

RELIANCE

MUTUAL
FUND

Markets for You

10 Jan 2018

Indices Performance

Global Indices	09-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,386	25,283	103	0.41
Nasdaq	7,164	7,157	6	0.09
FTSE	7,731	7,697	35	0.45
Nikkei	23,850	Closed	NA	NA
Hang Seng	31,011	30,900	112	0.36
Indian Indices	09-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	34,443	34,353	90	0.26
Nifty 50	10,637	10,624	13	0.13
Nifty 100	11,125	11,121	4	0.04
Nifty Bank	25,704	25,676	28	0.11
SGX Nifty	10,646	10,651	-5	-0.05
S&P BSE Power	2,426	2,442	-16	-0.64
S&P BSE Small Cap	19,911	19,896	15	0.08
S&P BSE HC	14,996	15,090	-95	-0.63

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
9-Jan	25.37	1.12	27.19	1.07
Month Ago	24.57	1.17	26.26	1.11
Year Ago	20.83	1.47	22.07	1.34

Nifty 50 Top 3 Gainers

Company	09-Jan	Prev_Day	% Change [#]
Coal India	304	287	5.77
Yes Bank	341	334	2.32
Wipro	317	311	1.94

Nifty 50 Top 3 Losers

Company	09-Jan	Prev_Day	% Change [#]
Zee Entertainment	580	594	-2.33
Eicher Motors	28597	29197	-2.06
Hindalco	272	276	-1.68

Advance Decline Ratio

	BSE	NSE
Advances	1353	761
Declines	1634	1053
Unchanged	107	45

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	599	3109
MF Flows**	533	-486

*9th Jan 2018; **5th Jan 2018

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 mostly traded high as investors remained optimistic of ongoing talks between South Korea and North Korea. Higher crude oil prices, positive cues from overnight U.S. markets and expectations of improved Chinese economic data further helped sentiments. Today (As of Jan 10), Asian markets opened lower after China's inflation rose lower than expected in Dec 2017. Both Nikkei and Hang Seng were trading down 0.32% and 0.20%, respectively (as at 8.a.m. IST).
- As per the last close, European market ended higher following some strong economic data from Germany and rise in crude oil prices. However, investors remained cautious ahead of the start of the U.S. earnings reporting season later this week.
- As per the last close, U.S markets ended higher amid optimism about the economic outlook and corporate earnings. However, traders were reluctant to make more significant moves ahead of the release of few key economic data later in the week.

Indian Equity Market

- Indian equity markets soared, touching record closing highs. The gains are led by buying interest in the stocks of an industry major in the energy sector after it increased prices of non-coking coal for power and non-power sectors with immediate effect. The price hike is expected to boost its revenue in the remaining part of the FY18. Nonetheless, gains remained restricted amid caution ahead of the corporate results season commencing this week.
- Key benchmark indices, S&P BSE Sensex and Nifty 50 rose 0.26% and 0.13% to close at 34,443.19 and 10,637.00, respectively. Meanwhile, S&P BSE Mid-Cap bucked the trend falling by 0.40%, whereas S&P BSE Small-Cap closed almost flat.
- On the BSE sectoral front, the indices witnessed a mixed trend. S&P BSE Realty was the top gainer, up 2.88%, followed by S&P BSE Energy and S&P BSE Consumer Durables, which rose 1.08% and 0.81%, respectively. S&P BSE FMCG and S&P BSE IT rose 0.45% and 0.32%, respectively. Meanwhile, S&P BSE Telecom was the major loser, down 1.35%, followed by S&P BSE Utilities and S&P BSE Power, which fell 0.67% and 0.64%, respectively.

Domestic News

- National Bank for Agriculture and Rural Development (NABARD) along with the government is working to bring out a roadmap on consolidation of regional rural banks (RRBs). The move comes on the wake of making RRB's financially independent. Currently there are 56 RRB's in the country, down from over 150 in the 90's. The chairman of NABARD stated that the ideal number of RRBs should be one per state.
- A national licence for staffing firms supplying contract workers across industries will soon be launched by the labour ministry. The move comes on the wake of making doing business easier for them. A national licence will help increase formalisation of the workforce as staffing firms typically operate from multiple locations. The licence that will be based on some set criteria and renewed every three years will be obtained on payment of fees and a bank guarantee as security for due performance of their obligations.
- According to a global rating agency, delinquencies in affordable housing segment is expected to continue in 2018 despite a lot of thrust being given to the segment. Competitive pressures and larger exposure to the self-employed are the major reasons for the growing stress in the segment. However, housing loans continue to be the best performing retail loan asset class in the country, demonstrating low and stable delinquencies over the years, in 2018. This is possible because of the underlying collateral, which is self-occupied residential property, absence of steep correction in property prices and moderate loan to value ratios.
- South Indian Bank has planned to raise Rs. 20 crore through private placement of shares. The company will issue 20,00,00,000 equity shares of face value Re 1 each through Qualified Institutional Placement (QIP) to fund business growth.
- South Indian Bank has recorded increase in net profit by 3.25% to Rs. 115 crore in the quarter ended Dec 2017 as compared with Rs 111.38 crore in the corresponding quarter last year.

FII Derivative Trade Statistics		09-Jan		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1270.88	1065.86	17560.64	
Index Options	31225.07	28497.80	65266.59	
Stock Futures	9597.29	9630.71	71227.16	
Stock Options	5892.54	6105.20	6472.31	
Total	47985.78	45299.57	160526.70	

Derivative Statistics- Nifty Options			
	09-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.67	1.64	0.04
Put Call Ratio(Vol)	1.33	1.29	0.04

Debt Watch				
	09-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.87%	5.87%	5.90%	6.15%
CBLO	5.84%	5.77%	5.13%	6.16%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.09%	6.11%	6.11%	6.15%
364 Day T-Bill	6.10%	6.29%	6.22%	6.10%
10 Year Gilt	7.37%	7.38%	7.09%	6.39%
G-Sec Vol. (Rs.Cr)	34213	23331	37214	45473
1 Month CP Rate	6.84%	6.81%	6.66%	6.56%
3 Month CP Rate	7.34%	7.23%	6.81%	6.94%
5 Year Corp Bond	7.68%	7.67%	7.44%	7.09%
1 Month CD Rate	6.25%	6.21%	6.19%	6.19%
3 Month CD Rate	6.78%	6.61%	6.23%	6.31%
1 Year CD Rate	7.10%	7.01%	6.68%	6.53%

Currency Market			
Currency	09-Jan	Prev_Day	Change
USD/INR	63.47	63.35	0.12
GBP/INR	86.15	85.89	0.27
EURO/INR	75.92	76.15	-0.24
JPY/INR	0.56	0.56	0.00

Commodity Prices				
Commodity	09-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	62.87	60.32	57.10	51.90
Brent Crude(\$/bl)	69.90	66.99	64.32	54.23
Gold(\$/oz)	1313	1318	1248	1181
Gold(Rs./10 gm)	29499	29374	28492	28319

Source: ICRON Research

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

Derivatives Market

- Nifty Jan 2018 Futures were at 10646.9, a premium of 9.90 points above the spot closing of 10,637.00. The turnover on NSE's Futures and Options segment went up from Rs. 3,94,141.22 crore on Jan 8 to Rs. 4,67,898.63 crore on Jan 9.
- The Put-Call ratio remained unchanged at 0.88 against the previous session's close.
- The Nifty Put-Call ratio stood at 1.67 against previous session's close of 1.64.
- Open interest on Nifty Futures stood at 28.71 million as against the previous session's close of 27.40 million.

Indian Debt Market

- Bond yields rose as increase in global crude oil prices fueled concerns of increase in domestic inflationary pressures in the coming months that may prevent the Monetary Policy Committee from further easing its monetary policy.
- Yield on the existing 10-year benchmark paper (6.79% GS 2027) rose 3 bps to close at 7.37% from the previous close of 7.34%. During the session, bond yields traded in the range of 7.34% and 7.38%.
- Yield on the new 10-year benchmark paper (7.17% GS 2028) rose 3 bps to close at 7.16% from the previous close of 7.13%. During the session, bond yields traded in the range of 7.13% and 7.17%.
- RBI conducted the auction of state development loans of seven state governments for a notified amount of Rs. 11,000 crore for which Rs. 11,300 crore was accepted. The cut-off yield stood in the range of 7.74% to 7.77%.

Currency Market Update

- The Indian rupee weakened against the greenback following dollar demand from oil importers. However, gains in the domestic equity market capped the gains. The rupee fell 0.32% to close at 63.71 per dollar from the previous close of 63.51.
- The euro fell against the U.S. dollar as lack of market triggers kept market participants on the sidelines. Profit booking to some extent also weighed on the common bloc currency. The euro was seen trading at \$1.1923, down 0.35% compared with the previous close of \$1.1965.

Commodity Market Update

- Gold prices inched down as dollar remained stronger against the euro.
- Brent crude prices moved up and traded above 4 year high level ahead of the weekly crude oil inventories data.

International News

- A report from Destatis showed that Germany's industrial production increased more than expected by 3.4% MoM in Nov 2017 as against 1.2% decrease in Oct 2017. Excluding energy and construction, industrial output gained 4.3% in Nov. Energy production fell 3.1%, while construction output grew 1.5%.
- According to British Retail Consortium, U.K. non-food sales fell 3.7% on a total basis and 4.4% on a like-for-like basis in the fourth quarter, the deepest since Dec 2012. In the fourth quarter, food sales rose 2.6% on a like-for-like basis and 4.2% on a total basis, highest since Jun 2017.
- A report from the Cabinet Office showed that Japan's consumer confidence index fell unexpectedly to 44.7 in Dec 2017 from 44.9 in Nov 2017.



Thank you for
your time.