

RELIANCE

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Markets for You

30 Jan 2018

Indices Performance

Global Indices	29-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	26,439	26,617	-177	-0.67
Nasdaq	7,467	7,506	-39	-0.52
FTSE	7,672	7,666	6	0.08
Nikkei	23,629	23,632	-3	-0.01
Hang Seng	32,967	33,154	-187	-0.56
Indian Indices	29-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	36,283	36,050	233	0.65
Nifty 50	11,130	11,070	61	0.55
Nifty 100	11,505	11,459	46	0.40
Nifty Bank	27,498	27,446	53	0.19
SGX Nifty	10,940	11,070	-130	-1.17
S&P BSE Power	2,330	2,348	-17	-0.74
S&P BSE Small Cap	19,129	19,342	-213	-1.10
S&P BSE HC	14,891	15,029	-138	-0.92

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
29-Jan	26.38	1.07	27.71	1.02
Month Ago	25.22	1.12	26.92	1.08
Year Ago	21.76	1.42	23.00	1.28

Nifty 50 Top 3 Gainers

Company	29-Jan	Prev_Day	% Change [#]
Maruti	9631	9278	3.80
Eicher Motors	27454	26519	3.52
HDFC Ltd.	1968	1908	3.11

Nifty 50 Top 3 Losers

Company	29-Jan	Prev_Day	% Change [#]
Dr.Reddy	2357	2508	-6.01
Lupin	912	950	-3.94
GAIL	474	494	-3.93

Advance Decline Ratio

	BSE	NSE
Advances	955	548
Declines	1898	1267
Unchanged	178	49

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1346	13105
MF Flows**	-30	4978

*29th Jan 2018; **24th 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

- Majority of the Asian markets closed on a positive note following upbeat quarterly earning numbers from some industry majors and steadiness in the U.S. dollar after witnessing recent weakness. Meanwhile, Chinese markets fell as investors booked profits after recent strong gains. Today (As of Jan 30), Asian markets opened lower following decline on the Wall Street overnight. Both Nikkei and Hang Seng were trading lower 0.83% and 0.29%, respectively (8 a.m. IST).
- As per the last close, European market were little changed after a range bound session. Market participants remained cautious ahead of a slew of corporate earnings, the U.S. Federal Reserve policy meeting and jobs data later in the week.
- As per the last close, U.S market fell as market participants book profits after the recent gains in the market and ahead of the U.S. Federal Reserve policy meeting and jobs data later in the week.

Indian Equity Market

- Indian equity markets ended in the green after the Economic Survey report showed that the economic growth would accelerate in FY19 and would grow by 7-7.5%, compared with 6.75% growth projected for FY18. However, gains were capped as the report also noted that a pause in general government fiscal consolidation relative to 2016-2017 cannot be ruled out. Meanwhile, the beginning of February derivatives contracts supported buying interest.
- Key benchmark indices S&P BSE Sensex and Nifty 50 rose 0.65% and 0.55% to close at 36,283.25 and 11,130.40, respectively. However, S&P BSE Mid-Cap and S&P BSE Small-Cap fell 0.73% and 1.10%, respectively.
- The overall market breadth on BSE was weak with 1,898 scrips declining and 955 scrips advancing. A total of 178 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Auto was the top gainer, up 1.6%, followed by S&P BSE Information Technology and S&P BSE Teck, which rose 1.16% and 0.92%, respectively. S&P BSE Consumer Durables and S&P BSE Consumer Discretionary Goods & Services rose 0.6% and 0.56%, respectively.

Domestic News

- As part of the reform process under the Reserve Bank of India's (RBI) Prompt Corrective Action (PCA), the Ministry of Finance would soon initiate a performance review of heads of Public Sector Banks (PSBs). So far, RBI has put 12 PSBs under screener based on performance parameters like unexpected level of high non-performing assets (NPAs), low capital level, low return on assets, etc. However, performance review of the top-level management of all such banks would be undertaken soon.
- According to India Economic Survey 2018, number of tax payers has increased to 10.1 million as compared to an average of 6.2 million in the preceding six years, post demonetisation. As per the survey, economic growth for FY19 is expected in the range of 7% -7.5%, compared with 6.5% growth forecasted for FY18. The survey shows that the government might meet fiscal deficit target of 3.2% for FY18. The survey also indicated that the average retail inflation has declined to a six-year low of 3.3% in FY18, with the economy moving towards a more stable price regime.
- India Economic Survey 2018 indicated that pause in government's fiscal consolidation programme cannot be ruled out. This comes on the wake of largely fiscal developments at the centre. The fiscal deficit for the first eight months of FY18 reached 112% of the total for 2017, significantly up from 89% norm (average of last 5 years) mainly due to shortfall in non-tax revenue.
- Housing Development Finance Corporation's net profit grew to Rs. 5,670 crore for the third quarter ended Dec 2017, from net profit of Rs. 1,701 crore in the previous year period. The upside was driven by gains from sale of part stake in HDFC Standard Life Insurance Ltd, after listing.
- Tech Mahindra's consolidated net profit grew 10.2% YoY to Rs. 9.43 billion for the third quarter ended Dec 2017, from Rs. 8.56 billion in the prior year period. Meanwhile, the consolidated revenue for the quarter came in at Rs. 77.76 billion, up 2.9% from Rs. 75.57 billion in the year-ago period.

FII Derivative Trade Statistics			
	29-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	11019.48	7074.52	15343.74
Index Options	132147.26	130114.43	53605.53
Stock Futures	39244.64	38128.21	74988.00
Stock Options	4760.85	4394.39	108.57
Total	187172.23	179711.55	144045.84

Derivative Statistics- Nifty Options			
	29-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.44	1.78	-0.34
Put Call Ratio(Vol)	1.06	1.04	0.02

Debt Watch				
	29-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.89%	5.92%	6.10%	6.02%
CBLO	5.87%	5.98%	6.05%	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	6.40%	6.34%	6.14%	6.20%
364 Day T-Bill	6.51%	6.31%	6.26%	6.16%
10 Year Gilt	7.62%	7.46%	7.33%	6.40%
G-Sec Vol. (Rs.Cr)	30262	32334	45921	60281
1 Month CP Rate	6.94%	6.89%	6.86%	6.76%
3 Month CP Rate	7.79%	7.58%	7.06%	7.08%
5 Year Corp Bond	7.78%	7.76%	7.68%	7.13%
1 Month CD Rate	6.25%	6.23%	6.34%	6.23%
3 Month CD Rate	7.20%	7.15%	6.33%	6.43%
1 Year CD Rate	7.46%	7.41%	6.98%	6.54%

Currency Market			
Currency	29-Jan	Prev_Day	Change
USD/INR	63.55	63.50	0.05
GBP/INR	89.82	90.92	-1.09
EURO/INR	78.87	79.07	-0.20
JPY/INR	0.58	0.58	0.00

Commodity Prices				
Commodity	29-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	65.63	63.61	60.41	53.13
Brent Crude(\$/bl)	68.25	69.56	67.07	54.84
Gold(\$/oz)	1340	1334	1302	1191
Gold(Rs./10 gm)	30223	29965	29252	28696

Source: ICRON Research

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Derivatives Market

- Nifty Feb 2018 Futures were at 11,137.65 points, a premium of 7.25 points above the spot closing of 11,130.40. The turnover on NSE's Futures and Options segment went down from Rs. 17,50,208.42 crore on Jan 25 to Rs. 3,19,544.84 crore on Jan 29.
- The Put-Call ratio remained unchanged at 0.84 against the previous session's close.
- The Nifty Put-Call ratio stood at 1.44 against previous session's close of 1.78.
- Open interest on Nifty Futures stood at 26.49 million as against the previous session's close of 39.19 million.

Indian Debt Market

- Bond yields went up drastically after the economic survey showed that Indian government's fiscal consolidation could be kept on hold for the current financial year.
- Yield on the 10-year benchmark paper (7.17% GS 2028) surged 13 bps to close at 7.44% as against previous session's close of 7.31%. During the session, bond yields traded in the range of 7.29% and 7.44%.
- Yield on the old 10-year benchmark paper (6.79% GS 2027) jumped 14 bps to close at 7.62% as against previous session's close of 7.48%. During the session, bond yields traded in the range of 7.46% and 7.64%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,620 crore (gross) on Jan 29 compared with Rs. 2,920 crore on Jan 25. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 15,776 crore on Jan 25.

Currency Market Update

- The Indian rupee was almost steady against the U.S. dollar, as market participants awaited the Union Budget on Feb 1 and ahead of the U.S. Federal Reserve's two-day policy meet that ends on Jan 31. The rupee fell 0.04% to close at 63.57 per dollar from the previous close of 63.55.
- Euro fell against the U.S. dollar following rise in the U.S. Treasury yields. Euro was trading at \$1.2372 compared with the previous close of \$1.2419.

Commodity Market Update

- Gold prices traded lower as U.S. dollar recovered from last week's weakness.
- Brent crude prices too witnessed pressure amid strength in the U.S. dollar and as rising U.S. oil output undermined efforts led by the OPEC and Russia to tighten supplies.

International News

- A preliminary report from Destatis showed that Germany's import price index grew 1.1% YoY in Dec 2017, compared with a 2.7% gain in Nov 2017. This marked the lowest gain since Nov 2016. Import prices grew 0.3% MoM in Dec, while for 2017 it surged 3.8% as against a decline of 3.1% in 2016.
- A report from the Department of Statistics showed that Singapore's manufactured product price index fell 0.6% YoY in Dec 2017 as against a gain of 2.9% in Nov 2017. Meanwhile, Singapore's producer prices grew 3.8% in the whole year 2017 as against 5.5% decline in 2016.

Thank you for
your time.