

Indices Performance

Global Indices	19-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	19,732	19,805	-72	-0.37
Nasdaq	5,540	5,556	-16	-0.28
FTSE	7,208	7,248	-39	-0.54
Nikkei	19,072	18,894	178	0.94
Hang Seng	23,050	23,098	-48	-0.21
Indian Indices	19-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	27,309	27,258	51	0.19
Nifty 50	8,435	8,417	18	0.22
Nifty 100	8,698	8,678	20	0.23
Nifty Bank	19,124	19,165	-40	-0.21
SGX Nifty	8,436	8,435	2	0.02
S&P BSE Power	2,158	2,141	17	0.81
S&P BSE Small Cap	12,926	12,883	42	0.33
S&P BSE HC	14,992	15,062	-69	-0.46

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
19-Jan	21.30	1.44	22.44	1.31
Month Ago	20.62	1.48	21.30	1.36
Year Ago	18.37	1.47	20.08	1.56

Nifty 50 Top 3 Gainers

Company	19-Jan	Prev_Day	% Change [#]
GAIL	462	440	5.04
Tata Motors-DVR	337	328	2.85
Idea Cellular	69	67	2.82

Nifty 50 Top 3 Losers

Company	19-Jan	Prev_Day	% Change [#]
Auro Pharma	715	725	-1.41
Lupin	1479	1497	-1.19
Ultratech Cem	3461	3502	-1.15

Advance Decline Ratio

	BSE	NSE
Advances	1426	840
Declines	1312	780
Unchanged	188	87

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	336	-3729
MF Flows**	178	2670

*19th Jan 2017; **18th Jan 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.39% (Dec-16)	3.80% (Sep-16)	-1.06% (Dec-15)
IIP	5.70% (Nov-16)	-0.70% (Aug-16)	-3.40% (Nov-15)
GDP	7.30 (Sep-16)	7.10 (Jun-16)	7.60 (Sep -15)

Global Indices

- Most of the major Asian markets closed in the green following the U.S. Federal Reserve chair's positive outlook of the U.S. economy. The gains, however, were paired as investors' confidence was hurt ahead of the U.S. President-elect's inauguration later during the week. A weaker yen helped the Japanese market. As on (Jan 20), Asian markets opened mixed following weakness in U.S. equities and ahead to China GDP, retail sales and industrial production. Nikkie and Hang Seng were trading down 0.12% and 0.67% respectively (as at 8.00 a.m IST).
- As per the last close, European stocks closed modestly lower but has been able to pared their early losses after the European Central Bank left its key interest rates unchanged for a seventh consecutive policy session and maintained its asset purchases.
- As per the last close, U.S. stocks closed lower as investors preferred to remain on sidelines ahead of the President-elect inauguration on Jan 20, 2017.

Indian Equity Market

- The Indian equity market closed in the green despite witnessing a volatile session during the day ahead of corporate earnings reports and Union Budget. Market also remained skeptical to take big bets ahead of the European Central Bank president's speech later in the day and U.S. President-elect's policy announcements scheduled on Jan 20 when he assumes office. Meanwhile, the U.S. Federal Reserve hinted that it will raise interest rates gradually on the back of an improved economic path.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.19% and 0.22% to close at 27,308.60 points and 8,435.10 points, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap also moved up 0.41% and 0.33%, respectively.
- BSE has decided to delist 36 companies listed on its platform from Jan 20 as they have remained suspended for more than 13 years. This is in addition to over 250 firms already delisted by the exchange last year.
- On the BSE sectoral front, most of the indices closed in the green and S&P BSE Oil & Gas (2.03%) stood as the major gainer followed by S&P BSE Telecom (1.39%) and S&P BSE Utilities (1.245). Meanwhile, S&P BSE Healthcare (-0.46%) was the major laggard followed by S&P BSE Finance (-0.22%) and S&P BSE Bankex (-0.19%).

Domestic News

- Government has cleared that under the Pradhan Mantri Garib Kalyan Yojana (PMGKY), income represented in the form of cash or deposit in an account can only be declared. Declaration of income in the form of assets like jewellery, stock or immovable property will not be considered under the said scheme. Furthermore, as per scheme, undisclosed income deposited in any bank or post office account can be declared by paying 50% of the amount in taxes and surcharges.
- According to the Commerce and Industry Ministry, the Indian market has received \$418 million foreign direct investment (FDI) equity during Apr 2014 – Sep 2016 in diamond, gold, and ornaments.
- As per media reports, the government may introduce big disincentives in the upcoming Budget for usage of cash in order to continue the growth of cashless economy that came after demonetisation and restrictions on cash withdrawals. The disincentives can be reducing the threshold limit of quoting the PAN card number from Rs. 50,000 to Rs. 30,000. Also, the government may introduce cash-handling charges for cash payments above a certain limit.
- According to the IT minister, the government will soon introduce a new Aadhaar-based digital payment system for common citizens. The new system will support thumb impression that will be verified through Aadhaar identification for safety and security of the easier payment system.
- Axis Bank reported a 73% decline in net profit at Rs. 580 crore for the quarter ended Dec 2016 on account of rise in bad loans. Net profit for the same period in the previous fiscal stood at Rs. 2,175 crore.
- Yes Bank reported a 30.6% rise in net profit at Rs. 882.63 crore for the third quarter ended Dec 2016, which can be attributed to lower provisions for bad loans and higher interest income. Yes Bank reported a net profit of Rs, 675.74 crore for the same quarter of the previous fiscal.

FII Derivative Trade Statistics	19-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1518.90	2414.41	18695.59
Index Options	35586.20	36293.79	75051.59
Stock Futures	8970.90	8804.20	58977.48
Stock Options	3956.30	4052.74	7307.63
Total	50032.30	51565.14	160032.29

Derivative Statistics- Nifty Options			
	19-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.25	1.25	0.00
Put Call Ratio(Vol)	1.25	1.19	0.06

Debt Watch				
	19-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.99%	6.08%	6.09%	6.91%
CBLO	5.99%	6.18%	6.10%	6.98%
Repo	6.25%	6.25%	6.25%	6.75%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.22%	6.14%	6.16%	7.22%
364 Day T-Bill	6.27%	6.17%	6.24%	7.19%
10 Year Gilt	6.47%	6.37%	6.51%	7.67%
G-Sec Vol. (Rs.Cr)	42219	85173	30383	37620
1 Month CP Rate	6.74%	6.64%	6.64%	7.54%
3 Month CP Rate	7.10%	6.92%	6.68%	8.22%
5 Year Corp Bond	7.15%	7.06%	7.26%	8.30%
1 Month CD Rate	6.24%	6.23%	6.24%	7.23%
3 Month CD Rate	6.38%	6.36%	6.26%	7.69%
1 Year CD Rate	6.55%	6.57%	6.55%	7.73%

Currency Market			
Currency	19-Jan	Prev_Day	Change
USD/INR	68.18	67.94	0.24
GBP/INR	83.69	83.84	-0.15
EURO/INR	72.52	72.60	-0.08
JPY/INR	0.59	0.60	0.00

Commodity Prices				
Commodity	19-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	51.39	53.01	52.13	28.47
Brent Crude(\$/bl)	52.73	54.36	53.48	27.07
Gold(\$/oz)	1205	1196	1139	1087
Gold(Rs./10 gm)	29053	28891	27410	25976

Source: ICRON Research

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Derivatives Market

- Nifty Jan 2017 Futures were at 8,442.95 points, a premium of 7.85 points, over the spot closing of 8,435.10 points. The turnover on NSE's Futures and Options segment went up from Rs. 4,44,329.45 crore on Jan 18 to Rs. 5,40,970.53 crore on Jan 19.
- The Put-Call ratio stood at 0.84, compared with the previous session's close of 1.04.
- The Nifty Put-Call ratio remained unchanged at 1.25 from the previous session's close.
- The open interest on Nifty Futures stood at 23.61 million compared with the previous session's close of 23.52 million.

Indian Debt Market

- Bond yields rose after the U.S. Federal Reserve chairperson indicated at higher rate increases sooner than expected in the world's largest economy in 2017. She also warned that keeping rates on hold for too long could allow inflation to accelerate if the President-elect embarks on stimulus policies.
- Yield on the 10-year benchmark bond (6.97% GS 2026) rose 2 bps to close at 6.47% compared with the previous close of 6.45%. During the session, bond yields moved in the region of 6.47% to 6.49%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 1,800 crore (gross) on Jan 19, compared with gross borrowing of Rs. 1,400 crore on Jan 18. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 18,290 crore on Jan 18.
- Banks did not borrow under the central bank's Marginal Standing Facility on Jan 18, while Rs. 1 crore was borrowed on Jan 17.

Currency Market Update

- Indian rupee weakened against the U.S. dollar as the U.S. Federal Reserve chair in her speech indicated faster pace of interest rate hike in 2017, boosting demand for the greenback. The rupee fell 0.06% to close at 68.12 from the previous close of 68.08.
- The euro strengthened against the U.S. dollar as greenback remained under pressure due to uncertainty about the U.S. President-elect's policies ahead of his inauguration on Jan 20, 2017. Euro was trading at \$1.0655, up 0.24% from the previous close of \$1.0630.

Commodity Market Update

- Gold prices gained marginally because of Fed chair's suggestion that the U.S. central bank could continue with rate-hike.
- Brent crude prices fell following IEA executive director's statement that Brazil, Mexico, and China would bring more produce, thereby increasing supply in the second half of 2017 and early 2018.

International News

- The Federal Reserve chairperson expects to increase interest rate couple of times per year until 2019, but could not estimate the specific timing of another rate hike. She said the U.S. Fed is close to its dual mandate of full employment and price stability.
- According to the National Association of Home Builders, NAHB/Wells Fargo Housing Market Index fell higher than forecast to 67 in Jan 2017 from a revised 69 in Dec 2016.
- The Federal Reserve report showed that U.S. industrial production rose better than forecast at 0.8% in Dec 2016 compared with a revised fall of 0.7% (0.4% originally reported) in the previous month. The rise is attributed to a bounce back in utilities output. The surge of 6.6% in utilities output was the largest since Dec 1989.