

### Indices Performance

Global Indices	31-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	19,864	19,971	-107	-0.54
Nasdaq	5,615	5,614	1	0.02
FTSE	7,099	7,118	-19	-0.27
Nikkei	19,041	19,369	-328	-1.69
Hang Seng	Closed	Closed	NA	NA
Indian Indices	31-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	27,656	27,850	-194	-0.70
Nifty 50	8,561	8,633	-71	-0.83
Nifty 100	8,825	8,910	-85	-0.95
Nifty Bank	19,515	19,585	-70	-0.36
SGX Nifty	8,577	8,647	-70	-0.80
S&P BSE Power	2,168	2,182	-14	-0.64
S&P BSE Small Cap	12,936	13,070	-134	-1.03
S&P BSE HC	14,797	15,004	-207	-1.38

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
31-Jan	21.58	1.42	22.86	1.29
Month Ago	20.88	1.46	21.93	1.35
Year Ago	18.41	1.44	20.22	1.53

### Nifty 50 Top 3 Gainers

Company	31-Jan	Prev_Day	% Change <sup>#</sup>
Idea Cellular	110	98	12.69
IndusInd Bank	1252	1240	1.00
ITC	258	256	0.78

### Nifty 50 Top 3 Losers

Company	31-Jan	Prev_Day	% Change <sup>#</sup>
Bharti Infratel	294	329	-10.62
Grasim Indus	911	970	-6.09
TCS	2230	2333	-4.42

### Advance Decline Ratio

	BSE	NSE
Advances	814	396
Declines	1905	1245
Unchanged	226	74

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	735	-1177
MF Flows**	271	5486

\*31<sup>st</sup> Jan 2017; \*\*30<sup>th</sup> Jan 2017

### Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.39% (Dec-16)	3.80% (Sep-16)	-1.06% (Dec-15)
IIP	5.70% (Nov-16)	-0.70% (Aug-16)	-3.40% (Nov-15)
GDP	7.30 (Sep-16)	7.10 (Jun-16)	7.60 (Sep-15)

### Global Indices

- Asian markets moved down on concerns over the protectionist trade policy of the new U.S. President. Investors also preferred to be on the sidelines because of Bank of Japan's monetary policy decision and ahead of U.S. Federal Reserve's monetary policy meeting. Lack of cues from Chinese and Hang Seng markets also weighed on sentiment. Today (As on Feb 01), Asian market opened mostly lower following decline in Wall Street overnight. Both Nikkei Average and Hang Seng were trading down 0.04% and 0.70%, respectively (as at 8.00 a.m IST).
- As per the last close, European market closed lower following negative start on Wall Street overnight. Concerns about the U.S. immigration policies weighed on the market. Market participants digested mixed quarterly earnings.
- As per the last close, U.S. market fell reacting to disappointing earnings news from some big companies. Concerns about the U.S. immigration policies weighed on the market after the new president removed Acting Attorney General. Investors also attained caution ahead of the U.S. Federal Reserve monetary policy decision on Wednesday.

### Indian Equity Market

- Indian equity market closed lower after Economic Survey noted that the Gross Domestic Product (GDP) growth for FY17 will dip to 7.1% from 7.9% in FY16. However, the fall was restricted as the report stated that the government expects the growth to return to normal following circulation of required quantities of new currency notes and after follow-up actions to demonetisation move are taken.
- Information technology stocks witnessed selling pressure after the U.S. government introduced a bill in the U.S. Congress that attempts to reform the H1-B visa process.
- Key benchmark indices S&P BSE Sensex and Nifty 50 slipped 0.70% and 0.83% to close at 27,655.96 points and 8,561.30 points, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 1.10% and 1.03%, respectively.
- On the BSE sectoral front, barring S&P BSE FMCG, all the indices closed in the red. S&P BSE IT was the major laggard, down 2.90%, followed by S&P BSE Teck and S&P BSE Oil & Gas, which slipped 2.49% and 1.64%, respectively. S&P BSE Healthcare and S&P BSE Industrials fell 1.38% and 1.17%, respectively.

### Domestic News

- The government in the economic survey projected that the growth of the Indian economy may recover back to 6.75% to 7.5% in FY18 once circulation of new currency notes becomes normal. For FY17, the growth rate of GDP is placed at 7.1%. The survey informed that indirect taxes grew 26.9% during the period from Apr to Nov 2016. On inflation, the economic survey opined that the retail core inflation remained sticky in the current fiscal year, averaging around 5%.
- Government data showed that eight core industries witnessed a growth of 5.6% in Dec 2016 compared with growth of 4.9% in Nov 2016. This can be attributed to upbeat output witnessed by refinery products and steel, which grew 6.4% and 14.9%, respectively. However, crude oil, fertiliser, natural gas, and cement output reported contraction of 0.8%, 0.01%, and 8.7%, respectively.
- Government data showed that fiscal deficit in the period from Apr to Nov of FY17 touched 93.9% of the Budget target against 87.9% for the same period a year ago. Tax revenue came in at Rs. 7.52 lakh crore, or 71.4% of the full-year Budget Estimate (BE) of Rs. 10.54 lakh crore. Total receipts from revenue and non-debt capital of the government during the period stood at Rs. 9.68 lakh crore or 67.1% of the BE.
- The government revised GDP growth for FY16 to 7.9% from 7.6% projected earlier compared with a growth of 7.2% during 2014-15. The government also revised FY16 nominal GDP growth to 10% as against 10.7% in FY15.
- ICICI Bank has reported 19% YoY decrease in net profit to Rs. 2,442 crore during the quarter ended Dec 2016, from Rs. 3,018 crore during the quarter ended Dec 2015. The profit decline was because of increase in bad loans by 7.91% during the quarter from 6.82% in the previous quarter and 4.72% a year ago.

FII Derivative Trade Statistics		31-Jan	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1614.47	1983.35	15977.46
Index Options	23960.03	24096.96	56159.80
Stock Futures	7662.49	7146.64	62078.17
Stock Options	3449.76	3321.23	2908.09
<b>Total</b>	<b>36686.75</b>	<b>36548.18</b>	<b>137123.52</b>

Derivative Statistics- Nifty Options			
	31-Jan	Prev_Day	Change
Put Call Ratio (OI)	0.98	0.97	0.02
Put Call Ratio(Vol)	0.98	0.85	0.12

Debt Watch				
	31-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.02%	5.95%	6.10%	7.01%
CBLO	6.17%	6.00%	6.14%	7.01%
Repo	6.25%	6.25%	6.25%	6.75%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.15%	6.22%	6.18%	7.15%
364 Day T-Bill	6.20%	6.17%	6.21%	7.23%
10 Year Gilt	6.41%	6.44%	6.51%	7.64%
G-Sec Vol. (Rs.Cr)	41586	33346	42530	46906
1 Month CP Rate	6.73%	6.76%	6.63%	7.93%
3 Month CP Rate	7.08%	7.06%	6.71%	8.88%
5 Year Corp Bond	7.10%	7.09%	7.25%	8.23%
1 Month CD Rate	6.23%	6.23%	6.27%	7.36%
3 Month CD Rate	6.43%	6.41%	6.28%	7.92%
1 Year CD Rate	6.54%	6.54%	6.58%	7.99%

Currency Market			
Currency	31-Jan	Prev_Day	Change
USD/INR	67.81	68.04	-0.23
GBP/INR	84.85	85.52	-0.67
EURO/INR	72.55	72.96	-0.41
JPY/INR	0.60	0.59	0.00

Commodity Prices				
Commodity	31-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	52.75	52.38	53.75	33.66
Brent Crude(\$/bl)	55.30	54.55	54.66	32.69
Gold( \$/oz)	1211	1209	1151	1118
Gold(Rs./10 gm)	29008	29259	27830	26575

Source: ICRON Research

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**Derivatives Market**

- Nifty Feb 2017 Futures were at 8,584.30 points, a premium of 23.00 points over the spot closing of 8,561.30. The turnover on NSE's Futures and Options segment went up from Rs. 2,08,021.32 crore on Jan 30 to Rs. 3,02,521.90 crore on Jan 31.
- The Put-Call ratio stood at 0.84, compared with the previous session's close of 0.75.
- The Nifty Put-Call ratio stood at 0.98, compared with the previous session's close of 0.97.
- The open interest on Nifty Futures stood at 20.58 million compared with the previous session's close of 21.02 million.

**Indian Debt Market**

- Bond yields increased marginally as investors awaited cues on the government's fiscal consolidation path in the Union Budget due on Feb 1.
- Yield on the 10-year benchmark bond (6.97% GS 2026) increased 1 bps to close at 6.41% compared with the previous close of 6.40%. During the session, bond yields moved in the region of 6.39% to 6.42%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 1,850 crore (gross) on Jan 31, compared with the gross borrowing of Rs. 1,940 crore on Jan 30. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 8,402 crore on Jan 30.
- Banks did not borrow under the central bank's Marginal Standing Facility on Jan 30, compared to that of Jan 27 when they borrowed Rs. 350 crore.

**Currency Market Update**

- The Indian rupee strengthened against the greenback following weakness in the U.S. dollar after the new President imposed restrictions on immigrants. The rupee inched up 0.12% to close at 67.87 per dollar from the previous close of 67.95.
- The euro rose against the greenback following weakness in U.S. dollar on announcement of immigration restrictions put in place by the new President. Euro was trading at \$1.0752, up 0.56% compared with the previous close of \$1.0692.

**Commodity Market Update**

- Gold prices climbed since investors opted for safe-haven assets following strict immigration policy imposed by the U.S. President.
- Brent crude prices went down as growing U.S. drilling activity weakened efforts to curb oversupply for supporting the market that was taken by the OPEC and other producers.

**International News**

- According to the latest survey from Gfk, U.K.'s consumer confidence improved slightly to -5 in Jan 2017 compared with -7 in Dec 2016.
- According to data from Destatis, Germany's retail sales fell unexpectedly by 0.9% in Dec 2016 compared with decline of 1.7% in Nov 2016. However, on a yearly basis, retail sales decreased 1.1% in Dec after increasing 3.5% in Nov.
- Preliminary data from Destatis showed that Germany's inflation touched a four-year high in Jan 2017. The consumer price index grew 1.9% on a yearly basis in Jan following 1.7% rise seen in Dec 2016.
- Data from Eurostat showed that the eurozone's jobless rate fell to the lowest in more than seven years in Dec 2016. The unemployment rate decreased 9.6% in Dec, lowest since May 2009, from revised 9.7% fall in Nov 2016.