

RELIANCE

MUTUAL
FUND

Markets for You

04 Jan 2018

Indices Performance

Global Indices	03-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,923	24,824	99	0.40
Nasdaq	7,066	7,007	59	0.84
FTSE	7,671	7,648	23	0.30
Nikkei	Closed	Closed	NA	NA
Hang Seng	30,561	30,515	46	0.15
Indian Indices	03-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	33,793	33,812	-19	-0.06
Nifty 50	10,443	10,442	1	0.01
Nifty 100	10,910	10,899	11	0.10
Nifty Bank	25,319	25,338	-20	-0.08
SGX Nifty	10,479	10,484	-5	-0.05
S&P BSE Power	2,413	2,408	5	0.19
S&P BSE Small Cap	19,345	19,158	187	0.98
S&P BSE HC	14,674	14,703	-29	-0.20

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Jan	25.08	1.13	26.70	1.09
Month Ago	24.19	1.19	25.90	1.12
Year Ago	20.68	1.48	22.12	1.35

Nifty 50 Top 3 Gainers

Company	03-Jan	Prev_Day	% Change [#]
Adani Ports & SEZ	408	397	2.58
L&T Ltd.	1275	1250	2.04
ICICI Bank	315	310	1.71

Nifty 50 Top 3 Losers

Company	03-Jan	Prev_Day	% Change [#]
Dr.Reddy	2339	2409	-2.91
Wipro	310	319	-2.75
ONGC	193	197	-1.73

Advance Decline Ratio

	BSE	NSE
Advances	1889	1182
Declines	1004	605
Unchanged	110	64

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	619	1141
MF Flows**	1012	116555

*03rd Jan 2018; **21st Dec 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.93% (Nov-17)	3.24% (Aug-17)	1.82% (Nov16)
IIP	2.20% (Oct-17)	1.00% (Jul-17)	4.20% (Oct-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

- Most of the Asian markets ended on a positive note on the back of improved crude oil prices and optimism over global growth. Positive cues from overnight U.S. market further helped gains. Meanwhile, Japanese market continued to remain close since Dec 29. Today (As of Jan 04), Asian markets mostly opened higher tracking rise on the Wall Street overnight. Both Nikkei and Hang Seng were trading up 2.34% and 0.14%, respectively (8 a.m. IST).
- As per the last close, European market increased following positive opening on the Wall Street. Market received further boost after a major U.K. retailer increased its next year forecast. One of the Chip suppliers also showed strong performance.
- As per the last close, U.S market rose on optimism about the U.S. economic outlook. Further boost was provided after an ISM based report showed growth in U.S. manufacturing activity unexpectedly accelerated in Dec 2017. Construction spending also rose better than expected in Dec 2017.

Indian Equity Market

- Indian equity markets gave up all its intraday gains to close flat. The initial buying interest seen amid strong cues from Asian markets and upbeat manufacturing data for Dec 2017 was largely overshadowed by cautious stance ahead of key corporate results starting next week. Investors are waiting for corporate results from major IT companies, scheduled next week.
- Key benchmark indices S&P BSE Sensex and Nifty 50 closed flat at 33,793.38 and 10,443.20, respectively.
- On the BSE sectoral front, majority of the indices closed in the green. S&P BSE Capital Goods was the top gainer, up 1.49%, followed by S&P BSE Basic Materials and S&P BSE Metal, which rose 1.48% and 1.35%, respectively. S&P BSE Industrials and S&P BSE Consumer Durables went up 1.02% and 0.80%, respectively. Meanwhile, S&P BSE Auto was the major laggard, down 0.55%, followed by S&P BSE IT and S&P BSE Oil & Gas, which fell 0.32% and 0.26%, respectively.
- Among the 31-stock sensitive Sensex pack, Dr Reddy's Lab was the major loser, down 2.97%, followed by Wipro and ONGC, which slipped 2.73% and 1.65%, respectively.

Domestic News

- The Securities and Exchange Board of India (SEBI) has decided to give a renewed push to its earlier plan to split the role of an investment advisor and distributor. SEBI has proposed that entities and individuals registering as investment advisors will not be able to sell financial products. Also, SEBI stated that the non-banking finance companies and corporates registering as investment advisers will not be able to distribute financial products either directly or through holding or subsidiary company.
- The government has notified that manufacturers who have opted for composition scheme will now have to pay 1% Goods and Services Tax (GST) as against earlier tax of 2%. Also, the government has notified easier norms for traders who have opted for composition scheme.
- SEBI has directed credit ratings agencies (CRA) not to withdraw their ratings on instruments abruptly. However, CRAs can suspend ratings if they have rated an instrument for at least five years or 50% of its tenure. SEBI also said that CRAs will have to segregate their non-core activities into a separate legal entity to avoid any conflict of interest and CRAs have also been barred from holding more than 10% stake in a peer rating agency.
- Volkswagen's Indian arm has crossed production of 1.50 lakh vehicles in a year at its Pune facility. The company has rolled out 1,50,150 units of cars in 2017 as against 1,45,145 units produced in 2016. The increase was driven by sedan Vento that accounted for approximately half of the total production.
- According to media reports, GIC Re has provided reinsurance support to refinery and petrochemical plants of Reliance Industries at Jamnagar and Hazira of Gujarat. As per reports, the mega risk policy of Rs. 2 lakh crore is shared with 10 insurance companies. Reliance Industries has paid a premium of Rs. 625 crore.
- Greaves Cotton announced that it has entered into an agreement with Piaggio Vehicles India to develop new diesel and clean energy engines.

FII Derivative Trade Statistics		03-Jan		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1072.97	2103.23	13461.13	
Index Options	52735.82	51190.88	55446.47	
Stock Futures	9595.68	10011.29	68150.89	
Stock Options	6015.44	5997.29	3671.22	
Total	69419.91	69302.69	140729.71	

Derivative Statistics- Nifty Options			
	03-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.48	1.50	-0.02
Put Call Ratio(Vol)	1.07	1.01	0.06

Debt Watch				
	03-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.84%	5.96%	5.89%	6.00%
CBLO	5.75%	6.10%	5.84%	5.83%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.11%	6.18%	6.12%	6.05%
364 Day T-Bill	6.46%	6.39%	6.23%	6.19%
10 Year Gilt	7.32%	7.22%	7.06%	6.44%
G-Sec Vol. (Rs.Cr)	41316	45535	48027	104796
1 Month CP Rate	6.83%	6.85%	6.58%	6.60%
3 Month CP Rate	7.23%	7.01%	6.80%	6.79%
5 Year Corp Bond	7.69%	7.62%	7.44%	7.12%
1 Month CD Rate	6.22%	6.40%	6.05%	6.19%
3 Month CD Rate	6.60%	6.40%	6.25%	6.35%
1 Year CD Rate	7.04%	6.96%	6.61%	6.55%

Currency Market			
Currency	03-Jan	Prev_Day	Change
USD/INR	63.48	63.67	-0.19
GBP/INR	86.41	86.11	0.30
EURO/INR	76.54	76.59	-0.04
JPY/INR	0.57	0.57	0.00

Commodity Prices				
Commodity	03-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	61.56	59.62	58.30	52.31
Brent Crude(\$/bl)	68.24	66.37	65.36	54.89
Gold(\$/oz)	1313	1287	1280	1159
Gold(Rs./10 gm)	29434	29092	29176	27791

Source: ICRON Research

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Derivatives Market

- Nifty Jan 2018 Futures were at 10,469.40, a premium of 26.20 points above the spot closing of 10,443.20. The turnover on NSE's Futures and Options segment went up from Rs. 5,25,119.01 crore on Jan 2 to Rs. 5,74,381.93 crore on Jan 3.
- The Put-Call ratio stood at 0.84 against the previous session's close at 0.93.
- The Nifty Put-Call ratio stood at 1.48 against previous session's close of 1.50.
- Open interest on Nifty Futures stood at 24.36 million as against the previous session's close of 23.48 million.

Indian Debt Market

- Bond yields fell on value buying as market participants rejoiced after 10-year benchmark bond yield hit record high. Meanwhile, investors await auction of the new 10-year paper later this week.
- Yield on the 10-year benchmark paper (6.79% GS 2027) fell 6 bps to close at 7.32% from the previous close of 7.38%. During the session, bond yields traded in the range of 7.32% and 7.42%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,315 crore (gross) on Jan 3, 2018, compared with the borrowings of Rs. 3,490 similar on Jan 2. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 41,215 crore on Jan 2.
- Banks borrowed Rs. 600 crore under the central bank's Marginal Standing Facility on Jan 2 compared with borrowing of Rs. 1,705 crore on Jan 1.

Currency Market Update

- The Indian rupee inched down against the U.S. dollar following greenback purchases by banks. The rupee inched down 0.09% to close at 63.53 per dollar from the previous close of 63.48.
- The euro weakened against the greenback as market participants remained on the sidelines ahead of the minutes of U.S. Federal Reserve's meeting held in Dec 2017 due Jan 3, 2018. The euro was trading at \$1.2026, down 0.26% compared with the previous close of \$1.2057.

Commodity Market Update

- Gold prices eased after it reached a more than three-month high on the previous trading session. Stronger dollar and expectations of improvement in global economy further dented sentiment.
- Brent crude prices moved upwards amid tensions in Iran. Supply cut efforts by global oil producers continued to support prices.

International News

- A report from the Federal Labor Agency showed that number of jobless people in Germany fell 29,000 in Dec 2017 from Nov 2017, when it declined 20,000. The unemployment rate remained unchanged at a record low 5.5% in Dec as against Nov. The rate for Nov was revised down from 5.6%.
- A report from the IHS Markit showed that U.K.'s IHS Markit/Chartered Institute of Procurement & Supply construction Purchasing Managers' Index fell more than market expectations. It fell to 52.2 in Dec 2017 as against 53.1 in Nov 2017. However, the indicator remained above 50.0, thereby indicating expansion.
- A report from the Destatis showed that Germany's jobless rate declined slightly to an adjusted 3.6% in Nov 2017 as against 3.7% in Oct 2017.

Thank you for
your time.