

RELIANCE

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FUND

Markets for You

12 Jul 2017

Indices Performance

Global Indices	11-Jul	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,409	21,409	1	0.00
Nasdaq	6,193	6,176	17	0.27
FTSE	7,330	7,370	-40	-0.55
Nikkei	20,195	20,081	115	0.57
Hang Seng	25,878	25,500	378	1.48
Indian Indices	11-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,747	31,716	31	0.10
Nifty 50	9,786	9,771	15	0.15
Nifty 100	10,106	10,103	3	0.03
Nifty Bank	23,585	23,675	-90	-0.38
SGX Nifty	9,791	9,773	18	0.18
S&P BSE Power	2,259	2,254	5	0.24
S&P BSE Small Cap	15,806	15,899	-93	-0.58
S&P BSE HC	14,453	14,547	-94	-0.65

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
11-Jul	23.31	1.23	24.91	1.09
Month Ago	22.69	1.31	24.38	1.18
Year Ago	20.20	1.41	23.25	1.23

Nifty 50 Top 3 Gainers

Company	11-Jul	Prev_Day	% Change [#]
Hindalco	201	196	2.48
Bajaj Auto	2793	2731	2.27
Tata Motors	457	447	2.24

Nifty 50 Top 3 Losers

Company	11-Jul	Prev_Day	% Change [#]
Bharti Airtel	395	406	-2.53
BOB	163	167	-2.37
Cipla	538	549	-1.96

Advance Decline Ratio

	BSE	NSE
Advances	1135	650
Declines	1596	1041
Unchanged	147	75

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	162	53228
MF Flows**	790	43542

*11th Jul 2017; **7th Jul 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	2.17% (May-17)	5.51% (Feb-17)	-0.90% (May-16)
IIP	3.10% (Apr-17)	3.80% (Jan-17)	6.50% (Apr-16)
GDP	6.10% (Mar-17)	7.00% (Dec-16)	9.20% (Mar-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

- Most of the Asian markets witnessed gains amid optimism ahead of U.S. corporate earnings season. Investor also awaited U.S. Fed chief's semi-annual testimony before Congress, scheduled later during the week. Today (As on Jul 12), Asian market opened mixed. Stronger yen weighed on Japanese market. Also, release of series of emails by the son of U.S. President regarding its meeting with the Russian lawyer added to losses. However, optimism ahead of U.S. corporate earnings season supported market. Nikkei Average was trading down 0.35% and Hang Seng was trading up 0.65% (as at 8.00 a.m IST).
- As per the last close, European market closed lower as investors were cautious ahead of U.S. Federal Reserve Chair's semi annual testimony before Congress on Jul 12.
- As per the last close, U.S. markets closed almost flat as investors were reluctant to make any significant step ahead of U.S. Federal Reserve Chair's semi annual testimony before Congress on Jul 12.

Indian Equity Market

- The market continued with the upward trend and touched a fresh high amid expectations of easing retail inflation data, which will be announced on Jul 12. Positive cues from most of the other regional peers added to the gains. However, upside was limited on the back of profit booking and as investors waited for testimony from the U.S. Federal Reserve chair for clues on the next rate hike by the U.S. central bank.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.10% and 0.15% to close at 31,747.09 and 9,786.05, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap went down -0.79% and -0.58%, respectively.
- The overall market breadth on BSE was weak with 1,596 scrips declining and 1,135 scrips advancing. A total of 147 scrips remained unchanged.
- On the BSE sectoral front, performances were mixed cues. S&P BSE IT (0.91%) stood as the major gainer followed by S&P BSE Auto (0.80%) and S&P BSE TECK (0.35%). Meanwhile, S&P BSE Telecom (-1.79%) stood as the major loser followed by S&P BSE Realty (-1.56%) and S&P BSE Consumer Durables (-0.70%). IT sector gained ahead of the first quarter earnings season starting this week.

Domestic News

- The government is considering the request of the Banks and the National Payments Corporation of India to increase the referral bonus of payments app Bharat Interface for Money (BHIM). BHIM has not been able to attract consumers as the incentive on it is too low. NPCI has requested the government to increase the referral bonus to Rs. 25 from Rs. 10, which is being considered by the government.
- The Income Tax Department has launched an online facility known as "Aaykar Setu" that will facilitate payment of taxes, tracking of tax deducted at source, and filing of applications for permanent account numbers (PAN). Also, it will enable people to link their Aadhaar with PAN.
- The finance ministry in a statement mentioned that gifts worth upto Rs. 50,000 by an employer to its employees including free membership of clubs, health and fitness centers will not be subject to the Goods and Services Tax (GST). Free housing as part of cost-to-company (CTC) package will also come under the same ambit.
- India's consumer inflation is expected to have slowed to a record low to 1.70 in Jun 2017 from 2.18 in May 2017 owing to sharp drop in food and oil prices, as per media reports. If realised, this would mark the lowest level since the series began in 2012. Also, it would be below the Reserve Bank of India's medium-term target of 4.0% for the eighth consecutive month. Further, this would intensify the reason for a cut in interest rates.
- The finance minister urged financial institutions, including National Bank for Agriculture and Rural Development, and banks to provide financial support and fund the unfunded. The finance minister stated that if the resources of banks and financial institutions are moved towards the unorganised sector through various schemes, it will facilitate in creating more employment.

FII Derivative Trade Statistics		11-Jul	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1429.01	2421.15	20141.60
Index Options	37445.59	35158.53	61682.15
Stock Futures	6309.10	4161.54	69532.43
Stock Options	4575.82	4259.61	5102.66
Total	49759.52	46000.83	156458.84

Derivative Statistics- Nifty Options			
	11-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.37	1.34	0.03
Put Call Ratio(Vol)	1.23	1.21	0.03

Debt Watch				
	11-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.04%	6.04%	6.13%	6.43%
CBLO	6.19%	6.04%	5.13%	6.40%
Repo	6.25%	6.25%	6.25%	6.50%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.24%	6.27%	6.26%	6.54%
364 Day T-Bill	6.30%	6.35%	6.35%	6.77%
10 Year Gilt	6.48%	6.55%	6.50%	7.38%
G-Sec Vol. (Rs.Cr)	64538	49477	69544	57052
1 Month CP Rate	6.51%	6.58%	6.55%	7.46%
3 Month CP Rate	6.70%	6.71%	6.68%	7.72%
5 Year Corp Bond	7.27%	7.35%	7.28%	7.98%
1 Month CD Rate	6.28%	6.31%	6.27%	6.50%
3 Month CD Rate	6.32%	6.37%	6.37%	6.70%
1 Year CD Rate	6.68%	6.70%	6.76%	7.35%

Currency Market			
Currency	11-Jul	Prev_Day	Change
USD/INR	64.50	64.54	-0.04
GBP/INR	83.09	83.28	-0.19
EURO/INR	73.44	73.58	-0.15
JPY/INR	0.56	0.57	0.00

Commodity Prices				
Commodity	11-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	45.01	45.97	45.77	44.68
Brent Crude(\$/bl)	46.92	49.39	46.08	43.38
Gold(\$/oz)	1217	1224	1266	1355
Gold(Rs./10 gm)	27772	28149	28916	31279

Source: ICRON Research

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Derivatives Market

- Nifty Jul 2017 Futures were at 9,787.25 points, a premium of 1.20 points, over the spot closing of 9,786.05. The turnover on NSE's Futures and Options segment went up from Rs. 3,33,398.09 crore on Jul 10 to Rs. 4,68,724.33 crore on Jul 11.
- The Put-Call ratio stood at 1.01 compared with the previous session's close of 0.99.
- The Nifty Put-Call ratio stood at 1.37 compared with the previous session's close of 1.34.
- The open interest on Nifty Futures stood at 22.61 million as against previous session's close of 22.00 million.

Indian Debt Market

- Bond yields rose as market participants resorted to profit booking from the bond market's recent rally. However, broader market sentiment remained positive on growing expectations that a low inflation data for Jun 2017 will lead to further monetary easing.
- Yield on the 10-year benchmark paper (6.79% GS 2027) inched up 1 bps to 6.48% from the previous close of 6.47%. During the session, bond yields traded in the range of 6.46% and 6.49%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 1,980 crore (gross) on Jul 11, compared with Rs. 3,855 crore (gross) borrowing on Jul 10. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 4,992 crore on Jul 10.
- Banks' borrowing under the central banks Marginal Standing Facility was Rs. 1,660 crore on Jul 10 as against Rs. 1,330 crore borrowing on Jul 7.

Currency Market Update

- The Indian rupee inched down against the U.S. dollar as state-run banks stepped up greenback purchases. Meanwhile, market participants remained on the sidelines ahead of the U.S. Federal Reserve's Congressional testimony due later in the week.
- The euro was almost steady against the U.S. dollar as market participants awaited comments from the U.S. Federal Reserve for fresh cues on policy direction.

Commodity Market Update

- Gold prices snapped as investors awaited comments from the U.S. Federal Reserve chair for insights on monetary policy decision.
- Brent crude prices dropped despite possibility of output cut in Libya and Nigeria, and news of diminishing U.S. stockpiles.

International News

- According to a report from the Organization for Economic Cooperation and Development (OECD), jobless rate in OECD area came in at 5.9% in May 2017, the same rate as seen in Apr 2017. There were 36.8 million people unemployed across the OECD area, up 4.1 million than in Apr 2008.
- According to a report from the Federal Reserve, consumer credit surged more than market expectations in May 2017. Consumer credit grew \$18.4 billion in May after increasing by an upwardly revised \$12.9 billion (\$8.2 billion increase originally reported) in Apr 2017.



Thank you for
your time.