

RELIANCE

MUTUAL
FUND

Markets for You

17 Jul 2017

Indices Performance

Global Indices	14-Jul	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,638	21,553	85	0.39
Nasdaq	6,312	6,274	38	0.61
FTSE	7,378	7,413	-35	-0.47
Nikkei	20,119	20,100	19	0.09
Hang Seng	26,389	26,346	43	0.16
Indian Indices	14-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	32,021	32,037	-17	-0.05
Nifty 50	9,886	9,892	-5	-0.05
Nifty 100	10,222	10,226	-4	-0.04
Nifty Bank	23,938	23,889	49	0.21
SGX Nifty	9,911	9,898	14	0.14
S&P BSE Power	2,287	2,279	7	0.32
S&P BSE Small Cap	15,908	15,964	-56	-0.35
S&P BSE HC	14,703	14,573	130	0.89

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
14-Jul	23.47	1.22	25.42	1.08
Month Ago	22.64	1.31	24.29	1.19
Year Ago	20.51	1.39	23.49	1.21

Nifty 50 Top 3 Gainers

Company	14-Jul	Prev_Day	% Change [#]
Aurobindo Pharma	747	705	5.87
GAIL	390	372	4.92
ACC	1755	1704	3.03

Nifty 50 Top 3 Losers

Company	14-Jul	Prev_Day	% Change [#]
Indian Oil	373	381	-2.06
TCS	2397	2446	-2.00
Tata Motors	451	459	-1.69

Advance Decline Ratio

	BSE	NSE
Advances	996	592
Declines	1701	1111
Unchanged	125	81

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-83	53852
MF Flows**	513	45617

*14th Jul 2017; **13th Jul 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	0.90%	5.11%	-0.09%
	(Jun-17)	(Mar-17)	(Jun-16)
IIP	1.70%	0.80%	8.00%
	(May-17)	(Feb-17)	(May-16)
GDP	6.10%	7.00%	9.20%
	(Mar-17)	(Dec-16)	(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 went up as investors continued to take positive cues from the U.S. Federal Reserve chief's testimony before Congress. Nonetheless, gains were restricted after a global rating agency warned that a further increase in Chinese economy's overall leverage and tighter monetary conditions may constrain growth prospects over the medium term. Investors are waiting for earning results from a series of U.S. banks, scheduled later during the day. Today (As on Jul 17), Asian market opened on a mixed note ahead of the China's Jun quarter GDP data. Both Nikkei Average and Hang Seng were trading up 0.09% and 0.10%, respectively (as at 8.00 a.m IST).

• As per the last close, European market closed mixed. Market participants digested series of economic data and earnings from a trio of major banks from the U.S. region.

• As per the last close, U.S. markets closed higher following series of key economic data, which indicated that the U.S. Federal Reserve is not in a hurry to increase interest rates. While retail sales surprisingly fell, consumer prices were flat in Jun 2017.

Indian Equity Market

• The Indian market snapped four days of winning streak as investors preferred to book profits following the previous session's rally. Tepid earning numbers from major IT companies also weighed on sentiment. However, the downside was limited on improved wholesale price inflation number that eased to 0.9% year-on-year in Jun compared with 2.17% in the previous month.

• Key benchmark indices S&P BSE Sensex and Nifty 50 slipped 0.05% each to close at 32,020.75 and 9,886.35, respectively. S&P BSE Mid-Cap moved up 0.22% but S&P BSE Small-Cap went down 0.35%.

• On the BSE sectoral front, most of the indices closed in the red and S&P BSE IT (-0.95%) stood as the major loser followed by S&P BSE Industrials (-0.64%) and S&P BSE Teck (-0.6%). Meanwhile, S&P BSE Utilities (1.08%) stood as the major gainer followed by S&P BSE Telecom (0.91%) and S&P BSE Healthcare (0.89%). IT sector fell on tepid earning numbers from IT majors while healthcare gained after a company got the USFDA Oncologic Drugs Advisory Committee's approval for its product.

Domestic News

• Government data showed that Wholesale Price Index (WPI) based inflation slowed to 0.90% in Jun from 2.17% in the previous month. This marked an 11-month low. Meanwhile, WPI had contracted -0.09% in the same month of the previous year. The fall was because food inflation turned negative and prices of manufactured items grew at their slowest pace in the past seven months. The build-up inflation rate in this fiscal so far came in at -0.44% compared with a build-up rate of 3.71% in the previous-year period.

• Government data showed that India's trade deficit narrowed to \$12.96 billion in Jun 2017 from \$13.84 billion in the previous month. However, it expanded from \$8.12 billion in the same month of the previous year. Exports for Jun came in at \$23.56 billion, up 4.39% YoY. Imports for the month stood at \$36.52 billion, up 19.01% from the year ago period.

• The coal ministry has postponed the e-auction of the fifth tranche of coal mines for the steel sector. Also, it stated that any further developments in this regard will be intimated in the due course. However, it did not mention any reasons for the deferment.

• Infosys reported 1.4% QoQ increase in net profit to Rs. 3,483 crore for the quarter ended Jun 30, as against Rs. 3,436 crore in the same quarter last year. Revenue for the quarter increased 1.8% QoQ to Rs. 17,078 crore. The increase came due to improved operation controls despite business from its main markets being muted.

• Yes Bank has entered into an agreement with Overseas Private Investment Corporation (OPIC), the U.S. government's Development Finance Institution, and Wells Fargo. As per the agreement, OPIC will provide \$75 million in financing and Wells Fargo Bank and OPIC will together provide up to \$75 million to Yes Bank.

• Reliance Industrial Infrastructure Ltd reported decline of 39.1% in its net profit to Rs. 1.84 crore for the quarter ended Jun 30 from Rs. 3.02 crore in the same quarter last year.

FII Derivative Trade Statistics		14-Jul		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1693.14	2313.57	21455.54	
Index Options	60536.23	58172.29	73187.44	
Stock Futures	7946.48	6754.84	67524.04	
Stock Options	5501.45	5480.85	6395.07	
Total	75677.30	72721.55	168562.09	

Derivative Statistics- Nifty Options			
	14-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.50	1.46	0.04
Put Call Ratio(Vol)	1.34	1.30	0.04

Debt Watch				
	14-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.09%	6.09%	6.12%	6.34%
CBLO	6.16%	4.95%	6.11%	6.36%
Repo	6.25%	6.25%	6.25%	6.50%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.15%	6.27%	6.27%	6.51%
364 Day T-Bill	6.28%	6.32%	6.32%	6.73%
10 Year Gilt	6.46%	6.53%	6.47%	7.29%
G-Sec Vol. (Rs.Cr)	47498	53756	45814	105701
1 Month CP Rate	6.48%	6.55%	6.53%	7.06%
3 Month CP Rate	6.59%	6.67%	6.68%	7.43%
5 Year Corp Bond	7.21%	7.30%	7.26%	7.89%
1 Month CD Rate	6.26%	6.28%	6.28%	6.49%
3 Month CD Rate	6.31%	6.35%	6.35%	6.68%
1 Year CD Rate	6.62%	6.66%	6.69%	7.31%

Currency Market			
Currency	14-Jul	Prev_Day	Change
USD/INR	64.45	64.44	0.02
GBP/INR	83.55	83.25	0.30
EURO/INR	73.57	73.79	-0.22
JPY/INR	0.57	0.57	0.00

Commodity Prices				
Commodity	14-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	46.48	44.20	44.74	45.59
Brent Crude(\$/bl)	47.98	46.71	44.91	45.60
Gold(\$/oz)	1229	1213	1261	1335
Gold(Rs./10 gm)	27850	28009	28822	30753

Source: ICRON Research

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Derivatives Market

- Nifty Jul 2017 Futures were at 9,899.55 points, a premium of 13.20 points above the spot closing of 9,886.35. The turnover on NSE's Futures and Options segment went down from Rs. 10,04,541.66 crore on Jul 13 to Rs. 4,10,720.56 crore on Jul 14.
- The Put-Call ratio stood at 1.03 compared with the previous session's close of 1.02.
- The Nifty Put-Call ratio stood at 1.50 compared with the previous session's close of 1.46.
- The open interest on Nifty Futures stood at 24.49 million as against previous session's close of 24.53 million.

Indian Debt Market

- Bond yields remained almost flat as the weekly auction of government securities worth Rs. 18,000 crore increased supply in the market. The auction included 10-year benchmark bond worth Rs. 9,000 crore. The cut-off yield came in line with market expectations.
- Yield on the 10-year benchmark paper (6.79% GS 2027) remained steady at 6.46%. During the session, bond yields traded in the range of 6.46% and 6.48%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,040 crore (gross) on Jul 14, compared with Rs. 1,995 crore (gross) borrowing on Jul 13. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 5,956 crore on Jul 13.
- Banks did not borrow under the central bank's Marginal Standing Facility on Jul 13, compared with a borrowing of Rs. 300 crore on Jul 12.

Currency Market Update

- The Indian rupee closed almost steady against the greenback ahead of crucial U.S. economic data. The rupee inched down 0.01% to close at 64.45 per dollar from the previous close of 64.44.
- The euro surged against the greenback as weaker than expected data on consumer prices and retail sales in the U.S. for Jun 2017 raised doubts about U.S. economic growth and whether the U.S. Federal Reserve may raise rates again in 2017. Euro was trading at \$1.1459, up 0.56% compared with the previous close of \$1.1395.

Commodity Market Update

- Gold prices gained as weaker than expected U.S. consumer prices data showed the economy was not sturdy enough to endure another rate hike.
- Brent crude prices grew after U.S. Energy Information Administration reported that crude stocks had gone down.

International News

- A report from the Commerce Department showed that U.S. retail sales surprisingly came in lower than expected in Jun 2017. Retail sales fell 0.2% in Jun after experiencing a decline of revised 0.1% (0.3% decrease originally reported) in May 2017.
- According to a report released by the Labor Department, U.S. consumer price index was flat in Jun 2017 after experiencing a decline of 0.1% in May 2017. Core consumer prices that excluded food and energy prices inched up 0.1% for the third month in a row.
- A report from the Labor Department showed that U.S. initial jobless claims fell to 247,000 for the week ended Jul 8, down 3,000 from the previous week's revised level of 250,000 (248,000 originally reported).

Thank you for
your time.