

RELIANCE

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# Markets for You

15 Feb 2018

**Indices Performance**

Global Indices	14-Feb	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	24,893	24,640	253	1.03
Nasdaq	7,144	7,014	130	1.86
FTSE	7,214	7,168	46	0.64
Nikkei	21,154	21,245	-91	-0.43
Hang Seng	30,516	29,840	676	2.27
Indian Indices	14-Feb	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	34,156	34,300	-145	-0.42
Nifty 50	10,501	10,540	-39	-0.37
Nifty 100	10,908	10,945	-37	-0.34
Nifty Bank	25,341	25,702	-360	-1.40
SGX Nifty	10,488	10,518	-30	-0.29
S&P BSE Power	2,258	2,274	-15	-0.68
S&P BSE Small Cap	18,493	18,463	29	0.16
S&P BSE HC	14,417	14,517	-100	-0.69

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
14-Feb	24.27	1.15	25.37	1.08
Month Ago	25.66	1.11	27.28	1.06
Year Ago	21.49	1.45	23.05	1.26

**Nifty 50 Top 3 Gainers**

Company	14-Feb	Prev_Day	% Change <sup>#</sup>
Tech Mahindra	612	590	3.58
Indiabulls HFC	1348	1315	2.54
Bharti Airtel	435	424	2.45

**Nifty 50 Top 3 Losers**

Company	14-Feb	Prev_Day	% Change <sup>#</sup>
Yes Bank	320	335	-4.49
SBI	276	289	-4.35
Axis Bank	544	564	-3.60

**Advance Decline Ratio**

	BSE	NSE
Advances	1368	848
Declines	1470	959
Unchanged	126	49

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-879	7671
MF Flows**	826	13634

\*14<sup>th</sup> Feb 2018; \*\*12<sup>th</sup> Feb 2018

**Economic Indicator**

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.58% (Dec-17)	3.14% (Sep-17)	2.10% (Dec-16)
IIP	7.10% (Dec-17)	4.10% (Sep-17)	1.90% (Dec-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 traded in mixed ahead of the Lunar New Year holidays in China and upcoming U.S inflation data which will provide further cues on Federal Reserve's future rate hike stance. Japanese market moved down on stronger yen and after data showed that the country's GDP grew at a slower than expected 0.5% annual pace in the fourth quarter. Today (As of Feb 15), Asian markets opened higher amid strong lead from Wall Street's last session. Nikkei and Hang seng grew 1.63% and 1.05%, respectively (as at 8.a.m. IST).
- As per the last close, European market ended higher amid strong GDP data for Germany and the Eurozone in 2017 and strong corporate results by some of the majors. However, stronger than expected U.S. inflation data for Jan 2018 capped the gains.
- As per the last close, U.S markets ended almost higher as gains in banking and technology stocks boosted the indices. However, gains were capped amid stronger than expected inflation data and weak retail sales data for Jan 2018.

**Indian Equity Market**

- Indian equity markets dipped, dragged by banking stocks, which witnessed selling pressure after a major state-owned bank detected some fraudulent and unauthorised transactions worth about Rs 1.13 trillion (\$1,771.69 million) at one of its branches in Mumbai. Weak cues from Wall Street amid inflationary pressure too dented investor sentiments.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.42% and 0.32% to close at 34,155.95 and 10,500.90, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap rose 0.17% and 0.16%, respectively.
- On the BSE sectoral front, majority of the indices closed in the red. S&P BSE Bankex was the major loser, down 1.62%, followed by S&P BSE Healthcare and S&P BSE Power, which slipped 0.69% and 0.68%, respectively. S&P BSE Finance and S&P BSE Utilities fell 0.62% and 0.54%, respectively. S&P BSE Energy was the top gainer, up 0.78%, followed by S&P BSE Telecom and S&P BSE Industrials, which rose 0.68% and 0.45%, respectively.

**Domestic News**

- The government announced that goods and service tax (GST) will not be charged on the cost of food served to patients by hospitals as advised by doctors. However, patients not admitted will have to pay tax on the total value of food served by the hospital. The revenue department also clarified that no GST would be levied on services provided by senior doctors/ consultants/ technicians hired by the hospitals as these are covered under healthcare services.
- The Securities and Exchange Board of India (SEBI) is set to crack down on companies whose financial statements have either been falsified or incorrect business records have been approved by auditors. It is mandatory under law to report to the government and report any fraud they come across while auditing the books of accounts of companies.
- Bharat Heavy Electricals Limited has received an order from NTPC Ltd. The order worth Rs. 560 crore is for the supply and installation of the flue gas desulphurisation system for 2x490 MW National Capital Power Station at Dadri in Uttar Pradesh.
- Indian Overseas Bank announced that its net loss widened to Rs. 971.17 crore during the third quarter of FY18 as against a loss of Rs. 554.44 crore on a YoY basis. The decline reflects bad loans ratio that remained more than 20%.
- According to the media reports, Punjab National Bank announced that it had detected "fraudulent and unauthorised" transactions worth about \$1.77 billion at one of its branches in Mumbai. The bank did not name the people involved. However, it stated that it had reported the deals to law enforcement agencies.
- Sun Pharmaceuticals posted consolidated net profit of Rs. 365.39 crore for the quarter ended Dec 2017, down 75.17% YoY from Rs 1,471.82 crore. Total comprehensive losses for the company came in at Rs. 503.23 crore as against Rs. 1,523.69 crore in the year-ago quarter.

FII Derivative Trade Statistics		14-Feb	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1338.27	2819.39	21674.60
Index Options	47883.09	48642.60	83876.59
Stock Futures	9271.56	9233.94	79056.11
Stock Options	8346.42	8342.92	8435.34
Total	66839.34	69038.85	193042.64

Derivative Statistics- Nifty Options			
	14-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.09	1.11	-0.02
Put Call Ratio(Vol)	0.93	0.85	0.08

Debt Watch				
	14-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.98%	5.88%	5.91%	6.02%
CBLO	6.04%	5.90%	5.87%	6.13%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.36%	6.40%	6.29%	6.22%
364 Day T-Bill	6.58%	6.58%	6.30%	6.15%
10 Year Gilt	7.49%	7.53%	7.28%	6.87%
G-Sec Vol. (Rs.Cr)	38319	38287	27029	35171
1 Month CP Rate	6.88%	6.88%	6.87%	6.75%
3 Month CP Rate	7.90%	7.79%	7.38%	7.08%
5 Year Corp Bond	7.83%	7.86%	7.74%	7.37%
1 Month CD Rate	6.22%	6.25%	6.25%	6.23%
3 Month CD Rate	7.22%	7.24%	6.86%	6.45%
1 Year CD Rate	7.48%	7.52%	7.13%	6.63%

Currency Market			
Currency	14-Feb	Prev_Day	Change
USD/INR	64.13	64.28	-0.16
GBP/INR	89.17	89.02	0.15
EURO/INR	79.39	78.93	0.45
JPY/INR	0.60	0.59	0.01

Commodity Prices				
Commodity	14-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	60.68	61.89	64.17	53.16
Brent Crude(\$/bl)	61.88	65.48	70.46	54.75
Gold( \$/oz)	1351	1318	1338	1228
Gold(Rs./10 gm)	30200	30182	29838	29112

Source: ICRON Research

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

#### Derivatives Market

- Nifty Feb 2018 Futures were at 10495.20 points, a discount of 5.70 points below the spot closing of 10,500.90. The turnover on NSE's Futures and Options segment went up from Rs. 4,41,659.86 crore on Feb 12 to Rs. 78,69,372 crore on Feb 14.
- The Put-Call ratio stood at 0.78 against previous session's close of 0.74.
- The Nifty Put-Call ratio stood at 1.09 against previous session's close of 0.99.
- Open interest on Nifty Futures stood at 27.41 million as against the previous session's close of 27.49 million.

#### Indian Debt Market

- Bond yields remained almost unchanged as investors deferred purchases amid a lack of fresh triggers.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 1 bps to close at 7.49% as against previous session's close of 7.50%. During the session, bond yields traded in the range of 7.44% and 7.51%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 21,929 crore (gross) on Feb 14 compared with Rs. 3,630 crore on Feb 12. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 6,697 crore on Feb 12.
- Banks borrowed Rs. 2,046 crore under the central bank's Marginal Standing Facility on Feb 12 as against borrowing of Rs. 20 crore on Feb 9.

#### Currency Market Update

- The Indian rupee rose against the greenback as the latter remained under pressure ahead of the release of the U.S. inflation data due Feb 14. The rupee rose 0.34% to close at 64.09 per dollar from the previous close of 64.31.
- Euro fell sharply against the greenback after data showed that U.S. consumer prices rose more than expected in Jan 2018. Euro was trading at \$1.2290, down 0.49% compared with the previous close of \$1.2350.

#### Commodity Market Update

- Gold prices remained steady ahead of the U.S. inflation data which may provide further cues on Federal Reserve's policy stance.
- Brent crude prices gained after the Energy Minister from Saudi Arabia stated that crude output in Mar 2018 will be 100,000 barrels per day (bpd) below its Feb 2018 level.

#### International News

- According to Eurostat, gross domestic product (GDP) rose as previously estimated by 0.6% in the Dec quarter of 2017, in line with expectations and slower than 0.7% increase in the Sep quarter of 2017. On a yearly basis, GDP growth slowed to 2.7% from 2.8% in the preceding period.
- Data from Destatis showed Germany's GDP grew 0.6% QoQ in the Dec quarter of 2017, in line with expectations and slower than the revised 0.7% increase in the Sep quarter of 2017. The growth came on the back of improved foreign demand.
- According to a report from Destatis, Germany's consumer price inflation came in line with preliminary expectations and stood at 1.6% YoY in Jan 2018, down from 1.7% in Dec 2017. Consumer prices fell 0.7% in Jan MoM as against 0.6% increase in Dec.



Thank you for  
your time.