

RELIANCE

MUTUAL
FUND

Markets for You

21 Feb 2018

Indices Performance

Global Indices	20-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,965	Closed	NA	NA
Nasdaq	7,234	Closed	NA	NA
FTSE	7,247	7,248	-1	-0.01
Nikkei	21,925	22,149	-224	-1.01
Hang Seng	30,874	Closed	NA	NA
Indian Indices	20-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	33,704	33,775	-71	-0.21
Nifty 50	10,360	10,378	-18	-0.17
Nifty 100	10,740	10,748	-8	-0.08
Nifty Bank	24,874	25,059	-184	-0.73
SGX Nifty	10,355	10,387	-32	-0.30
S&P BSE Power	2,214	2,207	7	0.31
S&P BSE Small Cap	17,831	17,857	-26	-0.15
S&P BSE HC	14,075	14,111	-36	-0.26

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
20-Feb	23.34	1.18	25.09	1.09
Month Ago	26.06	1.08	27.44	1.04
Year Ago	21.83	1.43	23.19	1.24

Nifty 50 Top 3 Gainers

Company	20-Feb	Prev_Day	% Change [#]
Vedanta Limited	329	320	2.61
Ambuja Cem	264	258	2.39
Coal India	310	305	1.64

Nifty 50 Top 3 Losers

Company	20-Feb	Prev_Day	% Change [#]
M&M	709	725	-2.16
Axis Bank	532	541	-1.64
Aurobindo Pharma	575	583	-1.40

Advance Decline Ratio

	BSE	NSE
Advances	1243	792
Declines	1513	965
Unchanged	144	75

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1157	8094
MF Flows**	-139	14375

*20th Feb 2018; **14th 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 closed in the red amid thin trading volume in China and Taiwan, which remained closed for the Lunar New Year holidays. In absence of any major cues from Wall Street, investors remained cautious ahead of the minutes of the Federal Reserve's latest policy meeting and a slew of speeches by Fed officials, scheduled during this week to assess the outlook for rate tightening. Today (As of Feb 21), Asian markets opened relatively subdued taking a lead from the Wall Street overnight. Both Nikkei and Hang Seng were trading higher 0.35% and 0.52%, respectively (as at 8 a.m. IST).

• As per the last close, European market mostly closed higher on better than expected corporate results for the Dec quarter of 2017.

• As per the last close, U.S market fell on concerns of rise in interest rates and after a U.S. retail giant saw sharp decline in share prices. Retail giant posted its worst fall since Jan 1988.

Indian Equity Market

• Indian equity markets closed in the red amid losses in bank stocks as worries intensified about fallout from a \$1.77 billion fraud at a public-sector bank. Also, weakness in Asian markets as investors awaited for the minutes of the latest U.S. Federal Reserve meeting for clues on the U.S. rate outlook weighed on the market sentiment.

• Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.21% and 0.17% to close at 33,703.59 and 10,360.40, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 0.06% and 0.15%, respectively.

• The overall market breadth on BSE was weak with 1,513 scrips declining and 1,243 scrips advancing. A total of 144 scrips remained unchanged.

• On the BSE sectoral front, S&P BSE Realty was the top loser and was down 0.64%, followed by S&P BSE Bankex (-0.61%), S&P BSE Finance (-0.43%), S&P BSE Capital Goods (-0.30%) and S&P BSE Auto (-0.27%). Among the gainers, S&P BSE Consumer Durables was the top gainer, up 1.66%, followed by S&P BSE Metal and S&P BSE Telecom, which rose 1.19% and 0.77%, respectively. S&P BSE Basic Materials and S&P BSE Teck rose 0.63% and 0.45%, respectively.

Domestic News

• The Union Cabinet approved six projects for a cost of Rs. 11,661 crore for laying new railway lines as well as for electrification of tracks. The projects would encompass 881 km of lines in Uttar Pradesh, Madhya Pradesh, Bihar and Odisha. The project is expected to generate 200 lakh person days of employment in the four states. The project is most likely to be completed by 2022-2023.

• According to the chief of Export Promotion Council for Handicrafts (EPCH), exports of handicrafts are likely to get impacted due to subdued demand in global markets and problems associated with refund of goods and services tax (GST). The EPCH chief in this regard urged the government to immediately start the refund of taxes as exporters of handicrafts are facing liquidity crunch. The EPCH chief expressed concerns that the government has not fixed any timeline for the refund.

• The Union Cabinet gave its approval to introduce the Chit Funds (Amendment) Bill, 2018 in Parliament. The objective of the move is to help bring about orderly growth of the chit funds sector by eliminating bottlenecks faced by the industry and provide more financial products to investors.

• The Union Cabinet approved the methodology for auctioning coal mines to private companies. The objective of the move is to open coal mining for private players, both Indian and foreign. The move is expected to boost competition that would help improve efficiency for all the players. The quality of the coal is also expected to improve which would help subsequently bring down imports.

• According to the media reports, HDFC has begun discussions for a possible acquisition of Apollo Munich Health Insurance. This comes after HDFC, India's largest mortgage company raised capital to pursue an inorganic growth strategy.

• Ambuja Cements posted standalone profit of Rs. 338 crore, up 89% YoY for the quarter ended Dec 2017 from Rs. 179 crore in the year-ago period. The significant increase reflects robust cement demand as impact of cash ban and goods and service tax faded.

FII Derivative Trade Statistics		20-Feb		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	3742.16	4895.17	21841.62	
Index Options	104603.86	106764.23	85333.38	
Stock Futures	20424.22	20015.99	76764.75	
Stock Options	10088.90	10081.38	8297.96	
Total	138859.14	141756.77	192237.71	

Derivative Statistics- Nifty Options			
	20-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.10	1.07	0.04
Put Call Ratio(Vol)	0.92	0.78	0.14

Debt Watch				
	20-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.96%	6.00%	5.93%	5.98%
CBLO	5.98%	5.93%	4.61%	5.87%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.31%	6.35%	6.36%	6.20%
364 Day T-Bill	6.55%	6.54%	6.48%	6.24%
10 Year Gilt	7.67%	7.50%	7.29%	6.90%
G-Sec Vol. (Rs.Cr)	17498	33836	35926	25672
1 Month CP Rate	6.91%	6.89%	6.89%	6.74%
3 Month CP Rate	7.88%	7.78%	7.58%	7.08%
5 Year Corp Bond	7.89%	7.85%	7.79%	7.38%
1 Month CD Rate	6.24%	6.26%	6.23%	6.18%
3 Month CD Rate	7.23%	7.23%	7.03%	6.39%
1 Year CD Rate	7.48%	7.50%	7.36%	6.61%

Currency Market			
Currency	20-Feb	Prev_Day	Change
USD/INR	64.53	Closed	Closed
GBP/INR	90.13	Closed	Closed
EURO/INR	79.86	Closed	Closed
JPY/INR	0.60	Closed	Closed

Commodity Prices				
Commodity	20-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	61.89	59.39	63.33	53.36
Brent Crude(\$/bl)	63.92	62.14	68.71	54.79
Gold(\$/oz)	1329	1323	1331	1238
Gold(Rs./10 gm)	30567	30063	29958	29289

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 10343.75, a discount of 16.65 points below the spot closing of 10,360.40. The turnover on NSE's Futures and Options segment went down from Rs. 8,68,372.26 crore on Feb 19 to Rs. 8,65,704.53 crore on Feb 20.
- The Put-Call ratio stood at 0.85 against previous session's close of 0.75.
- The Nifty Put-Call ratio stood at 1.10 against previous session's close of 1.07.
- Open interest on Nifty Futures stood at 27.92 million as against the previous session's close of 27.52 million.

Indian Debt Market

- Bond yields rose as banks continued to sell domestic papers amid higher U.S. Treasury yields. Fresh supply of papers through an auction of state government debt also weighed on investor's sentiment.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 9 bps to close at 7.67% as against previous session's close of 7.58%. During the session, bond yields traded in the range of 7.60% and 7.70%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 5,825 crore (gross) on Feb 20 compared with Rs. 4,055 crore on Feb 16. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 27,066 crore on Feb 16.
- Banks borrowed Rs. 453 crore under the central bank's Marginal Standing Facility on Feb 16 as against no borrowing on Feb 15.

Currency Market Update

- The Indian rupee weakened amid reports that India may consider tightening approvals for firms borrowing funds offshore. The rupee fell 0.90% to close at 64.79 per dollar from the previous close of 64.21 per dollar.
- The euro weakened against the greenback amid decline in eurozone's economic sentiment index for Feb 2018. Euro fell 0.52% and was trading at \$1.2342, down from the previous close of \$1.2407.

Commodity Market Update

- Gold prices traded lower ahead of the minutes of the Fed's latest policy meeting.
- Brent Crude prices traded lower, amid concerns that rising U.S. oil output could dampen OPEC's efforts to drain the market of excess supplies.

International News

- Survey results from the Mannheim-based think tank ZEW showed that Germany's economic confidence declined less-than-expected in Jan 2018. The ZEW Indicator of Economic Sentiment dropped to 17.8 points in Feb 2018 from 20.4 in Jan 2018. The score was above the expected level of 16.0. The current conditions index fell to 92.3 from 95.2 in the previous month. The economic sentiment index for the euro area dropped 2.5 points to 29.3 in Feb 2018.
- The Industrial Trends Survey from the Confederation of British Industry showed that British manufacturers expect output growth to ease over the next three months. The total order book balance came in at 10% in Feb 2018. The export order book balance also stood at 10%. In addition, a balance of 25% expect average selling prices to increase in the coming three months.



Thank you for
your time.