

RELIANCE

MUTUAL
FUND

Markets for You

12 Feb 2018

Indices Performance

Global Indices	09-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,191	23,860	330	1.38
Nasdaq	6,874	6,777	97	1.44
FTSE	7,092	7,171	-78	-1.09
Nikkei	21,383	21,891	-508	-2.32
Hang Seng	29,507	30,451	-944	-3.10
Indian Indices	09-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	34,006	34,413	-407	-1.18
Nifty 50	10,455	10,577	-122	-1.15
Nifty 100	10,846	10,959	-113	-1.03
Nifty Bank	25,464	25,921	-457	-1.76
SGX Nifty	10,404	10,548	-145	-1.37
S&P BSE Power	2,232	2,224	8	0.37
S&P BSE Small Cap	18,173	18,131	42	0.23
S&P BSE HC	14,348	14,345	3	0.02

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
9-Feb	23.88	1.16	25.27	1.08
Month Ago	25.37	1.12	27.19	1.07
Year Ago	22.08	1.43	23.31	1.26

Nifty 50 Top 3 Gainers

Company	09-Feb	Prev_Day	% Change [#]
HCL Tech	964	944	2.08
Tata Steel	685	671	2.06
Cipla	621	613	1.43

Nifty 50 Top 3 Losers

Company	09-Feb	Prev_Day	% Change [#]
Yes Bank	326	335	-2.82
Infosys	1109	1134	-2.21
Bharti Infratel	342	349	-2.21

Advance Decline Ratio

	BSE	NSE
Advances	1369	849
Declines	1403	933
Unchanged	138	73

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-2226	9944
MF Flows**	473	10446

*9th Feb 2018; **7th Feb 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.58%	3.14%	2.10%
	(Dec-17)	(Sep-17)	(Dec-16)
IIP	8.40%	4.80%	5.10%
	(Nov-17)	(Aug-17)	(Nov-16)
GDP	6.30%	5.70%	7.50%
	(Sep-17)	(Jun-17)	(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 closed in the red on renewed worries over rising inflation and higher interest rates. Fall in crude oil prices, stronger yen, concerns of tighter liquidity conditions in China ahead of Chinese New Year and earlier-than-expected rate hike possibility by the Bank of England further dented sentiment. Today (As of Feb 12), Asian markets opened on a mixed note while crude oil prices rose after falling in the last six consecutive sessions. While Nikkei was trading lower 2.32%, Hang Seng was up 0.77% (as at 8.a.m. IST).
- As per the last close, European market ended lower amid continued global weakness. Equity markets around the globe have been tumbling amid rising inflation concerns that could lead to further rate hikes from the U.S. Federal Reserve. Global markets remained under pressure amid sharp sell-off on Wall Street's session on Feb 8.
- As per the last close, U.S. market ended almost higher amid bargain hunting and likely on reports that lawmakers managed to end a brief government shutdown with funding of government until Mar 23. However, concerns about the outlook for interest rates, capped the gains.

Indian Equity Market

- Indian equity retreated after witnessing marginal gain in the previous trading session. Persistence weakness in U.S. markets, amid lingering concerns over imminent rate hike by the U.S. Federal Reserve, weighed on investor sentiment. Inflationary pressure too affected buying interest.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 1.18% and 1.15% respectively to close at 34,005.76 and 10,454.95, respectively. S&P BSE Mid-Cap closed flat, whereas S&P BSE Small-Cap rose 0.23%.
- The overall market breadth on BSE was weak with 1,403 scrips declining and 1,369 scrips advancing. A total of 138 scrips remained unchanged.
- On the BSE sectoral front, majority of the indices closed in the red. S&P BSE Bankex was the major loser down 1.75%, followed by S&P BSE Finance and S&P BSE Telecom, which fell 1.54% and 1.15%, respectively. S&P BSE Auto and S&P BSE Teck slipped 0.95% and 0.90%, respectively. Meanwhile, S&P BSE Metal was the top gainer, up 1.25%, followed by S&P BSE Realty and S&P BSE Power, which rose 0.56% and 0.37%, respectively.

Domestic News

- A major credit rating agency has upgraded its outlook on the two major public sector banks to positive from stable. This comes on the back of capital infusion from the government. Meanwhile, it affirmed the long-term local and foreign currency bank deposit ratings of both the lenders at Ba3.
- A dozen state-run banks have been directed by the Reserve Bank of India (RBI) to retire high-cost debt such as additional tier I capital. These banks are under regulatory watch for mounting bad loans. The direction comes as a part of the austerity drive that seeks to restore commercial viability for the stressed lenders. These banks that would receive an injection of federal funds would now have to retire high-cost debt well before their maturity.
- According to a government report, the Ministry of Housing and Urban Affairs has permitted to construct 1,86,777 more affordable houses under Pradhan Mantri Awas Yojana by investing of Rs. 11,169 crore. The assistance from the Central for the same will be Rs. 2,797 crore.
- According to the fifth edition of India Skills Report 2018, the percentage of employable population in India has increased from 33% to 45% in 5 years. The fifth edition of India Skills Report considers insights and trends from the largest employability test that was spread out to 5200 Universities and institutions in India. The test reached out to more than 5 lakh students across India.
- Aditya Birla Capital Ltd reported rise in consolidated net profit to Rs. 2.17 billion in the quarter ended Dec 2017 as compared with Rs. 1.94 billion in the quarter ended Dec 2016. The increase in profit was mainly due to contribution from lending and asset management units.
- Tata Steel reported five-times increase in net profit to Rs. 12.94 billion in the quarter ended Dec 2017 as compared with Rs. 2.43 billion in the quarter ended Dec 2016. Company's consolidated revenue from operations grew 15% to Rs. 334.4 billion as against Rs. 290.2 billion in Dec 2016.

FII Derivative Trade Statistics			
	09-Feb		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3743.75	3499.40	18764.48
Index Options	125660.77	123639.09	81683.92
Stock Futures	11636.11	10333.70	77853.92
Stock Options	7346.05	7240.91	7689.00
Total	148386.68	144713.10	185991.32

Derivative Statistics- Nifty Options			
	09-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.09	1.09	0.00
Put Call Ratio(Vol)	0.93	0.91	0.02

Debt Watch				
	09-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.89%	5.92%	5.87%	6.08%
CBLO	5.90%	4.59%	5.84%	6.16%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.33%	6.33%	6.09%	6.13%
364 Day T-Bill	6.54%	6.60%	6.10%	6.26%
10 Year Gilt	7.49%	7.56%	7.16%	6.86%
G-Sec Vol. (Rs.Cr)	46487	29446	34213	53576
1 Month CP Rate	6.85%	6.94%	6.84%	6.88%
3 Month CP Rate	7.79%	7.76%	7.34%	7.16%
5 Year Corp Bond	7.84%	7.92%	7.68%	7.39%
1 Month CD Rate	6.25%	6.23%	6.25%	6.34%
3 Month CD Rate	7.24%	7.25%	6.78%	6.54%
1 Year CD Rate	7.50%	7.55%	7.10%	6.68%

Currency Market			
Currency	09-Feb	Prev_Day	Change
USD/INR	64.37	64.16	0.21
GBP/INR	89.71	89.19	0.52
EURO/INR	78.89	78.75	0.14
JPY/INR	0.59	0.59	0.01

Commodity Prices				
Commodity	09-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	59.18	65.48	62.87	52.94
Brent Crude(\$/bl)	62.98	67.13	69.90	53.32
Gold(\$/oz)	1317	1333	1313	1231
Gold(Rs./10 gm)	30007	30452	29499	29366

Source: ICRON Research

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Derivatives Market

- Nifty Feb 2018 Futures were at 10,469.7 points, a premium of 14.75 points above the spot closing of 10,454.95. The turnover on NSE's Futures and Options segment went down from Rs. 14,26,958.16 crore on Feb 8 to Rs. 5,28,108.82 crore on Feb 9.
- The Put-Call ratio stood at 0.81 against previous session's close of 0.79.
- The Nifty Put-Call ratio remained unchanged at 1.09 against previous session's close.
- India VIX moved up 8.20% to 19.2300 from 17.7725 in the previous trading session.
- Open interest on Nifty Futures stood at 26.21 million as against the previous session's close of 24.69 million.

Indian Debt Market

- Bond yields rose as market participants remained cautious ahead of the consumer inflation data and on a possibility of another weekly government auction next week.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 2 bps to close at 7.49% as against previous session's close of 7.47%. During the session, bond yields traded in the range of 7.4% and 7.52%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,530 crore (gross) on Feb 9 compared with Rs. 2,500 crore on Feb 8. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 4,101 crore on Feb 8.
- Banks did not borrow under the central bank's Marginal Standing Facility on Feb 8 as against Rs. 1,650 crore borrowed on Feb 7.

Currency Market Update

- The Indian rupee fell against the U.S. dollar following losses in the domestic equity market. However, continuous decline in global crude oil prices limited further losses in the rupee.
- Euro recovered marginally against the U.S. dollar after falling in the last two days amid political uncertainty in Germany and after U.S. congressional leaders agreed on a two-year budget deal to raise government spending by almost \$300 billion.

Commodity Market Update

- Gold prices moved down following another U.S. government shutdown.
- Brent crude prices fell after data from the U.S. Energy Information Administration (EIA) indicated U.S. domestic crude production hit a record of 10.25 million barrels per day (bpd) for the week to Feb 2.

International News

- Data from the Office for National Statistics showed that U.K. industrial production fell 1.3% on a monthly basis in Dec 2017 as compared with 0.3% growth in Nov 2017. On a yearly basis, industrial production stood steady in Dec after rising 2.6% in Nov.
- According to a report from the National Bureau of Statistics, China's consumer and producer price inflation slowed in Jan 2018. Consumer price inflation slowed to 1.5% YoY increase in Jan from 1.8% rose in Dec 2017. Producer prices rose 4.3% YoY, weaker than Dec's 4.9% increase.



Thank you for
your time.