

RELIANCE

MUTUAL
FUND

Markets for You

16 Jul 2018

Indices Performance

Global Indices	13-Jul	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,019	24,925	95	0.38
Nasdaq	7,826	7,824	2	0.03
FTSE	7,662	7,651	11	0.14
Nikkei	22,597	22,188	409	1.85
Hang Seng	28,525	28,481	45	0.16
Indian Indices	13-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	36,542	36,548	-7	-0.02
Nifty 50	11,019	11,023	-4	-0.04
Nifty 100	11,259	11,270	-11	-0.10
Nifty Bank	26,936	27,027	-91	-0.34
SGX Nifty	11,022	11,040	-18	-0.16
S&P BSE Power	1,911	1,926	-16	-0.81
S&P BSE Small Cap	16,196	16,420	-224	-1.36
S&P BSE HC	14,057	14,158	-101	-0.71

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
13-Jul	23.41	1.20	27.38	1.18
Month Ago	23.42	1.14	27.54	1.22
Year Ago	23.54	1.22	25.17	1.08

Nifty 50 Top 3 Gainers

Company	13-Jul	Prev_Day	% Change [#]
BPCL	387	377	2.46
Bajaj Finance	2469	2415	2.22
Infosys	1317	1294	1.78

Nifty 50 Top 3 Losers

Company	13-Jul	Prev_Day	% Change [#]
Zee Ente.	509	534	-4.67
Bharti Infratel	303	314	-3.61
United Phos	563	582	-3.33

Advance Decline Ratio

	BSE	NSE
Advances	800	459
Declines	1835	1344
Unchanged	133	81

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-942	-5493
MF Flows**	14	69998

*13th Jul 2018; **9th Jul 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	5.00% (Jun-18)	4.28% (Mar-18)	1.46% (Jun-17)
IIP	3.20% (May-18)	6.90% (Feb-18)	2.90% (May-17)
GDP	7.70% (Mar-18)	7.00% (Dec-17)	6.10% (Mar-17)

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 closed in the green on better-than-expected Chinese trade data and on expectations that U.S.-China trade war might get resolved after the U.S. Treasury Secretary stated that the U.S. could renegotiate trade talks only if China is willing to make structural changes. However, stronger yen restricted gains. Today (as of July 16), Asian markets opened on a lower note as investors remained cautious ahead of the release of China's key economic data due later in the day. Hangseng fell 0.34% (as at 8.a.m. IST). Nikkei remained closed for holiday.
- As per the last close, European markets closed slightly higher due to gains in industrial stocks after a leading British recruitment firm stated that rise in hiring in Germany and Australia had boosted net fees for fourth-quarter by 14%. Investors remained focus on U.K. as they host a visit from U.S. President.
- As per the last close, U.S markets closed modestly higher following gains in technology and energy stocks. However, weakness in banking sectors amid mixed quarterly results from financial giants capped the gains.

Indian Equity Market

- After a volatile session, Indian Equity markets closed marginally lower. Surge in retail inflation data to 5-month high for Jun 2018 and fall in index of industrial production growth to seven-month low in May 2018 weighed on the market sentiment. Decline in banking and FMCG stocks further weighed on the indices. However, strengthening of rupee and positive global cues amid easing trade tension capped the losses.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.02% and 0.04% to close at 36,541.63 and 11,018.90, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap fell 0.77% and 1.36%.
- The market breadth on BSE was weak with 1,835 scrips declining and 800 scrips advancing. A total of 133 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Telecom stood as the major loser, down 1.98% followed by S&P BSE Realty that fell 1.36%. S&P BSE Basic Materials and S&P BSE Basic Industrials fell 1.15% and 1.05%, respectively. S&P BSE Consumer Durables stood as the major gainer, up 0.91% followed by S&P BSE Energy that grew 0.78%. S&P BSE Information Technology and S&P BSE Oil & Gas grew 0.34% and 0.01%, respectively.

Domestic News

- According to the trade ministry, India's trade deficit reached its highest level in more than five years in Jun 2018. Trade deficit stood at \$16.6 billion in Jun 2018 from \$14.62 billion in May 2018. Imports went up 21.31% YoY to \$44.30 billion in Jun 2018 due to rise in oil imports that jumped 56.61% to \$12.73 billion. Merchandise exports rose 17.57% YoY to \$27.7 billion. Meanwhile, gold imports dropped 2.8% YoY to \$2.39 billion.
- The Securities and Exchange Board of India (SEBI) has altered the methodology for daily stress testing for commodity derivatives. This comes as part of strengthening the risk management system. SEBI stated that the modification is done keeping in mind the various features and concerns of commodity derivatives markets.
- The stocks brokers in the country have been asked by Securities and Exchange Board of India (SEBI) to stop accepting cash from their clients. Further, SEBI has barred the stock brokers from receiving cash deposits in their bank accounts from the clients. Meanwhile, with an aim to accelerate the listing process, SEBI is planning bring in an alternative payment mechanism in initial public offers for retail investors.
- According to a report from the Reserve Bank of India (RBI) on State Finances, it has mentioned that more fiscal pressures are witnessed in the last two fiscal years (2015-16 and 2016-17) for several States which includes- pay revisions, interest payments and other state-specific schemes like farm-loan waivers. Thus, monetary policy committee is cautious of the fiscal positions of the States and the central bank has asked the States to improve their expenses side and limit their budget for a sustainable growth.
- India's Chief Economic Adviser who announced to resign on Jul 26 opined that Indian banking sector should have only dozen of banks. From this, there should be 3 to 5 public sector banks and remaining private sector banks, he added. He said, country need to think about how to improve governance, more private sector participation in the Indian banking sector.

FII Derivative Trade Statistics		13-Jul		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	3455.15	2873.42	25084.93	
Index Options	102392.32	99240.40	61718.61	
Stock Futures	12590.82	11425.88	80976.43	
Stock Options	9438.21	9490.62	6497.06	
Total	127876.50	123030.32	174277.03	

Derivative Statistics- Nifty Options			
	13-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.79	1.73	0.06
Put Call Ratio(Vol)	1.05	1.02	0.03

Debt Watch				
	13-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.16%	6.15%	6.08%	6.05%
CBLO	6.23%	4.99%	6.14%	6.15%
Repo	6.25%	6.25%	6.25%	6.25%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.53%	6.33%	6.43%	6.15%
364 Day T-Bill	7.19%	7.16%	7.02%	6.28%
10 Year Gilt	7.79%	7.87%	7.93%	6.46%
G-Sec Vol. (Rs.Cr)	37952	17580	27689	66625
FBIL MIBOR	6.29%	6.19%	6.25%	6.25%
3 Month CP Rate	7.55%	7.20%	7.75%	6.64%
5 Year Corp Bond	8.76%	8.86%	8.72%	7.44%
1 Month CD Rate	6.38%	6.30%	6.99%	6.26%
3 Month CD Rate	6.98%	7.00%	7.16%	6.30%
1 Year CD Rate	7.99%	8.12%	8.44%	6.61%

Currency Market			
Currency	13-Jul	Prev_Day	Change
USD/INR	68.41	68.63	-0.22
GBP/INR	90.07	90.67	-0.60
EURO/INR	79.76	80.17	-0.40
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Commodity	13-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	70.98	73.73	66.63	46.01
Brent Crude(\$/bl)	73.80	74.57	74.16	47.74
Gold(\$/oz)	1241	1254	1299	1217
Gold(Rs./10 gm)	30080	30540	30385	27936

Source: Thomson Reuters Eikon

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

Derivatives Market

- Nifty July 2018 Futures were at 11020, a premium of 1.10 points, above the spot closing of 11,018.90. The turnover on NSE's Futures and Options segment went down to Rs. 5,58,122.26 crore on Jul 13 from Rs. 17,06,179.09 crore on Jul 12.
- The Put-Call ratio stood unchanged at 0.90 against previous session's close of 0.96.
- The Nifty Put-Call ratio stood at 1.79 against the previous session's close of 1.73.
- India VIX moved down 1.47% to 12.3200 from 12.5050 in the previous trading session.

Indian Debt Market

- Bond yields rose after India's consumer price inflation data surged to a five-month high in Jun 2018. However, it was lower than market expectations. Also, easing of index of industrial production data to a seven-month low in May 2018 weighed on investors' sentiment.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 1 bps to close at 7.79% as against its previous close of 7.78%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 6,928 crore (gross) on Jul 13, compared with Rs. 6,143 crore (gross) borrowed on Jul 12. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 10,860 crore on Jul 12.
- Banks borrowed Rs. 55 crore under the central bank's Marginal Standing Facility on Jul 12 compared with borrowing of Rs. 420 crore on Jul 11.

Currency Market Update

- The rupee inched up against the greenback following decline in global crude oil prices. The rupee inched up 0.07% to close at 68.52 compared to the previous close of 68.57.
- The euro inched up against the investor risk sentiment improved to some extent after U.S. Treasury Secretary said that U.S. and China could reopen trade talks, briefly easing concerns about the trade dispute. Euro was last seen trading at \$1.1676, up 0.04% from the previous close of \$1.1671.

Commodity Market Update

- Gold prices traded lower as greenback gained against the euro after U.S. consumer price index inched up 0.1% in Jun 2018.
- Brent Crude prices traded higher after International Energy Agency raised up its expectations for a shortage in crude supplies despite rise in production from the OPEC.

International News

- According to data from Labor Department, U.S. import prices declined 0.4% in Jun 2018 as against upwardly revised 0.9% rise in May 2018. The report also stated that export prices rose 0.3% in Jun as compared with 0.6% increase in May.
- According to data from Destatis, Germany's wholesale price inflation further increased by 3.4% YoY in Jun 2018 as against 2.9% increase in May 2018. On monthly basis, wholesale prices of Germany rose 0.5% in Jun from 0.8% increase in May.
- According to final data from the statistical office INE, Spain's consumer prices rose 2.3% YoY in Jun 2018 as compared with 2.1% rise in May 2018. However, core inflation slowed to 1% increase in Jun from 1.1% rise in May.



Thank you for
your time.