

RELIANCE

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Markets for You

22 Feb 2018

Indices Performance

Global Indices	21-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,798	24,965	-167	-0.67
Nasdaq	7,218	7,234	-16	-0.22
FTSE	7,282	7,247	35	0.48
Nikkei	21,971	21,925	46	0.21
Hang Seng	31,432	30,874	558	1.81
Indian Indices	21-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	33,845	33,704	141	0.42
Nifty 50	10,397	10,360	37	0.36
Nifty 100	10,766	10,740	26	0.24
Nifty Bank	24,937	24,874	62	0.25
SGX Nifty	10,426	10,355	71	0.68
S&P BSE Power	2,207	2,214	-7	-0.31
S&P BSE Small Cap	17,800	17,831	-31	-0.17
S&P BSE HC	13,907	14,075	-168	-1.20

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
21-Feb	23.44	1.17	25.18	1.09
Month Ago	26.06	1.08	27.44	1.04
Year Ago	21.90	1.43	23.27	1.24

Nifty 50 Top 3 Gainers

Company	21-Feb	Prev_Day	% Change [#]
HCL Tech	943	907	3.91
Tech Mahindra	595	574	3.66
TCS	3042	2945	3.31

Nifty 50 Top 3 Losers

Company	21-Feb	Prev_Day	% Change [#]
Sun Pharma	526	560	-6.03
Hindalco	241	249	-3.28
Bajaj Finance Limited	1596	1639	-2.58

Advance Decline Ratio

	BSE	NSE
Advances	1112	673
Declines	1624	1097
Unchanged	134	78

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-728	7366
MF Flows**	-139	14375

*21st Feb 2018; **14th Feb 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.58%	3.14%	2.10%
	(Dec-17)	(Sep-17)	(Dec-16)
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

- Asian markets remained mostly high despite ongoing speculation over faster pace of interest rate increases by the U.S. Federal Reserve. Japanese markets rose as weaker yen against U.S. dollar helped offset flash data from IHS Markit showing the country's manufacturing activity grew at a slightly slower pace in Feb. Today (As of Feb 21), Asian markets opened lower following decline on the Wall Street overnight. Both Nikkei and Hang Seng were trading down 1.39% and 1.52%, respectively (as at 8 a.m. IST).
- As per the last close, European market ended on a mixed note after hovering between gains and losses as market participants focused on more earnings reports and data release. However, gains neutralized due to some weak European economic data.
- As per the last close, U.S market fell following the minutes of the U.S. Federal Reserve's Jan 2018 meeting that indicated the central bank still plans to increase interest rates three times in 2018.

Indian Equity Market

- Indian equity markets closed in the green amid gains in the IT, banking, FMCG and oil and gas stocks. Recovery in Asian market coupled with fall in crude oil prices also boosted investors' sentiment. However, gains were capped as investors remained cautious ahead of the minutes from the latest meeting of the U.S. Federal Reserve due on Feb 21 and the expiry of derivative contracts for February series on Feb 22.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.42% and 0.36% to close at 33,844.86 and 10,397.45, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 0.05% and 0.17%, respectively.
- On the BSE sectoral front, S&P BSE Metal was the top loser and was down 1.27%, followed by S&P BSE Healthcare (-1.2%), S&P BSE Basic Materials (-0.87%), S&P BSE Realty (-0.79%) and S&P BSE Capital Goods (-0.58%). Among the gainers comprised, S&P BSE Information Technology was the top gainer, up 2.20%, followed by S&P BSE Teck and S&P BSE FMCG which rose 1.79% and 0.75%, respectively. S&P BSE Energy and S&P BSE Oil & Gas rose 0.67% and 0.42%, respectively.

Domestic News

- The Employees' Provident Fund Organisation (EPFO) has declared an interest rate of 8.55% for 2017-18. This is lower than 8.65% for 2016-17.
- Data from the Data of Industrial Policy & Promotion showed that foreign direct investment (FDI) in the country grew 0.27% to \$35.94 billion during the period from Apr to Dec of 2017. The FDI inflows were \$35.84 billion during the same period of the previous year. The major sectors which attracted FDI during the period are services (\$4.62 billion), telecommunications (\$6.14 billion), computer software and hardware (\$5.15 billion) and construction activities (\$2.54 billion). During the period under review, India received maximum investment from Mauritius to the tune of \$13.34 billion followed by Singapore (\$9.21 billion) and Netherlands (\$2.38 billion).
- Minutes of the latest monetary policy meeting held on Feb 7 showed that the policymakers were concerned about rising domestic inflationary pressures in the country. According to the Reserve Bank of India governor, the economic recovery of the country is at a nascent stage and hence underlined the importance of cautious approach at this juncture.
- Biocon announced that U.S. Food and Drug Administration has completed a pre-approval inspection of our manufacturing facility in Malaysia and issued a Form 483 with six observations. However, the company did not share the details of the observations made by the U.S. health regulator.
- Yes Bank announced that its capital-raising committee has approved issue of Rs 3,000 crore Basel III compliant tier 2 bonds. Yes Bank had received its shareholders' approval to raise up to Rs. 20,000 crore in debt instruments through various routes in one or more tranches in Jun 2017.
- Bharat Heavy Electricals Ltd (BHEL) announced that it has received a gas turbine-based captive power plant order worth Rs. 1,034 crore from Hindustan Petroleum Corporation. BHEL stated that this captive power plant is being set up to meet the power and steam required by HPCL for its planned refinery expansion from 8.33 to 15 MMTPA.

FII Derivative Trade Statistics		21-Feb		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	4690.08	6522.35	24102.18	
Index Options	118412.95	119952.93	86635.90	
Stock Futures	24570.73	23558.79	77718.02	
Stock Options	5432.04	5199.88	8004.78	
Total	153105.80	155233.95	196460.88	

Derivative Statistics- Nifty Options			
	21-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.18	1.10	0.07
Put Call Ratio(Vol)	1.01	0.92	0.09

Debt Watch				
	21-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.95%	5.98%	5.93%	5.98%
CBLO	5.96%	6.04%	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	6.32%	6.36%	6.36%	6.20%
364 Day T-Bill	6.61%	6.58%	6.48%	6.24%
10 Year Gilt	7.71%	7.49%	7.29%	6.90%
G-Sec Vol. (Rs.Cr)	12976	38319	35926	25672
1 Month CP Rate	6.90%	6.88%	6.89%	6.74%
3 Month CP Rate	7.89%	7.90%	7.58%	7.08%
5 Year Corp Bond	7.97%	7.83%	7.79%	7.38%
1 Month CD Rate	6.24%	6.22%	6.23%	6.18%
3 Month CD Rate	7.22%	7.22%	7.03%	6.39%
1 Year CD Rate	7.50%	7.48%	7.36%	6.61%

Currency Market			
Currency	21-Feb	Prev_Day	Change
USD/INR	64.82	64.53	0.29
GBP/INR	90.66	90.13	0.53
EURO/INR	79.94	79.86	0.09
JPY/INR	0.60	0.60	0.00

Commodity Prices				
Commodity	21-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	61.71	60.68	63.33	53.97
Brent Crude(\$/bl)	64.55	61.88	68.71	56.28
Gold(\$/oz)	1324	1351	1331	1236
Gold(Rs./10 gm)	30393	30200	29958	29171

Source: ICRON Research

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Derivatives Market

- Nifty Feb 2018 Futures were at 10392.9, a discount of -4.55 points below the spot closing of 10,397.45. The turnover on NSE's Futures and Options segment went up from Rs. 8,65,704.53 crore on Feb 20 to Rs. 9,27,429.87 crore on Feb 21.
- The Put-Call ratio stood at 0.85, unchanged from previous session's close.
- The Nifty Put-Call ratio stood at 1.18 against previous session's close of 1.10.
- Open interest on Nifty Futures stood at 28.10 million as against the previous session's close of 27.92 million.

Indian Debt Market

- Bond yields rose as investors fear that the minutes of the last Monetary Policy Committee meeting due after market hours will suggest a rate increase going ahead.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 4 bps to close at 7.71% as against previous session's close of 7.67%. During the session, bond yields traded in the range of 7.65% and 7.71%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,627 crore (gross) on Feb 21 compared with Rs. 5,825 crore on Feb 20. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 5,606 crore on Feb 20.
- Banks borrowed Rs. 785 crore under the central bank's Marginal Standing Facility on Feb 20 as against borrowing of Rs. 453 crore on Feb 16.

Currency Market Update

- The Indian rupee marginally strengthened against the U.S. dollar after state-run banks sold dollars likely on behalf of the Reserve Bank of India and some exporters. The rupee rose 0.05% to close at 64.76 per dollar from the previous close of 64.79 per dollar.
- The euro weakened against the greenback following more than expected fall in manufacturing and service purchasing managers' index in Feb 2018. Euro fell 0.22% and was trading at \$1.2309, down from the previous close of \$1.2336.

Commodity Market Update

- Gold prices inched down following stronger dollar and ahead of the minutes of Federal Open Market Committee (FOMC) policy meeting held in Jan 2018.
- Brent Crude prices traded lower ahead of the U.S. crude oil inventory data and on concerns over supply glut.

International News

- A report from the Office for National Statistics showed that U.K. ILO unemployment rate grew 0.1 percentage points to 4.4% in to the quarter ended Dec 2017 as against 4.8% YoY. The number of unemployed grew by 46,000 from the Sep 2017 quarter to 1.47 million in the Dec 2017 quarter. Meanwhile, the employment rate grew to 75.2% from 74.6% a year ago.
- A flash report from the IHS Markit showed that eurozone's composite output index fell to 57.5 in Feb 2018 from 58.8 in Jan 2018. Meanwhile, the services Purchasing Managers' Index came in at 56.7 in Feb, down from 58.0 in Jan. Similarly, the factory PMI fell to 58.5 in Feb from 59.6 in Jan..

Thank you for
your time.