

### Indices Performance

Global Indices	05-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	19,899	19,942	-43	-0.21
Nasdaq	5,488	5,477	11	0.20
FTSE	7,195	7,190	6	0.08
Nikkei	19,521	19,594	-73	-0.37
Hang Seng	22,457	22,134	322	1.46
Indian Indices	05-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	26,878	26,633	245	0.92
Nifty 50	8,274	8,191	83	1.02
Nifty 100	8,502	8,408	94	1.12
Nifty Bank	18,116	17,891	225	1.26
SGX Nifty	8,289	8,202	88	1.07
S&P BSE Power	2,047	2,021	26	1.26
S&P BSE Small Cap	12,493	12,373	121	0.98
S&P BSE HC	15,033	14,868	165	1.11

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
5-Jan	21.11	1.45	22.17	1.33
Month Ago	20.54	1.49	21.34	1.36
Year Ago	19.20	1.41	21.05	1.49

### Nifty 50 Top 3 Gainers

Company	05-Jan	Prev_Day	% Change <sup>#</sup>
Adani Ports & SEZ	288	275	4.58
Tata Motors-DVR	323	310	4.09
Yes Bank	1210	1163	4.05

### Nifty 50 Top 3 Losers

Company	05-Jan	Prev_Day	% Change <sup>#</sup>
Tech Mahindra	488	501	-2.50
TCS	2334	2380	-1.90
HCL Tech	845	857	-1.44

### Advance Decline Ratio

	BSE	NSE
Advances	1962	1190
Declines	887	437
Unchanged	130	74

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-682	-2262
MF Flows**	365	481

\*5<sup>th</sup> Jan 2017; \*\*3<sup>rd</sup> Jan 2017

### Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.15% (Nov-16)	3.85% (Aug-16)	-2.04% (Nov-15)
IIP	-1.90% (Oct-16)	-2.50% (July-16)	9.90% (Oct-15)
GDP	7.30 (Sep-16)	7.10 (Jun-16)	7.60 (Sep -15)

### Global Indices

- Most of the Asian markets closed in the green following positive cues from overnight U.S. market. Improved Chinese service sector data also helped sentiment after the Caixin services Purchasing Managers' Index rose to 53.4 in Dec 2016 from 53.1 in Nov 2016, which is the highest in 17 months. However, Japanese market bucked the trend following stronger yen. Today (As on Jan 06), Asian market opened mixed. Japanese market fell due to stronger yen and pressure on automaker companies due to new policy of the U.S. President-elect to not build a new plant outside U.S. Nikkei Average was trading down 0.34% and Hang Seng was trading up 0.40% (as at 8.00 a.m IST).
- As per the last close, European market closed little changed as investors were cautious ahead of U.S. employment report for Dec 2016 which may decide the pace of interest rate hike in 2017.
- As per the last close, U.S. market closed mostly lower despite strong economic data as uncertainty over some of President-elect's policies weighed on investors sentiments. Investors also awaited the release of the monthly jobs report for Dec 2016 by the Labor Department.

### Indian Equity Market

- The Indian equity market gained following positive cues from other global peers and improved crude oil prices. Global peers got support as investors viewed the minutes of the U.S. Federal Reserve's Dec policy meeting as less hawkish than expected. Investors also turned optimistic ahead of corporate earnings results and Union Budget 2017.
- Key benchmark indices S&P BSE Sensex and Nifty 50 went up 0.92% and 1.02% to close at 26,878.24 points and 8,273.80 points, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap also gained 1.32% and 0.98%, respectively.
- The overall market breadth on BSE was positive with 1,962 scrips advancing and 887 scrips declining. A total of 130 scrips remained unchanged.
- On the BSE sectoral front, most of the indices closed in the green, barring S&P BSE IT (-0.77%) and S&P BSE Teck (-0.33%). A bill supporting key changes in the H1-B visa programme in the U.S. weighed on the IT sector. S&P BSE Metal (3%) topped the chart followed by S&P BSE Basic Materials (2.01%) and S&P BSE Auto (1.84%).

### Domestic News

- According to Securities and Exchange Board of India (SEBI), Foreign Portfolio Investors (FPIs) who are planning to set up operations in international financial services (IFSC) centres can do so without any additional documentation. SEBI added that FPIs that function in the Indian securities market and propose to operate in IFSC also will be required to ensure clear segregation of funds and securities. Such FPIs are required to keep their respective custodians informed about their participation in IFSC.
- Capital market regulator SEBI relaxed rules on investment by angel investors by allowing them to invest in start-ups incorporated within five years, which was earlier three years. Furthermore, the lock-in period has been lowered from three years to one year for angel funds and their minimum investment threshold has been reduced from Rs. 50 lakh to Rs. 25 lakh. The upper limit for number of angel investors in a scheme has been increased from 49 to 200. To diversify risks, SEBI has mandated angel funds to make overseas investments up to 25% of their investible corpus, in line with other Alternative Investment Funds.
- In order to curb unfair trade practices, SEBI has barred private equity funds and promoters of listed firms to enter into any secret profit sharing agreements without prior approval of board and public shareholders.
- According to media reports, Tata Motors and Castrol entered into a three-year agreement under which Castrol would supply commercial vehicle oils to Tata Motors in over 50 markets including SAARC and ASEAN region, Middle East, Africa, Russia, and Latin America.
- According to media reports, Wockhardt reported that the German regulator had give approval to its active pharmaceutical ingredient (APIs) plant in Ankleshwar, Gujarat.

FII Derivative Trade Statistics	05-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1618.81	1437.35	10487.07
Index Options	29864.16	28977.46	53825.74
Stock Futures	6339.35	6021.61	52026.54
Stock Options	2512.63	2525.15	2684.04
Total	40334.95	38961.57	119023.39

Derivative Statistics- Nifty Options			
	05-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.10	1.08	0.02
Put Call Ratio(Vol)	1.20	0.95	0.24

Debt Watch				
	05-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.11%	6.12%	6.08%	6.70%
CBLO	6.10%	6.19%	6.05%	6.74%
Repo	6.25%	6.25%	6.25%	6.75%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.02%	6.21%	5.98%	6.97%
364 Day T-Bill	6.15%	6.27%	5.90%	7.19%
10 Year Gilt	6.38%	6.52%	6.22%	7.74%
G-Sec Vol. (Rs.Cr)	65657	49659	71256	33604
1 Month CP Rate	6.59%	6.65%	6.48%	7.45%
3 Month CP Rate	6.81%	6.70%	6.49%	7.85%
5 Year Corp Bond	7.10%	7.28%	6.80%	8.29%
1 Month CD Rate	6.18%	6.26%	6.08%	7.09%
3 Month CD Rate	6.29%	6.29%	6.05%	7.43%
1 Year CD Rate	6.55%	6.57%	6.34%	7.65%

Currency Market			
Currency	05-Jan	Prev_Day	Change
USD/INR	67.79	68.18	-0.39
GBP/INR	83.71	83.53	0.17
EURO/INR	71.56	70.99	0.56
JPY/INR (per Rs. 100)	58.33	57.81	0.01

Commodity Prices				
Commodity	05-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	53.77	53.80	51.72	35.97
Brent Crude(\$/bl)	54.89	54.79	52.82	36.54
Gold( \$/oz)	1180	1158	1170	1077
Gold(Rs./10 gm)	28159	27671	28233	25648

Source: ICRON Research

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#### Derivatives Market

- Nifty Jan 2017 Futures were at 8,288.2 points, a premium of 14.40 points, over the spot closing of 8,273.80 points. The turnover on NSE's Futures and Options segment went up from Rs. 3,09,865.38 crore on Jan 4 to Rs. 5,13,764.89 crore on Jan 5.
- The Put-Call ratio stood at 0.93, compared with the previous session's close of 0.74.
- The Nifty Put-Call ratio stood at 1.10, compared with the previous session's close of 1.08.
- The open interest on Nifty Futures stood at 20.19 million compared with the previous session's close of 18.81 million.

#### Indian Debt Market

- Bond yields increased as investors preferred to remain on the sidelines ahead of the weekly debt auction.
- Yield on the 10-year benchmark bond (6.97% GS 2026) rose 2 bps to close at 6.38% compared with the previous close of 6.36%. During the session, bond yields moved in the region of 6.33% to 6.39%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 1,400 crore (gross) on Jan 5, same compared with gross borrowing stood on Jan 4. Sale of securities under the central bank's reverse repo window stood at Rs. 8,399 crore on Jan 4.
- Banks borrowed Rs. 925 crore under the central bank's Marginal Standing Facility on Jan 4, compared with a borrowing of Rs. 505 crore on Jan 3.

#### Currency Market Update

- The Indian rupee strengthened against the U.S. dollar following greenback sales by banks. Positive Indian equity market also eased concerns about capital outflows. The rupee rose 0.12% to close at 67.96 from the previous close of 68.05.
- The euro rose against the greenback as the latter eased globally. Weakness in the greenback can be attributed to its sharp fall against the yuan after Chinese authorities intervened to strengthen the latter. Euro was trading at \$1.0495, compared with the previous close of \$1.0486.

#### Commodity Market Update

- Gold prices traded higher as the U.S. dollar weakened against euro .
- Brent crude prices traded higher following media reports that Saudi Arabia has started a discussion with its customers about reducing crude oil sales to support a plan by the OPEC, for curbing global glut situation.

#### International News

- According to the minutes of the Federal Open Market Committee's Dec policy meeting, if the U.S. unemployment rate falls below 4.5% it could push inflation higher much faster than its estimation. Thus, this may lead to faster rise in interest rates compared with what is projected to curtail a potential buildup of inflationary pressures.
- Survey from IHS Markit showed that U.K.'s services Purchasing Managers' Index (PMI) went up more than forecast to 56.2 in Dec 2016 from 55.2 Nov 2016. Despite improvement, worries remain over the "Brexit" negotiations and the decline in household spending power. The services sector grew at its strongest level since Jul 2015. The composite PMI increased to 56.7 in the reported period from 55.3 in Nov.