

RELIANCE

MUTUAL
FUND

Markets for You

18 Jan 2018

Indices Performance

Global Indices	17-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	26,116	25,793	323	1.25
Nasdaq	7,298	7,224	75	1.03
FTSE	7,725	7,756	-31	-0.39
Nikkei	23,868	23,952	-83	-0.35
Hang Seng	31,983	31,905	79	0.25
Indian Indices	17-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,082	34,771	311	0.89
Nifty 50	10,789	10,700	88	0.82
Nifty 100	11,233	11,143	90	0.81
Nifty Bank	26,289	25,975	314	1.21
SGX Nifty	10,850	10,726	124	1.15
S&P BSE Power	2,395	2,373	22	0.94
S&P BSE Small Cap	19,688	19,603	85	0.43
S&P BSE HC	14,973	14,801	172	1.16

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
17-Jan	25.80	1.10	27.18	1.05
Month Ago	24.80	1.16	26.46	1.10
Year Ago	21.31	1.43	22.40	1.32

Nifty 50 Top 3 Gainers

Company	17-Jan	Prev_Day	% Change [#]
Axis Bank	585	563	3.91
SBI	307	296	3.70
ICICI Bank	343	334	2.74

Nifty 50 Top 3 Losers

Company	17-Jan	Prev_Day	% Change [#]
Zee Entertainment	593	613	-3.31
Wipro	326	332	-1.88
HUL	1371	1382	-0.78

Advance Decline Ratio

	BSE	NSE
Advances	1424	890
Declines	1476	908
Unchanged	147	57

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	746	3042
MF Flows**	-7	3537

*17th Jan 2018; **16th Jan 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.58% (Dec-17)	3.14% (Sep-17)	2.10% (Dec-16)
IIP	8.40% (Nov-17)	4.80% (Aug-17)	5.10% (Nov-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 ended on a mixed note following negative cues from overnight U.S. markets and lower crude oil prices. Worries over coalition talks in Germany and speculation that the European Central Bank policymakers might reduce monetary stimulus program also kept investors wary. However, upbeat economic data from Japan restricted the fall. Today (As of Jan 18), Asian markets opened higher following gains in the Wall Street. Both Nikkei and Hang Seng were trading up 0.45% and 0.64% (as at 8.a.m. IST).
- As per the last close, European market ended lower following disappointing earnings updates in Europe and uncertainty over the shape of the government in Germany.
- As per the last close, U.S markets ended higher after the U.S. Federal Reserve's Beige Book painted an optimistic picture of the U.S. economy. Release of strong quarterly results from some of the biggest U.S. companies further added to gains.

Indian Equity Market

- Indian equity markets surged with Sensex surpassing the coveted 35,000-mark. Investor sentiment found a boost after the government lowered the additional borrowing requirement for the current fiscal to Rs. 20,000 crore from Rs. 50,000 crore estimated earlier, thereby easing the fiscal deficit worries. Meanwhile, markets participants turned their attention towards the Goods and Services Tax Council's next meeting on Jan 18, with expectation of a favourable change in the tax regime.
- Key benchmark indices S&P BSE Sensex and Nifty 50 rose 0.89% and 0.82% to close at 35,081.82 and 10,788.55, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap rose 0.66% and 0.43%, respectively.
- The overall market breadth on BSE was weak with 1,476 scrips declining and 1,424 scrips advancing. A total of 147 scrips remained unchanged.
- On the BSE sectoral front, all the major indices closed in the green. S&P BSE Capital Goods was the top gainer, up 1.59%, followed by S&P BSE Bankex and S&P BSE IT, which rose 1.55% and 1.28%, respectively. S&P BSE Healthcare and S&P BSE Industrials went up 1.16% and 1.14%, respectively.

Domestic News

- Data from the Ministry of Finance showed that net direct tax collections for the period from Apr 2017 till Jan 15, 2018, stood at Rs. 6.89 lakh crore, which was 18.7% higher from the corresponding period of the previous year. The net Direct Tax collections accounted for 70.3% of the total Budget Estimates of Direct Taxes for FY18 of Rs. 9.8 lakh crore. The growth of gross Corporate Income Tax collections, which stood at 4.8% in Q1 FY18, improved to 5.1% in Q2FY18, 10.1% in Q3FY18 and 11.4% on Jan 15, 2018.
- According to media reports, the government is considering simple regulations to attract more corporate investment in agriculture. Also, the government is advocating for a new price support scheme. For states that are procuring crops other than rice, wheat and cotton the government is considering compensating farmers for up to 40% losses on the procurement cost. Presently, lack of technology, inefficient markets and small landholdings have dampened growth prospects of the agriculture sector.
- According to the Economic Affairs Secretary, the government has reassessed additional borrowing requirements and the same has been reduced to Rs. 20,000 crore from the earlier announced Rs. 50,000 crore. The move comes amid worries that any higher spending and borrowings by the government in view of the approaching election year may hamper the fiscal consolidation road map of the country.
- Hindustan Unilever has reported 28% YoY rise in net profit at Rs. 1,326 crore for the quarter ended Dec 2017. The company had reported a net profit of Rs. 1,038 crore in the corresponding quarter of the previous fiscal.
- Jyothy Laboratories has reported a 59.34% increase in consolidated net profit at Rs. 32.92 crore for the quarter ended Dec 2017. The company had posted a net profit of Rs. 20.66 crore during the same period of the previous fiscal.

FII Derivative Trade Statistics	17-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1627.18	1664.39	20414.97
Index Options	51522.69	50518.23	80920.42
Stock Futures	11999.21	11117.41	73931.98
Stock Options	11137.42	11447.01	9081.65
Total	76286.50	74747.04	184349.02

Derivative Statistics- Nifty Options	17-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.76	1.66	0.10
Put Call Ratio(Vol)	1.30	1.35	-0.05

Debt Watch	17-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.86%	5.89%	5.99%	5.92%
CBLO	5.88%	5.87%	6.15%	6.07%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.36%	6.32%	6.16%	6.11%
364 Day T-Bill	6.53%	6.49%	6.32%	6.14%
10 Year Gilt	7.42%	7.44%	7.14%	6.42%
G-Sec Vol. (Rs.Cr)	57949	35340	41341	52667
1 Month CP Rate	6.89%	6.85%	6.70%	6.66%
3 Month CP Rate	7.58%	7.34%	6.84%	7.01%
5 Year Corp Bond	7.73%	7.73%	7.52%	7.10%
1 Month CD Rate	6.24%	6.24%	6.23%	6.24%
3 Month CD Rate	6.96%	6.75%	6.30%	6.39%
1 Year CD Rate	7.27%	7.08%	6.77%	6.59%

Currency Market	17-Jan	Prev_Day	Change
USD/INR	63.98	63.76	0.22
GBP/INR	88.13	87.91	0.21
EURO/INR	78.35	78.20	0.15
JPY/INR	0.58	0.58	0.00

Commodity Prices	17-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	63.87	63.55	57.24	52.40
Brent Crude(\$/bl)	69.23	70.61	64.55	54.02
Gold(\$/oz)	1328	1317	1255	1216
Gold(Rs./10 gm)	30094	29563	28585	29215

Source: ICRON Research

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Derivatives Market

- Nifty Jan 2018 Futures were at 10,791.80, a premium of 3.25 points above the spot closing of 10,788.55. The turnover on NSE's Futures and Options segment went up from Rs. 5,98,316.12 crore on Jan 16 to Rs. 9,10,681.41 crore on Jan 17.
- The Put-Call ratio closed at 0.96 against the previous close 1.02.
- The Nifty Put-Call ratio stood at 1.76 against previous session's close of 1.66.
- India VIX moved down 1.60% to 13.8600 from 14.0850 in the previous trading session.
- Open interest on Nifty Futures stood at 33.14 million as against the previous session's close of 31.88 million.

Indian Debt Market

- Bond yields plummeted and witnessed the biggest single session fall in two months after the government reduced its additional borrowing plan for this fiscal year by more than half to Rs. 20,000 crore from the earlier Rs. 50,000 crore.
- Yield on the existing 10-year benchmark paper (6.79% GS 2027) plunged 13 bps to close at 7.42% as against previous session close of 7.55%. During the session, bond yields traded in the range of 7.35% and 7.55%.
- Yield on the new 10-year benchmark paper (7.17% GS 2028) plummeted 16 bps to close at 7.22% as against previous session close of 7.38%. During the session, bond yields traded in the range of 7.21% and 7.36%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,980 crore (gross) on Jan 17 as compared with Rs. 3,755 crore on Jan 16.

Currency Market Update

- The Indian rupee rose against the greenback following gains in the domestic equity market after the government unexpectedly decided to cut additional borrowing for this fiscal year.
- The euro weakened against the greenback on reports that the policymakers of the European Central Bank were worried about strength of the euro against the greenback. Profit booking to some extent also weighed on the common bloc currency.

Commodity Market Update

- Gold prices dropped on stronger dollar as investors remained concerns that central banks in Japan and the euro zone might reduce their monetary stimulus program.
- Brent crude prices edged lower ahead of weekly stockpiles data of crude and refined products.

International News

- A report from the Eurostat showed that euro zone's construction output grew 0.5% MoM (seasonally adjusted) in Nov 2017 as against a revised decline of 0.3% in Oct 2017 (0.4% decline originally reported). Meanwhile, civil engineering activity grew 1.1% over the month and building activity grew 0.3% in Nov.
- According to a report from the Eurostat, euro zone's inflation came in line with preliminary expectations and eased to 1.4% in Dec 2017 as against 1.5% in Nov 2017. Inflation remained below the European Central Bank's target of 'below, but close to 2%'. Consumer prices grew 0.4% MoM.



Thank you for
your time.