

RELIANCE

MUTUAL
FUND

Markets for You

25 Jan 2018

Indices Performance

Global Indices	24-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	26,252	26,211	41	0.16
Nasdaq	7,415	7,460	-45	-0.61
FTSE	7,643	7,732	-88	-1.14
Nikkei	23,941	24,124	-183	-0.76
Hang Seng	32,959	32,931	28	0.08
Indian Indices	24-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	36,162	36,140	22	0.06
Nifty 50	11,086	11,084	2	0.02
Nifty 100	11,497	11,507	-9	-0.08
Nifty Bank	27,399	27,391	8	0.03
SGX Nifty	11,078	11,063	16	0.14
S&P BSE Power	2,374	2,381	-6	-0.27
S&P BSE Small Cap	19,475	19,651	-176	-0.90
S&P BSE HC	15,143	15,107	36	0.24

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
24-Jan	26.34	1.07	27.66	1.02
Month Ago	25.03	1.13	26.86	1.08
Year Ago	21.36	1.43	22.64	1.30

Nifty 50 Top 3 Gainers

Company	24-Jan	Prev_Day	% Change [#]
SBI	330	318	3.71
GAIL	485	471	3.01
Tech Mahindra	603	588	2.53

Nifty 50 Top 3 Losers

Company	24-Jan	Prev_Day	% Change [#]
Bharti Airtel	460	492	-6.62
Tata Motors	404	418	-3.45
ICICI Bank	353	362	-2.64

Advance Decline Ratio

	BSE	NSE
Advances	975	542
Declines	1929	1249
Unchanged	135	65

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	2481	10882
MF Flows**	-141	4665

*24th Jan 2018; **22nd Jan 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.58%	3.14%	2.10%
	(Dec-17)	(Sep-17)	(Dec-16)
IIP	8.40%	4.80%	5.10%
	(Nov-17)	(Aug-17)	(Nov-16)
GDP	6.30%	5.70%	7.50%
	(Sep-17)	(Jun-17)	(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 traded in mixed on optimism about growth in Chinese economy in 2018 and improved overnight U.S. markets. However, upside was limited as news of U.S. tariffs on some goods raised fears of a global trade war. Additionally, weaker than expected Japanese trade data for Dec 2017 dented sentiment. Today (As of Jan 25), Asian markets opened on a mixed note while U.S dollar remain lower after falling in the previous session. Both Nikkei and Hang Seng were trading lower 0.62% and 0.41%, respectively (8 a.m. IST).
- As per the last close, European market fell following rally in euro and pound currency against the U.S. dollar. Rally in both these currencies put pressure on European exporters. Market participants remained cautious ahead of the European Central Bank policy meeting decision on Thursday.
- As per the last close, U.S market closed mixed after starting on a positive note. Initial rise reflected a positive reaction to the latest batch of Dec 2017 quarterly earnings results. However, market decline on profit booking after recent rise in the prices.

Indian Equity Market

- Indian equity markets closed on a flat note. Consistent buying by participants and healthy corporate results boosted the indices. Also, surge in IT stocks added to the gains. However, gains were capped amid profit booking by investors.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.06% and 0.02%, respectively, to close at 36,161.64 and 11,086.00, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 0.57% and 0.90%, respectively.
- The overall market breadth on BSE was negative with 1,929 scrips declining and 975 scrips advancing. A total of 135 scrips remained unchanged.
- On the BSE sectoral front, the gainers comprised S&P BSE Information Technology, up 1.53%, followed by S&P BSE FMCG and S&P BSE Teck, which grew 0.54% and 0.49%, respectively. S&P BSE Healthcare and S&P BSE Oil & Gas grew 0.24% and 0.15%, respectively. The top losers were S&P BSE Telecom, down 3.54%, followed by S&P BSE Consumer Durables (-2.08%), S&P BSE Metal (-1.50%) and S&P BSE Basic Materials (-1.36%).

Domestic News

- The finance ministry has announced certain banking reforms to be introduced soon. The government will put loans above Rs. 250 crore under specialised monitoring to reduce the number of non-performing assets after the recapitalisation plan. The government is also planning to limit banks with minimum 10% of exposure only to become a part of the consortium.
- The government is set to amend the Goods and Services Tax (GST) law to explicitly state that no transition credit can be availed in lieu of cesses paid under the previous tax regime. The move comes after companies claimed hundreds of crores of rupees as transition credit in lieu of Swachh Bharat Cess and Krishi Kalyan Cess. The government had cleared that no transition credit would be available after implementation of the GST regime. However, some companies claimed it in lack of clarity in law to claim credit against cesses.
- According to media reports, Indian government is deciding to set up three more benches of the National Company Law Tribunal. This comes with number of companies getting referred to the bankruptcy court rising by the day. As per the reports, the new benches will be in Bhubaneswar, Jaipur and Kochi.
- According to the survey by U.S. Green Building Council (USGBC), India ranks third on the USGBC annual ranking of the top 10 countries for Leadership in Energy and Environmental Design (LEED) certified buildings. India has more than 752 LEED-certified projects totalling over 20.28 million gross square meters of space.
- IndiGo posted increase in net profit by 56% to Rs. 7.62 billion in the quarter ended Dec 2017 as against Rs. 4.87 billion in the year-ago period. Revenue from operations grew 24% to Rs 61.78 billion as compared to Rs. 49.86 billion in Dec 2016.
- Cadila Healthcare is exploring new areas with growth opportunities, such as biosimilars and vaccines.

FII Derivative Trade Statistics		24-Jan		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	5986.95	5412.80	28528.32	
Index Options	92529.83	93545.76	90866.46	
Stock Futures	29391.42	28418.65	78429.45	
Stock Options	12329.71	12320.01	10229.03	
Total	140237.91	139697.22	208053.26	

Derivative Statistics- Nifty Options			
	24-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.81	1.89	-0.08
Put Call Ratio(Vol)	1.15	1.10	0.05

Debt Watch				
	24-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.90%	5.86%	5.97%	5.95%
CBLO	5.94%	5.88%	5.71%	6.00%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.40%	6.36%	6.18%	6.22%
364 Day T-Bill	6.55%	6.53%	6.37%	6.17%
10 Year Gilt	7.44%	7.42%	7.27%	6.44%
G-Sec Vol. (Rs.Cr)	33457	57949	38674	33346
1 Month CP Rate	6.93%	6.89%	6.89%	6.76%
3 Month CP Rate	7.73%	7.58%	7.03%	7.06%
5 Year Corp Bond	7.79%	7.73%	7.62%	7.09%
1 Month CD Rate	6.25%	6.24%	6.35%	6.23%
3 Month CD Rate	7.23%	6.96%	6.45%	6.41%
1 Year CD Rate	7.45%	7.27%	6.90%	6.54%

Currency Market			
Currency	24-Jan	Prev_Day	Change
USD/INR	63.64	63.77	-0.13
GBP/INR	89.32	89.20	0.12
EURO/INR	78.45	78.22	0.24
JPY/INR	0.58	0.58	0.00

Commodity Prices				
Commodity	24-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	65.66	63.87	58.24	52.35
Brent Crude(\$/bl)	70.10	69.23	64.95	54.54
Gold(\$/oz)	1358	1328	1275	1209
Gold(Rs./10 gm)	30239	30094	28686	29259

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 assures 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.icraonline.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 11,083.2, a discount of 2.80 points below the spot closing of 11,086.00. The turnover on NSE's Futures and Options segment went up from Rs. 9,98,933.13 crore on Jan 23 to Rs. 10,41,404.92 crore on Jan 24.
- The Put-Call ratio closed at 0.92 against the previous session's close of 0.93.
- The Nifty Put-Call ratio stood at 1.81 against previous session's close of 1.89.
- Open interest on Nifty Futures stood at 36.84 million as against the previous session's close of 36.14 million.

Indian Debt Market

- Bond yields increased as market participants sold securities in the secondary market to make room for the scheduled weekly government borrowing ahead of the Union Budget next week.
- Yield on the existing 10-year benchmark paper (6.79% GS 2027) increased 3 bps to close at 7.44% as against previous session's close of 7.41%. During the session, bond yields traded in the range of 7.39% and 7.46%.
- Yield on the new 10-year benchmark paper (7.17% GS 2028) rose 3 bps to close at 7.28% as against previous session close of 7.25%. During the session, bond yields traded in the range of 7.23% and 7.28%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,817 crore (gross) on Jan 24 compared with Rs. 13,572 crore on Jan 23.

Currency Market Update

- The Indian rupee gained for the second straight session against the U.S. dollar following most of the Asian counterparts. Broad weakness in greenback was witnessed following expectations that the European Central Bank may go for monetary tightening at its policy meeting on Jan 25.
- Euro rose for the third consecutive session against the greenback on expectations that the European Central Bank may go for monetary tightening at its policy meeting on Jan 25.

Commodity Market Update

- Gold prices gained as investors remained cautious ahead of the ECB policy meeting which will provide cues on the central bank's economic stimulus program.
- Brent crude prices inched down after data from the API indicated that crude inventories rose in the week ending Jan 19.

International News

- A report from the Office for National Statistics showed that U.K.'s jobless rate came in at 4.3% in three months to Nov 2017 as against the same rate in three months to Aug 2017. This marked the lowest rate since 1975. The unemployment rate was 4.8% in three months to Nov 2016. Meanwhile, the employment rate grew to 75.3% from 74.5% a year ago.
- A report from the Cabinet Office showed that Japan's leading index grew to 108.3 in Nov 2017 as against 106.5 in Oct 2017. Though the score came in less than initial estimations, this marked the highest score since Jan 2014.

Thank you for
your time.