

RELIANCE

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FUND

Markets for You

25 Jul 2018

Indices Performance

Global Indices	24-Jul	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,242	25,044	198	0.79
Nasdaq	7,841	7,842	-1	-0.01
FTSE	7,709	7,656	53	0.70
Nikkei	22,510	22,397	113	0.51
Hang Seng	28,663	28,256	406	1.44
Indian Indices	24-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	36,825	36,719	107	0.29
Nifty 50	11,134	11,085	50	0.45
Nifty 100	11,389	11,307	82	0.73
Nifty Bank	26,974	27,008	-34	-0.12
SGX Nifty	11,161	11,114	48	0.43
S&P BSE Power	1,947	1,920	27	1.40
S&P BSE Small Cap	16,219	15,867	351	2.21
S&P BSE HC	13,961	13,760	201	1.46

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
24-Jul	23.10	1.20	27.66	1.20
Month Ago	23.04	1.24	26.63	1.22
Year Ago	23.49	1.21	25.45	1.00

Nifty 50 Top 3 Gainers

Company	24-Jul	Prev_Day	% Change [#]
Ambuja Cem	213	198	7.40
Hindalco	208	196	5.84
Indiabulls HFC	1258	1197	5.10

Nifty 50 Top 3 Losers

Company	24-Jul	Prev_Day	% Change [#]
Kotak Bank	1312	1337	-1.85
Hero Moto	3108	3165	-1.81
Bajaj Finance	2713	2756	-1.54

Advance Decline Ratio

	BSE	NSE
Advances	1949	1456
Declines	697	355
Unchanged	131	80

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	167	-6402
MF Flows**	-199	74115

*24th Jul 2018; **20th 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 gained as investors chose to focus on corporate earnings instead of the trade war. In order to relieve banks of funding pressure, the Chinese central bank put in record liquidity into the system. Also, China's cabinet said it would support the economy through a 'vigorous' policy. The country clarified that it had no plans to devalue yuan. The U.S. President had said on Jul 23 that China is controlling its currency to make exports more profitable. Today (as of Jul 25), Asian markets opened higher following gains in the U.S. Wall Street. Both Nikkei and Hang Seng were trading up 0.37% and 0.39%, respectively (as at 8.a.m. IST).
- As per the last close, European markets closed higher after China's government revealed to adopt both fiscal and financial measures to underpin domestic demand amid its worsening trade relation with U.S. This will help China to stimulate its economic growth. Strong quarterly earnings from companies also boosted the market.
- As per the last close, U.S markets closed almost higher following strong quarterly result from major U.S. companies.

Indian Equity Market

- Indian equity markets touched record highs as rally in blue-chip companies continued. The stocks behind the gains are from the banking, IT, consumer durables, auto and infrastructure sectors. Optimism on the corporate earnings front continued to boost investor sentiment. However, gains were capped amid concerns that the Monetary Policy Committee may increase the repo rate to 6.5 % in its upcoming policy review meeting.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.29% and 0.45% to close at 36,825.10 and 11,134.30, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap grew 1.77% and 2.21%, respectively.
- The overall market breadth on BSE was strong with 1949 scrips advancing and 697 scrips declining. A total of 131 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Basic Materials stood as the major gainer, up 3.73% followed by S&P BSE Metal that grew 2.87%. S&P BSE Realty and S&P BSE Capital Goods grew 2.8% and 2.56%. S&P BSE Industrials and S&P BSE Healthcare grew 2.29% and 1.46%. S&P BSE Energy and S&P BSE Bankex were the two losers, down 0.01% and 0.13%, respectively.

Domestic News

- In order to quickly resolve non-performing assets (NPAs) of Rs. 50 crore or more under consortium lending, 22 public sector banks, 19 private banks and 32 foreign banks have signed an overarching inter-creditor agreement (ICA). Other than these, 12 major financial intermediaries also became part of the pact. Under ICA, the lead lender will submit each resolution to an Overseeing Committee.
- The Sukanya Samridhi Yojana that was launched by the government in 2015 to empower the girl child has been modified by the government to include more number of people. The minimum initial deposit for opening the account has been lowered from Rs. 1000 to Rs 250 and the minimum yearly compulsory deposit has also been brought down to Rs 250 from Rs. 1000. The Union finance minister informed that the scheme has got an overwhelming response as more than 1.26 crore accounts have been opened securing an amount of Rs 19,183 crore till Nov 2017. The scheme's interest rates are revised every quarter. For the current quarter (Jul-Sep) quarter, the rate has been fixed at 8.1%.
- According to media news, the National Assessment and Accreditation Council (NAAC) could be the model on which the new funding body for higher educational institutions will be formed. NAAC comes under the University Grants Commission and is an autonomous body. A model similar to NAAC could be the best option.
- As per a Comptroller and Auditor General of India (CAG) report, only five of the 16 major irrigation and power projects approved by the centre are under execution. The government had approved these projects 10 years ago. Cost escalation has been 2,341%. The five projects are Gosirkund project, Teetsa, Saryu, Indira Sagar Poolavaram project and Shahpur-Kandi project. "A total expenditure of Rs 13,299.12 crore had been incurred on these five projects as of March 2017," the report said.

FII Derivative Trade Statistics	24-Jul		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4408.85	5012.39	28553.36
Index Options	52233.59	52315.17	76027.99
Stock Futures	25002.96	25020.91	80325.78
Stock Options	7905.16	7923.61	8175.71
Total	89550.56	90272.08	193082.84

Derivative Statistics- Nifty Options	24-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.89	1.80	0.09
Put Call Ratio(Vol)	1.13	1.10	0.03

Debt Watch	24-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.27%	6.12%	6.25%	6.10%
CBLO	6.38%	6.23%	5.39%	6.23%
Repo	6.25%	6.25%	6.25%	6.25%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.63%	6.53%	6.45%	6.10%
364 Day T-Bill	7.21%	7.18%	7.05%	6.23%
10 Year Gilt	7.78%	7.75%	7.82%	6.41%
G-Sec Vol. (Rs.Cr)	25975	53995	29154	78149
FBIL MIBOR	6.39%	6.30%	6.31%	6.24%
3 Month CP Rate	7.80%	7.65%	7.58%	6.54%
5 Year Corp Bond	8.72%	8.71%	8.71%	7.39%
1 Month CD Rate	6.64%	6.50%	6.93%	6.23%
3 Month CD Rate	7.04%	7.05%	6.93%	6.24%
1 Year CD Rate	7.97%	7.98%	8.04%	6.52%

Currency Market	24-Jul	Prev_Day	Change
USD/INR	69.05	68.70	0.35
GBP/INR	90.30	90.28	0.02
EURO/INR	80.54	80.56	-0.02
JPY/INR	0.62	0.62	0.00

Commodity Prices	24-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	70.02	67.98	68.82	46.20
Brent Crude(\$/bl)	74.17	70.31	73.41	47.75
Gold(\$/oz)	1224	1227	1268	1255
Gold(Rs./10 gm)	29897	30044	30484	28539

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty July 2018 Futures were at 11,142, a premium of 7.70 points, above the spot closing of 11,134.30. The turnover on NSE's Futures and Options segment went up to Rs. 8,74,238.49 on Jul 24 from Rs. 6,85,818.85 crore on Jul 23.
- The Put-Call ratio stood at 0.99 against previous session's close of 0.88.
- The Nifty Put-Call ratio stood at 1.89 against the previous session's close of 1.80.
- India VIX moved down 4.53% to 12.4150 from 13.0050 in the previous trading session.
- Open interest on Nifty Futures stood at 29.29 million as against the previous session's close at 28.58 million.

Indian Debt Market

- Bond yield declined as crude oil prices remained steady. Aggressive demand at state debt auction also added to the gains.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 3 bps to close at 7.78% as against its previous close of 7.81%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 24,623 crore (gross) on Jul 24, compared with Rs. 22,359 crore (gross) borrowed on Jul 23. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 6,862 crore on Jul 23.
- Banks borrowed Rs. 1,120 crore under the central bank's Marginal Standing Facility on Jul 23 compared with borrowing of Rs. 2,982 crore on Jul 20.
- RBI conducted a 14-day variable rate repo auction for a notified amount of Rs. 22,500 crore for which Rs. 22,508 crore was allotted at a cut-off rate of 6.27%.

Currency Market Update

- The rupee weakened against the U.S. dollar following rise in U.S. Treasury yields which boosted demand of the greenback. However, intervention by the central bank restricted further losses. The rupee fell 0.13% to close at 68.94 against the previous close of 68.86.
- The euro edged up against the greenback, after preliminary data showed that eurozone business growth remained upbeat in Jul. However, persisting concerns of a trade war capped the gains. Euro was last seen trading at \$1.1702, up 0.10% compared with the previous close of \$1.1690.

Commodity Market Update

- Gold prices traded higher as greenback depreciated against the euro.
- Brent Crude prices traded marginally lower amid concerns over increased crude supplies from Russia, Saudi Arabia and other members of the OPEC..

International News

- According to a National Association of Realtors report, U.S. existing home sales went down for the third consecutive month in Jun 2018, defying expectations. Existing home sales decreased 0.6% to an annual rate of 5.36 million in Jun from 5.41 million in May 2018. Expectations were for a 0.5% rise.
- According to IHS Markit flash survey results, eurozone private sector activity growth slowed at the beginning of the third quarter. This happened because improvement in Germany was overshadowed by a slowdown in France. The composite output index decreased to 54.3 in Jul 2018 from 54.9 in Jun 2018. Expectations were for a fall to 54.8.



Thank you for
your time.