

RELIANCE

MUTUAL
FUND

Markets for You

09 Jul 2018

Indices Performance

Global Indices	06-Jul	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,456	24,357	100	0.41
Nasdaq	7,688	7,586	102	1.34
FTSE	7,618	7,603	14	0.19
Nikkei	21,788	21,547	241	1.12
Hang Seng	28,316	28,182	134	0.47
Indian Indices	06-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,658	35,575	83	0.23
Nifty 50	10,773	10,750	23	0.21
Nifty 100	11,037	11,009	29	0.26
Nifty Bank	26,494	26,503	-9	-0.04
SGX Nifty	10,778	10,770	8	0.07
S&P BSE Power	1,900	1,896	3	0.18
S&P BSE Small Cap	16,060	15,986	73	0.46
S&P BSE HC	14,046	14,152	-106	-0.75

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
6-Jul	22.71	1.24	26.62	1.21
Month Ago	22.92	1.15	27.06	1.23
Year Ago	23.00	1.25	24.62	1.10

Nifty 50 Top 3 Gainers

Company	06-Jul	Prev_Day	% Change [#]
HPCL	268	256	4.52
Hero Moto	3637	3506	3.75
Tata Motors	271	262	3.56

Nifty 50 Top 3 Losers

Company	06-Jul	Prev_Day	% Change [#]
Cipla	613	627	-2.24
Tech Mahindra	635	647	-1.82
Bosch	17770	18084	-1.74

Advance Decline Ratio

	BSE	NSE
Advances	1451	1039
Declines	1197	749
Unchanged	134	84

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	251	-3810
MF Flows**	38	69389

*6th Jul 2018; **5th Jul 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 closed in the green after taking positive cues from overnight U.S. markets. Expectations that China would be able to take necessary measures to support the economy has also overshadowed U.S.'s tariff plans on Chinese goods. Today (as of July 09), Asian markets opened positive following rise on the Wall Street overnight. Both Nikkei and Hang Seng rose 0.97% and 1.46%, respectively (as at 8 a.m. IST).
- As per the last close, European markets closed on a positive note after moving in a range during the session. Market participants remained cautious due to concerns over the trade war between the U.S. and China. The U.S. has imposed tariffs on \$34 billion worth of Chinese imports and China quickly responded in kind. The U.S. President later said that U.S. could soon impose tariffs on more than \$500 billion in Chinese imports.
- As per the last close, U.S markets rose following upbeat U.S. nonfarm payroll data for Jun 2018. Meanwhile, minutes from the latest U.S. Federal Reserve meeting showed negative risks to economy from U.S. trade policy have intensified.

Indian Equity Market

- Indian Equity markets modestly higher following recovery in the global markets after investors responded calmly to imposition of tariffs by U.S. on Chinese imports. Gains were extended amid reports of good progress of monsoon rains and optimism amongst investors ahead of the earnings season. Further, gains in energy stocks due to decline in oil prices boosted the indices. However, concerns about the intensifying conflicts capped the gains.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.23% and 0.21% to close at 35,657.86 and 10,772.65, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap grew 0.56% and 0.46%.
- The overall market breadth on BSE was strong with and 1,451 scrips advancing and 1,197 scrips declining. A total of 134 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Industrials was the major gainer, up 1.50% followed by S&P BSE Auto that grew 1.39%. S&P BSE Realty and S&P BSE Capital Goods grew 1.27% and 1.16%, respectively. S&P BSE Healthcare was the major loser, down 0.75% followed by S&P BSE Consumer Durables that fell 0.23%.

Domestic News

- Securities and Exchange Board of India (SEBI) has analysed the mechanism of dividend adjustment for stock options and has permitted alteration in strike price. It stated that if dividend declared by a company is above 5% of the underlying stocks, adjustment in strike price will be carried out. SEBI also stated that the adjustment in strike price will be done in all other cases of dividend, wherein listed company has sought exemption from the timeline prescribed under listing and disclosure regulations.
- According to the Finance Secretary, the Goods and Service Tax (GST) Council will consider bringing petroleum products under GST net and it could happen in phases. Meanwhile, the chairman of the Central Board of Indirect Taxes and Customs said that, despite there is demand for bringing petroleum products under GST, the GST Council need to finalise on the same.
- According to the media reports, allowing foreign investment in inventory-led online retailers stocking products made in India has been recommended by a government-industry subgroup on ecommerce. As per the reports, the policy would establish a new definition for ecommerce that will bring in greater liability and responsibility on online retailers that may have to seek government approval.
- Microsoft is planning to outspread its Movies & TV app from Windows 10 to Android and iOS also. Therefore, the customers can now watch content on any device rather than watching only in Windows 10 PCs, Xbox, and Windows 10 Mobile.
- Indiabulls Real Estate has entered into an agreement with Blackstone Group to sell its commercial assets in Chennai for Rs. 8.5 billion. The real estate company stated that these commercial assets are non-core real estate business operations for the company.
- According to the 41st Annual General Meeting of Reliance Industries, the parent company will focus on its consumer businesses such as Reliance Retail and Reliance Jio. These consumer businesses will also contribute to the overall earnings of the company as the energy and petrochemical businesses.

FII Derivative Trade Statistics		06-Jul		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2585.92	1881.60	19847.72	
Index Options	120250.33	119486.33	51500.94	
Stock Futures	10850.71	10658.37	79158.97	
Stock Options	6728.09	6617.06	4471.48	
Total	140415.05	138643.36	154979.11	

Derivative Statistics- Nifty Options			
	06-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.51	1.51	0.01
Put Call Ratio(Vol)	0.95	0.99	-0.04

Debt Watch				
	06-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.15%	6.21%	5.88%	6.03%
CBLO	4.99%	6.20%	5.71%	6.04%
Repo	6.25%	6.25%	6.25%	6.25%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.33%	6.48%	6.52%	6.27%
364 Day T-Bill	7.16%	7.11%	6.99%	6.34%
10 Year Gilt	7.87%	7.90%	7.92%	6.54%
G-Sec Vol. (Rs.Cr)	17580	27152	25056	61417
FBI MIBOR	6.19%	6.25%	5.96%	6.17%
3 Month CP Rate	7.20%	7.55%	7.80%	6.68%
5 Year Corp Bond	8.86%	8.79%	8.67%	7.56%
1 Month CD Rate	6.30%	6.81%	7.35%	6.30%
3 Month CD Rate	7.00%	7.00%	7.54%	6.36%
1 Year CD Rate	8.12%	8.08%	8.32%	6.67%

Currency Market			
Currency	06-Jul	Prev_Day	Change
USD/INR	68.88	68.75	0.12
GBP/INR	91.14	91.07	0.07
EURO/INR	80.63	80.48	0.16
JPY/INR	0.62	0.62	0.00

Commodity Prices				
Commodity	06-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	73.73	74.08	64.75	45.47
Brent Crude(\$/bl)	74.57	76.78	72.32	48.82
Gold(\$/oz)	1254	1252	1296	1225
Gold(Rs./10 gm)	30540	30341	30660	28135

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty July 2018 Futures were at 10,778.4, a premium of 5.75 points, above the spot closing of 10,772.65. The turnover on NSE's Futures and Options segment went down to Rs. 4,56,642.98 crore on Jul 6 from Rs. 15,18,097.53 crore on Jul 5.
- The Put-Call ratio stood at 0.85 against previous session's close of 0.92.
- The Nifty Put-Call ratio remained unchanged at 1.51 against the previous session's close.
- Open interest on Nifty Futures stood at 22.42 million as against the previous session's close at 21.99 million.

Indian Debt Market

- Bond yields fell amid lower volumes after robust demand at the weekly auction of government securities. However, investors remained cautious on escalating trade tensions between the U.S. and China.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 3 bps to close at 7.87% as against its previous close of 7.90%. During the session, bond yields traded in the range of 7.87% and 7.90%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,492 crore (gross) on Jul 6, compared with Rs. 3,896 crore (gross) borrowed on Jul 5. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 46,425 crore on Jul 5.
- Banks borrowed Rs. 315 crore under the central bank's Marginal Standing Facility on Jul 5 compared with borrowing of Rs. 1,450 crore on Jun 4.

Currency Market Update

- The rupee rose against the U.S. dollar due to intervention by the Reserve Bank of India and greenback sales by the exporters. Gains in domestic equity market also supported the rupee. The rupee rose 0.11% to close at 68.87 per dollar from the previous close of 68.95 per dollar.
- The euro rose against the greenback following less than expected U.S. wage growth and increase in U.S. unemployment rate in Jun 2018. Euro was last seen trading at \$1.1758, up 0.59% from the previous close of \$1.1689.

Commodity Market Update

- The precious metal lost its sheen after the U.S. nonfarm payrolls rose in Jun albeit the unemployment rate stood at 4%.
- Brent crude prices moved down on concerns over higher output supply from Arabia.

International News

- According to the minutes of U.S. Federal Reserve's (Fed) Jun meeting, despite mounting concerns over a trade war, the bank plans to continue raising interest rates. In the meeting, it had hiked rates and announced its projection of four rate increases in 2018 as against previous expectation of three. The Fed maintained its outlook for three rate hikes in 2019.
- According to a report from the Labor Department, U.S. non-farm payroll employment surged by 213,000 jobs in Jun 2018 as against an upwardly revised increase of 244,000 jobs (223,000 jobs addition originally reported) in May 2018. However, the unemployment rate surged to 4% in Jun as against 3.8% in May.

Thank you for
your time.