

Indices Performance

Global Indices	07-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	20,090	20,052	38	0.19
Nasdaq	5,674	5,664	11	0.19
FTSE	7,186	7,172	14	0.20
Nikkei	18,911	18,977	-66	-0.35
Hang Seng	23,332	23,348	-17	-0.07
Indian Indices	07-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	28,335	28,439	-104	-0.37
Nifty 50	8,768	8,801	-33	-0.37
Nifty 100	9,057	9,090	-33	-0.36
Nifty Bank	20,327	20,372	-44	-0.22
SGX Nifty	8,795	8,797	-2	-0.02
S&P BSE Power	2,211	2,202	9	0.41
S&P BSE Small Cap	13,528	13,540	-12	-0.09
S&P BSE HC	15,349	15,449	-101	-0.65

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
7-Feb	21.93	1.44	23.31	1.26
Month Ago	20.88	1.46	22.09	1.34
Year Ago	18.30	1.45	19.99	1.54

Nifty 50 Top 3 Gainers

Company	07-Feb	Prev_Day	% Change [#]
BHEL	152	144	5.59
BPCL	717	705	1.60
Bank of Baroda	187	185	1.33

Nifty 50 Top 3 Losers

Company	07-Feb	Prev_Day	% Change [#]
Tata Motors	507	526	-3.62
Tata Motors-DVR	320	330	-3.13
Coal India	315	325	-3.08

Advance Decline Ratio

	BSE	NSE
Advances	705	1285
Declines	953	1596
Unchanged	70	125

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-442	231
MF Flows**	-41	6145

*7th Feb 2017; **2nd Feb 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

- Most of the major Asian markets dipped due to uncertainties around U.S. President's monetary and trade policies, and political situation in Europe hurt investors' confidence about retaining riskier assets. Japanese market dropped because of strong. Today (As on Feb 08), Asian market opened lower following decrease in global crude oil prices after a data showed build-up in U.S. crude inventory. Both Nikkei Average and Hang Seng were trading down 0.07% and 0.57% (as at 8.00 a.m IST).
- As per the last close, European market closed mixed as investors remained cautious due to forthcoming elections in Europe and political instability in France. Also, mixed earning results and some disappointing economic data weighed on investors sentiments. However, release of better than expected U.S. trade deficit data in the month of Dec 2016 gave some support to the European market.
- As per the last close, U.S. market closed higher as investor's sentiments got boosted after release of batch of largely upbeat quarterly results and better than expected U.S. trade deficit in Dec 2016. However, political instability in France capped the gains.

Indian Equity Market

- Indian equity market fell ahead of the Monetary Policy Committee's (MPC) policy review on Feb 8. Investors also remained cautious due to uncertainty over U.S. Federal Reserve's rate hike and U.S. President's economic and political policies. Weak cues from the other regional peers also weighed on sentiment after China's foreign exchange reserves fell for the seventh straight month.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.37% each to close at 28,335.16 points and 8,768.30 points, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap also moved down 0.18% and 0.09%, respectively.
- The overall market breadth in BSE was negative with 953 scrips declining and 705 scrips advancing. A total of 70 scrips remained unchanged.
- On the BSE sectoral front, most of indices closed in the red, barring S&P BSE Capital Goods (1.12%), S&P BSE Power (0.41%), S&P BSE Consumer Durables (0.26%), S&P BSE IT (0.23%), and S&P BSE TECK (0.06%). S&P BSE Metal (-1.25%) stood as the major laggard followed by S&P BSE Energy (-1.05%) and S&P BSE Auto (-0.93%).

Domestic News

- According to the commerce and industry minister, India has attracted \$32.49 billion foreign direct investment (FDI) in Apr-Nov of FY17. The key sectors that received a major portion of FDI are metallurgy, computer software and hardware, telecom, information and broadcasting, and automobile.
- The Central Board of Direct Taxes (CBDT) has signed four unilateral Advance Pricing Agreements (APAs) with tax payers on Feb 6 pertaining to the manufacturing, financial, and information technology sectors of the economy. The agreement will provide certainty to taxpayers in the field of transfer pricing by specifying the methods of pricing and determining the prices of international transactions in advance.
- The minister of State for Food Processing Industries said after sanctioning 81 cold chain projects since FY13-14, government expects to sanction around 100 such projects in FY17-18. None of these 81 sanctioned projects will be developed under Public Private Partnership (PPP) model. During the current fiscal, four cold chain projects have been sanctioned so far.
- The central government is looking at developing economic corridors and also planning to come up with logistic parks on national highways based on the study conducted by the Ministry of Road Transport and Highways on logistics efficiency enhancement. Other recommendations made in the report include feeder routes and removal of choke points.
- The government has divested 2% of its stake in ITC held through the Specified Undertaking of the Unit Trust of India (SUUTI). This is expected to fetch government around Rs. 6,700 crore.
- Prominent technology companies like Facebook, Google, and Apple have joined a group of around 100 U.S. companies to file a legal challenge opposing the new U.S. President's temporary ban on U.S. arrivals from seven Muslim-majority countries.

FII Derivative Trade Statistics		07-Feb		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1871.45	1701.70	19854.58	
Index Options	29967.70	28352.23	71573.60	
Stock Futures	8027.55	8532.93	67459.06	
Stock Options	4133.04	4071.87	5620.74	
Total	43999.74	42658.73	164507.98	

Derivative Statistics- Nifty Options			
	07-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.12	1.13	-0.01
Put Call Ratio(Vol)	1.13	1.01	0.11

Debt Watch				
	07-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.09%	6.02%	6.13%	6.74%
CBLO	6.19%	6.17%	5.23%	6.33%
Repo	6.25%	6.25%	6.25%	6.75%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.10%	6.15%	6.10%	7.17%
364 Day T-Bill	6.13%	6.20%	6.15%	7.24%
10 Year Gilt	6.43%	6.41%	6.39%	7.71%
G-Sec Vol. (Rs.Cr)	50374	41586	47832	38496
1 Month CP Rate	6.64%	6.73%	6.59%	8.36%
3 Month CP Rate	6.98%	7.08%	6.84%	9.03%
5 Year Corp Bond	7.08%	7.10%	7.09%	8.31%
1 Month CD Rate	6.16%	6.23%	6.17%	7.37%
3 Month CD Rate	6.36%	6.43%	6.32%	8.12%
1 Year CD Rate	6.51%	6.54%	6.54%	8.18%

Currency Market			
Currency	07-Feb	Prev_Day	Change
USD/INR	67.37	67.20	0.17
GBP/INR	83.95	83.92	0.03
EURO/INR	72.07	72.40	-0.33
JPY/INR	0.60	0.60	0.01

Commodity Prices				
Commodity	07-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	52.19	52.75	53.98	30.86
Brent Crude(\$/bl)	53.49	55.30	55.80	31.90
Gold(\$/oz)	1234	1211	1173	1173
Gold(Rs./10 gm)	29305	29008	28302	27486

Source: ICRON Research

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Derivatives Market

- Nifty Feb 2017 Futures were at 8,785.55 points, a premium of 17.25 points over the spot closing of 8,768.30 points. The turnover on NSE's Futures and Options segment went down from Rs. 3,07,169.89 crore on Feb 6 to Rs. 2,73,947.36 crore on Feb 7.
- The Put-Call ratio stood at 0.91, compared with the previous session's close of 0.86.
- The Nifty Put-Call ratio stood at 1.12, compared with the previous session's close of 1.13.
- The open interest on Nifty Futures stood at 23.19 million compared with the previous session's close of 23.44 million.

Indian Debt Market

- Bond yields increased as investors preferred to remain on the sidelines ahead of Monetary Policy Committee's interest rate review due on Feb 8, 2017.
- Yield on the 10-year benchmark bond (6.97% GS 2026) increased 2 bps to close at 6.43% compared with the previous close of 6.41%. During the session, bond yields moved in the region of 6.40% to 6.44%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 5,115 crore (gross) on Feb 7, as compared with the gross borrowing of Rs. 1,400 crore on Feb 6. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 2,917 crore on Feb 7.
- Banks borrowed Rs. 300 crore under the central bank's Marginal Standing Facility on Feb 6.

Currency Market Update

- The Indian rupee witnessed its biggest single-day fall in a month against the greenback as renewed political uncertainty in the eurozone and dwindling Chinese foreign exchange reserves weighed on market sentiment. The rupee inched down 0.29% to close at 67.41 per dollar from the previous close of 67.21.
- The euro weakened against the greenback as investors remained worried regarding the outcome of the upcoming elections in France, Germany, and Netherlands. Euro was trading at \$1.0675, down 0.69% compared with the previous close of \$1.0749.

Commodity Market Update

- Gold prices fell on stronger dollar, although downside was limited amid growing concerns over political risks around the globe.
- Brent crude prices moved down on concerns that effort of reducing production by the Organization of the Petroleum Exporting Countries (OPEC) might be offset by higher U.S. oil production level.

International News

- Data from the People's Bank of China (PBoC) showed that China's foreign exchange reserves declined below the \$3 trillion-mark for the first time since 2011 in Jan 2017 as it fell for the seventh consecutive month. Reserves decreased \$12.3 billion to \$2.99 trillion in Jan. The move has led to concerns as to how long the PBoC can continue selling its forex reserves to support the renminbi.
- Data from the U.S. Commerce Department showed that U.S. trade deficit narrowed more than expected to \$44.3 billion in Dec 2016 from a revised \$45.7 billion in Nov 2016.
- According to the International Monetary Fund (IMF), Greece's economy is expected to grow less than 1% in the long term. IMF added that the government could attain the primary fiscal surplus target of around 1.5% of GDP.