

RELIANCE

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FUND

Markets for You

16 Feb 2018

Indices Performance

Global Indices	15-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,200	24,893	307	1.23
Nasdaq	7,256	7,144	113	1.58
FTSE	7,235	7,214	21	0.29
Nikkei	21,465	21,154	311	1.47
Hang Seng	31,115	30,516	600	1.97
Indian Indices	15-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	34,297	34,156	142	0.41
Nifty 50	10,546	10,501	45	0.42
Nifty 100	10,932	10,908	24	0.22
Nifty Bank	25,424	25,341	83	0.33
SGX Nifty	10,583	10,488	96	0.91
S&P BSE Power	2,246	2,258	-13	-0.56
S&P BSE Small Cap	18,258	18,493	-235	-1.27
S&P BSE HC	14,350	14,417	-67	-0.47

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
15-Feb	24.45	1.14	25.45	1.07
Month Ago	25.84	1.10	27.06	1.06
Year Ago	21.35	1.46	22.84	1.27

Nifty 50 Top 3 Gainers

Company	15-Feb	Prev_Day	% Change [#]
Hindalco	252	243	3.39
BPCL	475	460	3.25
ICICI Bank	329	319	3.04

Nifty 50 Top 3 Losers

Company	15-Feb	Prev_Day	% Change [#]
Indiabulls HFC	1312	1348	-2.66
Hero Moto	3527	3596	-1.91
Cipla	606	616	-1.67

Advance Decline Ratio

	BSE	NSE
Advances	908	483
Declines	1923	1313
Unchanged	130	44

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-599	7072
MF Flows**	-139	14375

*15th Feb 2018; **14th Feb 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	2.84%	3.68%	4.26%
	(Jan-18)	(Oct-17)	(Jan-17)
IIP	7.10%	4.10%	1.90%
	(Dec-17)	(Sep-17)	(Dec-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

- Most of the Asian markets ended in the green amid mixed economic data from U.S. raising uncertainty about the Federal Reserve's policy stance. Improved Japanese data further helped sentiments as Japan's industrial production grew more than initially estimated in Dec 2017. However, trading activity remained thin across the region as some of the markets were closed for public holidays. Today (As of Feb 16), Asian markets opened higher following rise on the Wall Street overnight. While Nikkei was trading higher 1.26%, Hang Seng remained closed on account of Lunar New Year holiday (8 a.m. IST).
- As per the last close, European market rose initially but pared gains at the end. Automakers prices rose following the release of car registrations data. Market participants shrugged off larger than expected rise in U.S. inflation that may result in faster interest rate hikes by the U.S. Federal Reserve.
- As per the last close, U.S market rose notably despite further indications of rise in inflation that may result in faster interest rate hikes by the U.S. Federal Reserve.

Indian Equity Market

- Indian equity markets managed to close in the green following positive cues from the Asian markets. Overnight gains in the Wall Street, with investors shrugging off speculation over faster than expected interest rate hike by U.S. Federal Reserve, contributed to the buying interest in the Asian counterparts, including Indian markets.
- Key benchmark indices S&P BSE Sensex and Nifty 50 rose 0.41% and 0.42% to close at 34,297.47 and 10,545.50, respectively. Broader indices remained weak with S&P BSE Mid-Cap and S&P BSE Small-Cap falling 0.46% and 1.27%, respectively.
- The overall market breadth on BSE was weak with 1,923 scrips declining and 908 scrips advancing. A total of 130 scrips remained unchanged.
- On the BSE sectoral front, barring S&P BSE Consumer Durables, all the indices closed in the green. S&P BSE Metal was the top gainer, up 1.78%, followed by S&P BSE IT and S&P BSE Teck, which rose 1.30% and 1.10%, respectively. S&P BSE Bankex and S&P BSE Basic Materials went up 1.04% and 0.99% respectively.

Domestic News

- Chairman of Goods and Services Tax Network (GSTN) announced that it will try to ensure that stakeholders become completely familiar with the technology system before the e-way bill system is re-introduced. Post conducting pilot for over a fortnight, the e-way bill system was launched by GSTN on Feb 1, 2018. However, its implementation had to be postponed as it faced technical glitches.
- India's Wholesale Price Index (WPI) based inflation eased to a six-month low of 2.84 % in Jan owing to cheaper food articles even as vegetable prices continued to rise. The wholesale price-based inflation eased from 3.58% in Dec 2017 and 4.26% in Jan 2017. The inflation on food articles slowed to 3.00 % in Jan 2018, from 4.72 % in Dec 2017.
- The Reserve Bank of India has stated that it is ready to inject more liquidity in the economy during end of Mar 2018, if required, as the liquidity situation moves from surplus to neutral going ahead. The central bank would be taking such action to address any additional demand for liquidity because of increase in currency in circulation and advance tax payments by corporates and to provide flexibility to the banking system.
- Sun Pharmaceutical's net profit dropped 75% YoY to Rs. 365 crore for the Dec 2017 quarter due to fall in US sales. The US market contributes nearly 40% of Sun Pharma's revenues. Income from operations fell 16% YoY during the same period to Rs. 6,653 crore.
- According to media reports, JSW Steel, a major steel producer, plans to raise \$1.5 billion, through overseas borrowings as it looks to buy stressed assets in the industry. The company is in discussions with investment bankers on whether to go for dollar-denominated bonds or syndicated loans, or a combination of both.
- Godrej Appliances won Energy Efficiency Services Limited (EESL)'s contract to supply, install and commission 52,000 Super-Efficient Green Inverter AC for government and railway establishments. The contract is worth Rs. 207 crore.

FII Derivative Trade Statistics		15-Feb		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2810.09	1770.68	21641.97	
Index Options	74563.81	72830.69	86198.89	
Stock Futures	9258.02	9159.95	79525.98	
Stock Options	8978.33	8920.75	8603.46	
Total	95610.25	92682.07	195970.30	

Derivative Statistics- Nifty Options			
	15-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.13	1.09	0.04
Put Call Ratio(Vol)	0.96	0.93	0.03

Debt Watch				
	15-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.95%	5.90%	5.91%	5.98%
CBLO	6.02%	5.91%	5.92%	6.09%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.32%	6.34%	6.32%	6.19%
364 Day T-Bill	6.56%	6.55%	5.75%	6.25%
10 Year Gilt	7.57%	7.47%	7.27%	6.86%
G-Sec Vol. (Rs.Cr)	25720	50448	26753	29158
1 Month CP Rate	6.89%	6.89%	6.88%	6.76%
3 Month CP Rate	7.90%	7.79%	7.39%	7.08%
5 Year Corp Bond	7.85%	7.87%	7.74%	7.35%
1 Month CD Rate	6.22%	6.24%	6.23%	6.19%
3 Month CD Rate	7.23%	7.24%	6.89%	6.41%
1 Year CD Rate	7.49%	7.52%	7.15%	6.61%

Currency Market			
Currency	15-Feb	Prev_Day	Change
USD/INR	63.92	64.13	-0.20
GBP/INR	89.55	89.17	0.38
EURO/INR	79.68	79.39	0.29
JPY/INR	0.60	0.60	0.00

Commodity Prices				
Commodity	15-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	61.46	61.28	64.17	53.06
Brent Crude(\$/bl)	62.10	64.20	71.13	54.21
Gold(\$/oz)	1353	1319	1340	1233
Gold(Rs./10 gm)	30542	29881	29838	29042

Source: ICRON Research

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Derivatives Market

- Nifty Feb 2018 Futures were at 10,551.20 points, a premium of 5.70 points above the spot closing of 10,545.50. The turnover on NSE's Futures and Options segment went up from Rs. 7,10,778.64 crore on Feb 14 to Rs. 14,98,474.07 crore on Feb 15.
- The Put-Call ratio stood at 0.82 against previous session's close of 0.78.
- The Nifty Put-Call ratio stood at 1.13 against previous session's close of 1.09.
- Open interest on Nifty Futures stood at 27.18 million as against the previous session's close of 27.41 million.

Indian Debt Market

- Bond yields surged following rise in the U.S. treasury yields and international crude oil prices.
- Yield on the 10-year benchmark paper (7.17% GS 2028) jumped 8 bps to close at 7.57% as against previous session's close of 7.49%. During the session, bond yields traded in the range of 7.55% and 7.61%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 5,719 crore (gross) on Feb 15 compared with Rs. 21,929 crore on Feb 14. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 5,009 crore on Feb 14.
- Banks borrowed Rs. 2,967 crore under the central bank's Marginal Standing Facility on Feb 14 as against borrowing of Rs. 2,046 crore on Feb 12.

Currency Market Update

- The Indian rupee rose against the greenback following gains in the domestic equity market. The rupee rose 0.28% to close at 63.91 per dollar from the previous close of 64.09.
- Euro rose against the greenback as market participants remained concerned over U.S. budget deficit and current account deficits amid a government spending splurge and large corporate tax cuts. Euro was trading at \$1.2468, up 0.16% compared with the previous close of \$1.2448.

Commodity Market Update

- Gold prices gained following weaker dollar raised uncertainty about the U.S. Federal Reserve's policy stance.
- Brent crude prices gained after Saudi Arabian energy minister stated that the country will remain committed with its policy to withhold production throughout 2018.

International News

- A report from the Labor department showed that U.S. consumer price index came in higher than market expectations in Jan 2018. U.S. consumer price index grew 0.5% in Jan as against a revised gain of 0.2% (0.1% gain originally reported) in Dec 2017. The bigger than expected increase was partly due to an increase in energy prices that grew 3.0% in Jan as against a decline of 0.2% in Dec. Core consumer prices (excluding food and energy prices) grew 0.3% in Jan as against a gain of 0.2% in Dec.
- According to a report from the Commerce department, U.S. retail sales missed market expectations and fell 0.3% in Jan 2018 as against revised unchanged retail sales (0.4% gain originally reported) in Dec 2017. The unexpected decline reflects steep drop in sales by motor vehicle and parts dealers that fell 1.3% in Jan as against a decline of 0.1% in Dec.

Thank you for
your time.