

RELIANCE

MUTUAL
FUND

Markets for You

09 Feb 2018

Indices Performance

Global Indices	08-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	23,860	24,893	-1,033	-4.15
Nasdaq	6,777	7,052	-275	-3.90
FTSE	7,171	7,279	-109	-1.49
Nikkei	21,891	21,645	245	1.13
Hang Seng	30,451	30,323	128	0.42
Indian Indices	08-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	34,413	34,083	330	0.97
Nifty 50	10,577	10,477	100	0.96
Nifty 100	10,959	10,845	114	1.05
Nifty Bank	25,921	25,670	251	0.98
SGX Nifty	10,548	10,595	-47	-0.44
S&P BSE Power	2,224	2,217	7	0.31
S&P BSE Small Cap	18,131	17,732	400	2.25
S&P BSE HC	14,345	13,939	406	2.91

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
8-Feb	24.21	1.15	25.56	1.07
Month Ago	25.37	1.12	27.16	1.07
Year Ago	21.93	1.44	23.28	1.26

Nifty 50 Top 3 Gainers

Company	08-Feb	Prev_Day	% Change [#]
Cipla	613	569	7.62
Sun Pharma	584	550	6.30
Ambuja Cem	262	248	5.48

Nifty 50 Top 3 Losers

Company	08-Feb	Prev_Day	% Change [#]
Indian Oil	386	405	-4.73
Aurobindo Pharma	602	616	-2.31
Power Grid	193	196	-1.18

Advance Decline Ratio

	BSE	NSE
Advances	2197	1497
Declines	625	301
Unchanged	108	52

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1001	12169
MF Flows**	473	10446

*8th Feb 2018; **7th Feb 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.58% (Dec-17)	3.14% (Sep-17)	2.10% (Dec-16)
IIP	8.40% (Nov-17)	4.80% (Aug-17)	5.10% (Nov-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 after positive impact from better than expected growth in China's exports in Jan 2018 was neutralised by concerns over increasing U.S. bond yield and imminent rate hike by the U.S. Federal Reserve. Today (As of Feb 8), Asian markets opened lower following losses in the Wall Street. Both Nikkei and Hang Seng were trading down 2.42% and 2.83% (as at 8.a.m. IST).
- As per the last close, European market ended lower following losses in the Wall Street. The continued rise in bond yields further added to losses. Energy and mining stocks were also under pressure due to the recent rise in the value of the U.S. dollar.
- As per the last close, U.S markets ended lower despite strong corporate earnings and economic data as investors showed concerned over rising inflation that pushed U.S. 10-year treasury yield higher.

Indian Equity Market

- After witnessing sell-off over past few trading sessions, Indian equity markets managed to recover on the back of value buying on recent beaten-down stocks. Optimism over positive corporate earning numbers provided additional support.
- Key benchmark indices S&P BSE Sensex and Nifty 50 rose 0.97% and 0.96% to close at 34,413.16 and 10,576.85, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap went up 1.82% and 2.25%, respectively.
- The overall market breadth on BSE was positive with 2,197 scrips advancing and 625 scrips declining. A total of 108 scrips remained unchanged.
- On the BSE sectoral front, barring S&P BSE Oil & Gas, all the indices closed in the green. S&P BSE Healthcare was the top gainer, up 2.91%, followed by S&P BSE Realty and S&P BSE Basic Materials, which rose 2.51% and 2.48%, respectively. S&P BSE Consumer Discretionary Goods & Services and S&P BSE Industrials went up 1.63% and 1.45%, respectively.

Domestic News

- According to an official statement, the Union cabinet has approved the signing and ratification of protocol amending the double taxation avoidance agreement with China. The protocol will also include updating the existing provisions for exchange of information to the latest international standards and will incorporate changes required to implement treaty related minimum standards under the Action reports of Base Erosion & Profit shifting (BEPS) Project.
- The Reserve Bank of India has raised the forex futures trading limit to \$100 million. The central bank expects that increase in the upper limit would lure business away from regional financial hubs as it is expected to boost daily trading volumes on domestic exchanges. The move will also create arbitrage opportunity between onshore and offshore markets. Non-resident Indians as well as high networth individuals will be encouraged to take positions in the currency futures market.
- The government is considering finalising a policy to scrap commercial vehicles that are more than 15 years old and is proposing tax incentives from both the Centre and states. However, this proposal would require the approval of the Goods and Services Tax (GST) Council. The policy will likely be known as the Voluntary Vehicle Fleet Modernisation Programme and is expected to push 28 million vehicles off the roads.
- Cadila Healthcare announced growth in consolidated net profit by 67.73% to Rs. 543.3 crore in the quarter ended Dec 2017 as against net profit of Rs. 323.9 crore in the quarter ended Dec 2016. Revenue from operations grew 38.63% to Rs. 3,191.8 crore in Dec 2017 from Rs. 2,302.3 crore in Dec 2016.
- Bharat Forge announced increase in net profit by 77.39% to Rs. 2.28 billion in the quarter ended Dec 2017 as compared with net profit of Rs. 1.28 billion in the quarter ended Dec 2016. Its revenue from operations stood at Rs. 13.90 billion.

FII Derivative Trade Statistics		08-Feb	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3161.85	4912.93	17777.55
Index Options	103224.20	102637.86	83211.66
Stock Futures	12052.77	10810.53	76265.99
Stock Options	6797.29	6914.19	7153.01
Total	125236.11	125275.51	184408.21

Derivative Statistics- Nifty Options			
	08-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.09	1.01	0.08
Put Call Ratio(Vol)	0.91	0.81	0.10

Debt Watch				
	08-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.90%	5.89%	5.88%	6.03%
CBLO	5.91%	5.84%	5.81%	6.11%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.34%	6.34%	6.00%	6.11%
364 Day T-Bill	6.55%	6.54%	6.43%	6.20%
10 Year Gilt	7.47%	7.60%	7.13%	6.75%
G-Sec Vol. (Rs.Cr)	50448	48397	43017	48870
1 Month CP Rate	6.89%	6.95%	6.87%	6.66%
3 Month CP Rate	7.79%	7.76%	7.34%	6.98%
5 Year Corp Bond	7.87%	7.89%	7.67%	7.32%
1 Month CD Rate	6.24%	6.27%	6.23%	6.30%
3 Month CD Rate	7.24%	7.19%	6.70%	6.52%
1 Year CD Rate	7.52%	7.51%	7.07%	6.69%

Currency Market			
Currency	08-Feb	Prev_Day	Change
USD/INR	64.16	64.14	0.02
GBP/INR	89.19	89.50	-0.31
EURO/INR	78.75	79.43	-0.69
JPY/INR	0.59	0.59	0.00

Commodity Prices				
Commodity	08-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	61.28	65.90	61.68	52.32
Brent Crude(\$/bl)	64.20	68.28	69.12	54.11
Gold(\$/oz)	1319	1349	1320	1242
Gold(Rs./10 gm)	29881	30286	29492	29376

Source: ICRON Research

Disclaimer:

The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since Reliance Nippon Life Asset Management Company Limited (RNLAM) (formerly Reliance Capital Asset Management Limited) has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrive data; RNLAM does not in any manner assure the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect RNLAM's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor(s), the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor(s), the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Readers are requested to click here for ICRON disclaimer - <http://www.icronline.com/legal/standard-disclaimer.html>

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

Derivatives Market

- Nifty Feb 2018 Futures were at 10,572.25 points, a discount of 4.60 points below the spot closing of 10,576.85. The turnover on NSE's Futures and Options segment went up from Rs. 7,26,957.69 crore on Feb 7 to Rs. 14,26,958.16 crore on Feb 8.
- The Put-Call ratio stood at 0.79 against previous session's close of 0.80.
- The Nifty Put-Call ratio stood at 1.09 against previous session's close of 1.01.
- India VIX moved down 8.70% to 17.7725 from 19.4650 in the previous trading session.
- Open interest on Nifty Futures stood at 24.69 million as against the previous session's close of 23.50 million.

Indian Debt Market

- Bond yields fell as investors were optimistic that the Reserve Bank of India (RBI) might not increase interest rates soon. Also, continuous decline in global crude oil prices also improved investor sentiment.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 6 bps to close at 7.47% as against previous session's close of 7.53%. During the session, bond yields traded in the range of 7.46% and 7.52%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,500 crore (gross) on Feb 8 compared with Rs. 4,789 crore on Feb 7. Sale of securities under RBI's reverse repo window stood at Rs. 9,922 crore on Feb 7.
- Banks borrowed Rs. 1,650 crore under the central bank's Marginal Standing Facility on Feb 7 as against no borrowing on Feb 6.
- RBI conducted a 7-day variable rate reverse repo auction for a notified amount of Rs. 25,000 crore for which Rs. 14,620 crore was allotted at a cut-off rate of 5.99%.

Currency Market Update

- The Indian rupee remained almost steady against the U.S. dollar as weakness due to broad gains in greenback neutralized positive impact of dollar sales by corporates and foreign banks. The rupee rose 0.03% to close at 64.26 per dollar from the previous close of 64.28.
- Euro fell for the second consecutive session against the U.S. dollar after U.S. congressional leaders agreed on a two-year budget deal to raise government spending by almost \$300 billion. Euro was trading at \$1.2224 compared with the previous close of \$1.2262.

Commodity Market Update

- Gold prices traded lower as upbeat weekly jobless data led to the speculation over a probable rate hike by the U.S. Federal Reserve.
- Brent crude prices remained low as lingering concerns over rising production in the U.S. sent prices to their lowest levels in around five weeks.

International News

- The Bank of England kept key interest rate and asset purchase programme on hold in its latest policy meeting. The Monetary Policy Committee voted unanimously to maintain the benchmark rate at 0.50% at the rate setting meeting. The bank had raised its key rate in Nov 2017, thereby marking the first hike in a decade.
- China's exports surpassed market expectations and grew 11.1% YoY in Jan 2018, up from 10.9% growth in Dec 2017 driven by global demand. Meanwhile, imports surged 36.9% YoY in Jan as factories lifted stocks ahead of the holidays. Due to higher imports, the trade surplus fell to \$20.34 billion in Jan.



Thank you for
your time.