

RELIANCE

MUTUAL
FUND

Markets for You

08 Jan 2018

Indices Performance

Global Indices	05-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,296	25,075	221	0.88
Nasdaq	7,137	7,078	59	0.83
FTSE	7,724	7,696	28	0.37
Nikkei	23,715	23,506	208	0.89
Hang Seng	30,815	30,736	78	0.25
Indian Indices	05-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	34,154	33,970	184	0.54
Nifty 50	10,559	10,505	54	0.51
Nifty 100	11,051	10,982	69	0.63
Nifty Bank	25,602	25,463	139	0.55
SGX Nifty	10,591	10,547	44	0.42
S&P BSE Power	2,429	2,421	9	0.35
S&P BSE Small Cap	19,705	19,516	189	0.97
S&P BSE HC	14,911	14,819	92	0.62

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
5-Jan	25.40	1.12	26.99	1.07
Month Ago	24.22	1.19	25.89	1.12
Year Ago	21.11	1.45	22.17	1.33

Nifty 50 Top 3 Gainers

Company	05-Jan	Prev_Day	% Change [#]
Yes Bank	333	317	4.97
Bajaj Finance	1815	1754	3.45
Adani Ports & SEZ	424	410	3.40

Nifty 50 Top 3 Losers

Company	05-Jan	Prev_Day	% Change [#]
Bharti Infratel	373	379	-1.70
Hindalco	276	280	-1.22
United Phos	774	782	-0.95

Advance Decline Ratio

	BSE	NSE
Advances	1702	1053
Declines	1235	757
Unchanged	126	40

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	364	1618
MF Flows**	1209	118775

*5th Jan 2018; **29th 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

- Asian markets moved up on growth optimism in major economies along with positive cues from overnight U.S. markets, weak yen and higher crude oil prices. Investors also remained optimistic ahead of U.S. non-farm payroll data and after private sector hiring in the U.S. rose more than expected in Dec 2017. Additionally, Japanese service sector data expanded in Dec. Today (As of Jan 8), Asian markets opened higher amid strong lead from Wall Street's last session. Meanwhile, investors awaited upcoming earnings releases this week. Nikkei and Hang seng grew 0.89% and 0.09%, respectively (as at 8.a.m. IST).
- As per the last close, European market ended higher amid gains in the auto stocks amid a pair of broker upgrades and strong U.S. auto sales. Also, gains in global markets in the Jan 4 session further added to the gains.
- As per the last close, U.S markets ended higher despite weak job growth for Dec 2017 as according to the market experts' data reflects overall strength in the labor market. Also, retail, chemical, internet, and software stocks witnessed gains, thereby boosting the indices.

Indian Equity Market

- Indian equity markets extended the rally amid widespread buying in telecom, consumer durables, realty, metal and banking stocks following continuous foreign fund inflows. Investors continued to take positive cues from the Lok Sabha's approval of Rs. 80,000 crore recapitalisation bonds for strengthening public sector banks. Additionally, strong cues from Asian markets too supported buying interest.
- Key benchmark indices S&P BSE Sensex and Nifty 50 rose 0.54% and 0.51% to close at 34,153.85 and 10,558.85, respectively. Also, S&P BSE Mid-Cap and S&P BSE Small-Cap rose 0.69% and 0.97%, respectively.
- On the BSE sectoral front, barring S&P BSE Oil & Gas and S&P BSE Energy, all the indices closed in the green. S&P BSE Telecom was the top gainer, up 2.75%, followed by S&P BSE Consumer Durables and S&P BSE Consumer Discretionary Goods & Services, which rose 1.25% and 0.96%, respectively. S&P BSE Teck and S&P BSE Basic Materials rose 0.89% and 0.83%, respectively. S&P BSE Oil & Gas and S&P BSE Energy slipped 0.39% and 0.01%, respectively.

Domestic News

- According to the Central Statistics Office (CSO), Gross Domestic Product (GDP) growth is expected to be 6.5% for FY18 as against 7.1% in FY17. As per the CSO, real GDP at constant (2011-12) prices in the FY18 could attain a level of Rs. 129.85 lakh crore, as against the provisional estimate of GDP for FY17 of Rs. 121.90 lakh crore. The GDP for the first half of FY18 witnessed a growth rate of 6%. Real Gross Value Added (GVA), is expected to increase from Rs. 111.85 lakh crore in FY17 to Rs. 118.71 lakh crore in FY18. GVA growth is expected at 6.1% in FY18 as against 6.6% in FY17.
- Government has sought Parliament's approval for additional spending toward the infusion and therefore India's biggest state-owned banks are likely to get Rs. 80,000 crore of fresh capital this fiscal year. Meanwhile, there will not be any net outflow or impact on the budget as the funds will be raised through bonds announced by the government in Oct 2017.
- The government has collected Rs. 38,073 crore between Jul-Nov 2017 by levying cess on luxury and demerit goods under the Goods and Services Tax regime. Of this, Rs. 7,201 crore, Rs. 7,850 crore, Rs. 8,014 crore, Rs. 7,160 crore and Rs. 7,848 crore were collected for Jul, Aug, Sep, Oct and Nov of 2017, respectively.
- Larsen and Toubro (L&T) Hydrocarbon Engineering, wholly-owned subsidiary of L&T, has secured an offshore contract worth Rs. 14.83 billion from ONGC.
- China Development Bank (CDB), the biggest foreign lender to India's Reliance Communications Ltd (RCom), withdrew its insolvency filing against RCom. However, CDB stated that it retained the right to file an application again if it does not recover its Rs. 11,460 crore dues from RCom.
- Bharti Airtel has entered into partnership with itel, a device manufacturer, to launch budget-friendly 4G smartphones. The partnership is part of Airtel's 'Mera Pehla Smartphone' initiative.
- Lupin received approval from the U.S. Food and Drug Administration to launch Flucytosine capsules, a drug used in treatment of serious infections, in the American market.

FII Derivative Trade Statistics		05-Jan	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	840.72	1288.93	14982.56
Index Options	72737.66	71741.02	55997.34
Stock Futures	9215.17	9323.37	69380.38
Stock Options	6497.78	6486.20	5457.19
Total	89291.33	88839.52	145817.47

Derivative Statistics- Nifty Options			
	05-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.58	1.54	0.04
Put Call Ratio(Vol)	1.23	1.11	0.12

Debt Watch				
	05-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.88%	6.10%	5.82%	6.11%
CBLO	4.79%	6.05%	5.76%	6.10%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.13%	6.14%	6.11%	6.02%
364 Day T-Bill	6.47%	6.26%	6.23%	6.15%
10 Year Gilt	7.29%	7.33%	7.06%	6.38%
G-Sec Vol. (Rs.Cr)	52738	45921	30226	65657
1 Month CP Rate	6.81%	6.86%	6.60%	6.59%
3 Month CP Rate	7.24%	7.06%	6.83%	6.81%
5 Year Corp Bond	7.67%	7.68%	7.46%	7.10%
1 Month CD Rate	6.20%	6.34%	6.17%	6.18%
3 Month CD Rate	6.77%	6.33%	6.23%	6.29%
1 Year CD Rate	7.10%	6.98%	6.63%	6.55%

Currency Market			
Currency	05-Jan	Prev_Day	Change
USD/INR	63.38	63.39	-0.01
GBP/INR	86.02	85.74	0.28
EURO/INR	76.50	76.25	0.26
JPY/INR	0.56	0.56	0.00

Commodity Prices				
Commodity	05-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	61.44	60.41	57.61	53.72
Brent Crude(\$/bl)	68.50	67.07	64.24	54.88
Gold(\$/oz)	1320	1302	1266	1180
Gold(Rs./10 gm)	29443	29252	29068	28159

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.icronline.com/legal/standard-disclaimer.html>

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

Derivatives Market

- Nifty Jan 2018 Futures were at 10,573.20, a premium of 14.35 points above the spot closing of 10,558.85. The turnover on NSE's Futures and Options segment went down from Rs. 10,36,180.25 crore on Jan 4 to Rs. 3,66,338.98 crore on Jan 5.
- The Put-Call ratio stood at 0.88 against the previous session's close of 0.84.
- The Nifty Put-Call ratio stood at 1.58 against previous session's close of 1.48.
- Open interest on Nifty Futures stood at 26.29 million as against the previous session's close of 24.85 million.

Indian Debt Market

- Bond yields fell after the auction of the new 10-year benchmark paper came along market expectations, which boosted market sentiment. Also, the Reserve Bank of India (RBI) sold bonds worth Rs. 15,000 crore instead of Rs. 18,000 crore scheduled earlier.
- Yield on the 10-year benchmark paper (6.79% GS 2027) fell 4 bps to close at 7.29% from the previous close of 7.33%. During the session, bond yields traded in the range of 7.27% and 7.34%.
- RBI announced that the quantum of total market borrowings by the state governments and the Union Territory of Puducherry, for the quarter Jan to Mar of 2018, is expected to be in the range of Rs. 1,26,200 crore to Rs. 1,38,200 crore.
- Data from RBI showed that India's foreign exchange reserves rose for a third consecutive week to a fresh high of \$409.37 billion as of Dec 29, 2017, from \$404.92 billion in the previous week.

Currency Market Update

- The Indian rupee rose against the greenback following gains in the domestic equity market. The rupee inched up 0.06% to close at 63.37 per dollar from the previous close of 63.40.
- The euro weakened against the greenback on concerns that the U.S. Federal Reserve will increase interest rates multiple times this year even though U.S. non-farm payrolls data for Dec 2017 came weaker than expected. The euro was trading at \$1.2035, down 0.27% compared with the previous close of \$1.2067.

Commodity Market Update

- Gold prices inched down as investors remained cautious ahead of the U.S. non-farm payroll data.
- Brent crude prices moved down slightly after reaching a multi-year high above \$69 per barrel. However, prices remained strong after the crude oil inventories declined by 7.4 million in the week to Dec 29.

International News

- A report from the Labor Department showed that U.S. non-farm payroll employment grew by 148,000 jobs in Dec 2017 as against an upwardly revised 252,000 jobs (228,000 jobs originally reported) in Nov 2017. The unemployment rate came in at 4.1% in Dec that remained steady against the two previous months.
- According to a report from the Labor Department, U.S. initial jobless claims for the week ended Dec 30, 2017 came in at 250,000, up from 3,000 from the previous week's revised level of 247,000 (245,000 originally reported).
- A report from the payroll processor ADP showed that employment in the U.S. private sector grew up by 250,000 jobs in Dec 2017 as against downwardly revised 185,000 jobs (190,000 originally reported) in Nov 2017.

Thank you for
your time.