

RELIANCE

MUTUAL
FUND

Markets for You

23 Feb 2018

Indices Performance

Global Indices	22-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,962	24,798	165	0.66
Nasdaq	7,210	7,218	-8	-0.11
FTSE	7,252	7,282	-29	-0.40
Nikkei	21,736	21,971	-234	-1.07
Hang Seng	30,966	31,432	-466	-1.48
Indian Indices	22-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	33,820	33,845	-25	-0.07
Nifty 50	10,383	10,397	-15	-0.14
Nifty 100	10,737	10,766	-28	-0.26
Nifty Bank	24,955	24,937	19	0.07
SGX Nifty	10,369	10,426	-57	-0.55
S&P BSE Power	2,182	2,207	-25	-1.11
S&P BSE Small Cap	17,724	17,800	-76	-0.43
S&P BSE HC	13,959	13,907	52	0.37

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
22-Feb	23.34	1.18	25.49	1.09
Month Ago	26.03	1.07	27.62	1.03
Year Ago	21.91	1.42	23.32	1.24

Nifty 50 Top 3 Gainers

Company	22-Feb	Prev_Day	% Change [#]
Sun Pharma	541	526	2.99
Aurobindo Pharma	587	571	2.78
Adani Ports & SEZ	404	396	2.12

Nifty 50 Top 3 Losers

Company	22-Feb	Prev_Day	% Change [#]
BPCL	427	448	-4.49
ONGC	186	190	-2.13
Dr.Reddy	2123	2166	-1.96

Advance Decline Ratio

	BSE	NSE
Advances	1010	577
Declines	1714	1184
Unchanged	160	77

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1221	6145
MF Flows**	1080	17158

*22nd Feb 2018; **20th Feb 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	2.84% (Jan-18)	3.68% (Oct-17)	4.26% (Jan-17)
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 stocks mostly traded in the red after minutes from the Federal Reserve's (Fed) Jan policy meeting indicated that the central bank plans to raise interest rates thrice in 2018. It has further hinted that the U.S. economy was strengthening, which has raised foreign fund outflow concerns. Negative cues from overnight U.S. markets further dented sentiment. Today (As of Feb 22), Asian markets opened higher following rise in crude oil prices in the last session and some positive lead from the Wall Street overnight. Both Nikkei and Hang Seng were trading up 0.25% and 0.88%, respectively (as at 8 a.m. IST).
- As per the last close, European market majorly closed in red after the release of the minutes of the U.S. Federal Reserve's Jan 2018 meeting led to pullback on the Wall Street on Wednesday. Moreover, weaker than expected German business confidence data, further hit the market.
- As per the last close, U.S market closed on a mixed note as risk appetite remained sluggish following the minutes of the U.S. Federal Reserve's Jan 2018 meeting on Wednesday that indicated the central bank still plans to increase interest rates three times in 2018.

Indian Equity Market

- Indian equity markets closed on a lower note amid inflation concerns. The minutes of the meeting of the Reserve Bank of India released on Feb 21 reflected concerns over rising inflation and also hinted at change in policy stance if those risks materialize. Also, weakness in Asian market after minutes from the U.S. Federal Reserve's Jan 2018 meeting showed that the central bank plans to raise interest rates three times in 2018 weighed on market sentiment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.07% and 0.14% to close at 33,819.50 and 10,382.70, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 0.54% and 0.43%, respectively.
- On the BSE sectoral front, S&P BSE Oil & Gas was the top loser and was down 1.46%, followed by S&P BSE Power (-1.11%), S&P BSE Energy (-0.98%), S&P BSE Telecom (-0.95%) and S&P BSE Consumer Durables (-0.93%). Among the gainers comprised, S&P BSE Realty was the top gainer, up 0.70%, followed by S&P BSE Information technology and S&P BSE Healthcare which rose 0.59% and 0.37%, respectively. S&P BSE Teck and S&P BSE Bankex rose 0.23% and 0.13%, respectively.

Domestic News

- According to a major global credit rating agency, the new norms introduced by the Reserve Bank of India (RBI) to deal with the issue of bad loans may weigh on the earnings of the banking sector in the near term. However, the rating agency added that RBI's new norms combined with planned recapitalization of state-run banks would help in the recovery of the banking sector. RBI's new framework focusses on quickly identifying and resolving bad loans.
- The ministry of corporate affairs has tightened norms for removal of independent directors. According to the new rules, independent directors that are appointed for a second term at corporates can be removed only by a special resolution passed by the shareholders. The ministry further added that such independent directors should be given "reasonable opportunity of being heard". The move comes amid concerns regarding the independence of independent directors in carrying out their activities and instances of removal of directors from the board of companies by the promoter entities.
- According to the Goods and Services Tax (GST) Network, 55 lakh GST returns were filed in Jan 2018. As per media reports, the number of returns is expected to go up later in the month as more businesses continue to file returns.
- Reliance Infrastructure announced that it has received contract worth Rs. 36.4 billion from Tamil Nadu Generation and Distribution Corporation Limited for work related to Uppur Thermal power project.
- Abbott India has registered 14.6% increase in sales to Rs 25.19 billion in Apr-Dec 2017.
- Qualcomm Technologies along with Microsoft have teamed up with leading retailers across the world to offer new "always connected" Windows 10 PCs powered by the Qualcomm Snapdragon Mobile PC Platform.

FII Derivative Trade Statistics		22-Feb		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	5230.98	4604.13	23701.91	
Index Options	104029.87	105443.78	86975.58	
Stock Futures	30900.13	29660.78	79471.38	
Stock Options	6105.99	6055.26	7814.53	
Total	146266.97	145763.95	197963.40	

Derivative Statistics- Nifty Options			
	22-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.12	1.18	-0.06
Put Call Ratio(Vol)	1.05	1.01	0.05

Debt Watch				
	22-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.94%	5.95%	5.92%	5.88%
CBLO	5.99%	6.02%	5.98%	5.77%
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%	6.32%	6.34%	6.10%
364 Day T-Bill	6.62%	6.56%	6.31%	6.22%
10 Year Gilt	7.75%	7.57%	7.26%	6.93%
G-Sec Vol. (Rs.Cr)	31124	25720	32334	26988
1 Month CP Rate	6.90%	6.89%	6.89%	6.74%
3 Month CP Rate	7.89%	7.90%	7.58%	7.08%
5 Year Corp Bond	7.99%	7.85%	7.76%	7.41%
1 Month CD Rate	6.25%	6.22%	6.23%	6.18%
3 Month CD Rate	7.26%	7.23%	7.15%	6.38%
1 Year CD Rate	7.52%	7.49%	7.41%	6.61%

Currency Market			
Currency	22-Feb	Prev_Day	Change
USD/INR	65.05	64.82	0.23
GBP/INR	90.41	90.66	-0.24
EURO/INR	79.83	79.94	-0.11
JPY/INR	0.61	0.60	0.00

Commodity Prices				
Commodity	22-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	62.69	61.46	63.61	53.56
Brent Crude(\$/bl)	65.96	62.10	69.56	54.84
Gold(\$/oz)	1331	1353	1334	1237
Gold(Rs./10 gm)	30384	30542	29965	29309

Source: ICRON Research

Disclaimer:

The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since Reliance Nippon Life Asset Management Company Limited (RNLAM) (formerly Reliance Capital Asset Management Limited) has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrive data; RNLAM does not in any manner assure the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect RNLAM's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor(s), the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor(s), the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Readers are requested to click here for ICRON disclaimer - <http://www.icraonline.com/legal/standard-disclaimer.html>

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

Derivatives Market

- Nifty Feb 2018 Futures settled at spot closing of 10,382.7 points. Nifty Mar 2018 Futures were at 10,389.1 points, a premium of 6.40 points, over the spot closing. The turnover on NSE's Futures and Options segment went down from Rs. 9,27,429.87 crore on Feb 21 to Rs. 51,651.57 crore on Feb 22.
- The Put-Call ratio stood at 0.58 against previous session's close of 0.85.
- The Nifty Put-Call ratio stood at 1.12 against previous session's close of 1.18.
- Open interest on Nifty Futures stood at 30.80 million as against the previous session's close of 28.10 million.

Indian Debt Market

- Bond yields rose as minutes of the latest Monetary Policy Committee meeting showed that members were concerned about rising inflation, thereby increasing the possibility of rate-hike in near term.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 4 bps to close at 7.75% as against previous session's close of 7.71%. During the session, bond yields traded in the range of 7.72% and 7.82%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,760 crore (gross) on Feb 22 compared with Rs. 3,627 crore on Feb 21. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 8,837 crore on Feb 21.
- Banks did not borrow under the central bank's Marginal Standing Facility on Feb 21 as against borrowing of Rs. 785 crore on Feb 20.

Currency Market Update

- The Indian rupee plunged against the U.S. dollar after the minutes of U.S. Federal Reserve's latest meeting showed inclination towards faster rate hikes this year amid hopes of stronger U.S. economic growth. The rupee fell 0.44% to close at 65.04 per dollar from the previous close of 64.76 per dollar.
- The euro rose against the dollar as the latter remained under pressure amid worries over U.S. fiscal deficit. Euro rose 0.39% and was trading at \$1.2330, up from the previous close of \$1.2282.

Commodity Market Update

- Gold prices traded higher after minutes of U.S. Federal Reserve's latest policy meeting showed that the central bank is on track to raise interest rates gradually over the course of the year.
- Brent Crude prices traded higher following an unexpected drop in U.S. crude oil inventories for the week to Feb 16.

International News

- According to the minutes of the U.S. Federal Reserve's (Fed) most recent meeting, the bank still plans to raise interest rates three times in 2018. The first of these modest rate hikes is expected to be done in Mar 2018. Fed had raised its projection for inflation from anemic levels in the recent meeting. Also, it had stated that core personal consumption expenditure index would notably increase faster in 2018 as against rate of 1.5% in Dec 2017.
- A report from the National Association of Realtors showed that U.S. existing home sales surprisingly fell 3.2% to an annual rate of 5.38 million in Jan 2018 as against downwardly revised 5.56 million (5.57 million originally reported) in Dec 2017. Meanwhile, the existing home sales were down by 4.8% YoY in Jan, thereby marking the biggest YoY decline since Aug 2014.

Thank you for
your time.