crore under the central bank's Marginal Standing Facility on Dec 21 compared with borrowing of Rs. 76 crore on Dec 20.

**Currency Market Update**

- The Indian rupee closed steady against the greenback as gains in the domestic equity market were neutralized by month end dollar demand from oil importers. The rupee closed steady at 64.05 per dollar from the previous close of the same.
- The euro inched up against the greenback in a holiday-thinned trading. However, the common bloc currency remained under pressure amid concerns about the possible break-up of the Spanish economy. The euro was trading at \$1.1864, up 0.06% compared with the previous close of \$1.1857.

**Commodity Market Update**

- Gold prices traded flat amid lack of any major cues owing to Christmas Day.
- Brent Crude prices traded flat with investors taking cues from the Russian Energy Minister's statement regarding discussion by oil producers.

**International News**

- A report from the Commerce Department showed that U.S. real gross domestic product slightly missed previous expectation and surged 3.2% in the third quarter. The downward revision reflects slightly slower than previously expected consumer spending growth. Consumer spending grew 2.2% in the third quarter. The downward revision to consumer spending was partly offset by an upward revision to state and local government spending.
- A report from the Labor Department showed that U.S. initial jobs grew to 245,000 for the week ended Dec 16, up 20,000 from the previous week's unrevised level of 225,000. Meanwhile, the continuing claims grew 43,000 to 1.932 million for the week ended Dec 9, 2017.



Thank you for  
your time.