

RELIANCE

MUTUAL
FUND

Markets for You

03 Jul 2018

Indices Performance

Global Indices	02-Jul	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,307	24,271	36	0.15
Nasdaq	7,568	7,510	57	0.76
FTSE	7,548	7,637	-89	-1.17
Nikkei	21,812	22,305	-493	-2.21
Hang Seng	Closed	28,955	NA	NA
Indian Indices	02-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,264	35,423	-159	-0.45
Nifty 50	10,657	10,714	-57	-0.53
Nifty 100	10,930	10,993	-64	-0.58
Nifty Bank	26,230	26,364	-134	-0.51
SGX Nifty	10,648	10,676	-28	-0.26
S&P BSE Power	1,914	1,947	-33	-1.69
S&P BSE Small Cap	15,920	16,032	-112	-0.70
S&P BSE HC	13,961	14,004	-43	-0.30

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
2-Jul	22.40	1.27	25.76	1.23
Month Ago	23.23	1.14	27.09	1.23
Year Ago	22.64	1.27	24.23	1.12

Nifty 50 Top 3 Gainers

Company	02-Jul	Prev_Day	% Change [#]
Asian Paints	1293	1264	2.26
Infosys	1335	1307	2.10
Vedanta	240	236	1.55

Nifty 50 Top 3 Losers

Company	02-Jul	Prev_Day	% Change [#]
NTPC	154	160	-3.82
Ambuja Cem	200	207	-3.64
Bharti Airtel	368	382	-3.64

Advance Decline Ratio

	BSE	NSE
Advances	914	609
Declines	1691	1196
Unchanged	160	76

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1738	-4306
MF Flows**	-69	65926

*2nd Jul 2018; **28th Jun 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.87% (May-18)	4.44% (Feb-18)	2.18% (May-17)
IIP	4.90% (Apr-18)	7.40% (Jan-18)	3.20% (Apr-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 largely remained in the red as investor sentiments were weighed down by weak Chinese manufacturing data for Jun 2018. Persisting concerns over trade war between U.S. and China continued to be a spoilsport for the markets. Today (as of Jul 3), Asian markets opened mixed. Trade tensions between the U.S. and its trading partners weighed on the market, while gains in the Wall Street boosted investor's sentiments. Nikkei was trading up 0.13% while Hang Seng was trading down 2.46% (as at 8.a.m. IST).
- As per the last close, European markets closed lower as concerns over global trade continue to weigh on investor sentiment.
- As per the last close, U.S markets closed higher after release of a report from the Institute for Supply management showing growth in U.S. manufacturing activity unexpectedly accelerated in the month of Jun 2018. However, trade concerns relation between the U.S. and China capped the gains.

Indian Equity Market

- The equity markets was dragged down by weak cues from Asian markets. Persistent concerns over U.S. - China trade war and lower than expected Chinese manufacturing data for Jun 2018 dampened market sentiment.
- Downside was restricted by the results of a private survey showing improvement in domestic manufacturing conditions in Jun. Statement by U.S. President regarding agreement with Saudi Arabia on increasing oil production, halted the recent rally in oil prices.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.45% and 0.53% to close at 35,264.41 and 10,657.30, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap slipped 0.75% and 0.70%, respectively.
- The overall market breadth on BSE was weak with 1,691 scrips declining and 914 scrips advancing. A total of 160 scrips remained unchanged.
- On the BSE sectoral front, barring S&P BSE IT, S&P BSE Consumer Durables and S&P BSE Teck, all the indices closed in the red. S&P BSE Telecom was the major loser, down 2.61%, followed by S&P BSE Metal and S&P BSE Power, which fell 1.80% and 1.69%, respectively.

Domestic News

- Government data showed that the index of eight core industries witnessed a growth of 3.6% on a yearly basis in May 2018, down from 4.6% in the previous month and 3.9% in the same month of the previous year. The coal sector witnessed the maximum growth of 12.1% on a yearly basis followed by fertilizers sector and cement sector that witnessed a growth of 8.4% and 5.2% respectively. The refinery products sector, electricity sector and steel sector witnessed yearly growth of 4.9%, 3.5% and 0.5%, respectively. However, the crude oil sector and natural gas sector contracted 2.9% and 1.4% during the same time period, cumulative growth during Apr to May, 2018-19 came in at 4.1%.
- The Nikkei India Manufacturing Purchasing Managers' Index (PMI), rose to 53.1 in Jun 2018 from 51.2 in May 2018. This is the strongest reading in 2018 so far. The increase came due to strong growth in output and new orders that rose at the fastest rates in this year, so far.
- According to a statement by the Labor Ministry, consumer price inflation for industrial workers stood at 3.96% in May 2018 as against 3.97% in Apr 2018 and 1.09% in May 2017. The food inflation based on CPI-IW (Consumer Price Index-Industrial Workers) rose to 1.66% in May as compared with 1.33% in Apr and fall of 1.63% during May 2017.
- Bajaj Auto's total sales came in at 4,04,429 units in Jun 2018, up 65% YoY from 2,44,878 units in Jun 2017. Motorcycle sales came in at 3,37,752 units in Jun 2018, up from 2,04,667 units in Jun 2017.
- U.S. Food and Drug Administration (USFDA) has given the approval to Aurobindo Pharma for manufacturing and marketing of Ibuprofen capsules. The capsules that will launched in Sep 2018 will be used to relieve pain and reduce fever.
- Coal India Limited's coal production came in at 136.87 million tonne during the first quarter ended Jun 2018, up 15.2% YoY. However, according to the media reports, it missed the production target by 9%. Meanwhile, the supply to power plants also surged 15.4% to 122.84 million tonne.

FII Derivative Trade Statistics		02-Jul	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3814.48	2371.82	18387.33
Index Options	43986.51	43924.04	49740.21
Stock Futures	12014.48	11911.52	78549.94
Stock Options	4694.67	4645.35	2421.74
Total	64510.14	62852.73	149099.22

Derivative Statistics- Nifty Options			
	02-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.48	1.45	0.02
Put Call Ratio(Vol)	0.85	0.90	-0.05

Debt Watch				
	02-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.12%	6.23%	5.98%	6.11%
CBLO	6.10%	6.26%	5.98%	6.18%
Repo	6.25%	6.25%	6.00%	6.25%
Reverse Repo	6.00%	6.00%	5.75%	6.00%
91 Day T-Bill	6.42%	6.44%	6.43%	6.28%
364 Day T-Bill	7.11%	7.00%	6.86%	6.35%
10 Year Gilt	7.91%	7.82%	7.85%	6.51%
G-Sec Vol. (Rs.Cr)	13776	26377	15457	53131
FBIL MIBOR	6.25%	6.35%	6.05%	6.25%
3 Month CP Rate	7.40%	7.50%	8.05%	6.69%
5 Year Corp Bond	8.82%	8.70%	8.62%	7.54%
1 Month CD Rate	6.60%	7.16%	6.59%	6.33%
3 Month CD Rate	6.82%	6.96%	7.58%	6.35%
1 Year CD Rate	8.11%	8.07%	8.25%	6.69%

Currency Market			
Currency	02-Jul	Prev_Day	Change
USD/INR	68.62	68.58	0.05
GBP/INR	90.43	89.93	0.50
EURO/INR	79.96	79.85	0.11
JPY/INR	0.62	0.62	0.00

Commodity Prices				
Commodity	02-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	73.84	68.76	65.81	45.97
Brent Crude(\$/bl)	76.05	72.56	74.48	47.12
Gold(\$/oz)	1242	1265	1293	1241
Gold(Rs./10 gm)	30348	30540	30764	28803

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty July 2018 Futures were at 10,658.25, a premium of 0.95 points, above the spot closing of 10,657.30. The turnover on NSE's Futures and Options segment went down to Rs. 5,63,024.34 crore on Jul 2 from Rs. 4,35,467.26 crore on Jun 29.
- The Put-Call ratio stood at 0.81 against previous session's close of 0.82.
- The Nifty Put-Call ratio stood at 1.45 against the previous session's close of 1.48.
- India VIX moved up 3.96% to 13.4500 from 12.9375 in the previous trading session.
- Open interest on Nifty Futures stood at 20.29 million as against the previous session's close at 20.26 million.

Indian Debt Market

- Amid lower trade volumes, bond yields initially fell on short covering by market participants. Gains were reversed following weakness in the Indian rupee against the U.S. dollar.
- Yield on the 10-year benchmark paper (7.17% GS 2028) inched up 1 bps to close at 7.91% as against its previous close of 7.90%. During the session, bond yields traded in the range of 7.86% and 7.92%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,871 crore (gross) on Jul 02, compared with Rs. 9,718 crore (gross) borrowed on Jun 29. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 16,921 crore on Jun 29.
- Banks borrowed Rs. 3,125 crore under the central bank's Marginal Standing Facility on Jun 29 against no borrowing on Jun 28.

Currency Market Update

- The rupee weakened against the greenback and ended at the lowest level since Aug 28, 2013 following losses in the domestic equity market due to ongoing trade disputes between the U.S. and China. The rupee fell 0.48% to close at 68.80 per dollar from the previous close of 68.47 per dollar.
- The euro fell against the greenback as investor risk sentiment were affected following escalating trade tensions between the U.S. and China. Euro was last seen trading at \$1.1608, down 0.64% from the previous close of \$1.1683.

Commodity Market Update

- Gold prices inched down on stronger dollar and on expectations of a faster rate hike by the Federal Reserve (Fed) in coming time.
- Brent crude prices fell on news that the Saudi Arabia had agreed to raise more oil output that is likely to be around 2,000,000 barrels, basis direction by the U.S. President.

International News

- According to a report from the University of Michigan, U.S. consumer sentiment index came in at 98.2 in Jun down from preliminary reading of 99.3. However, it came in slightly higher than May reading of 98.0.
- According to a report from Eurostat, eurozone's unemployment rate remained unchanged at 8.4% in May 2018. This marked the lowest rate since Dec 2008. Meanwhile, the number of people out of work fell by 125,000 as against the previous month to 13.656 million in May.
- According to a report from the IHS Markit, Eurozone's factory Purchasing Managers' Index fell to 54.9 in Jun 2018 as against 55.5 in May 2018. This marked an 18-month low.



Thank you for
your time.