

RELIANCE

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FUND

Markets for You

20 Jul 2018

Indices Performance

Global Indices	19-Jul	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,065	25,199	-135	-0.53
Nasdaq	7,825	7,854	-29	-0.37
FTSE	7,684	7,676	8	0.10
Nikkei	22,765	22,794	-30	-0.13
Hang Seng	28,011	28,117	-107	-0.38
Indian Indices	19-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	36,351	36,373	-22	-0.06
Nifty 50	10,957	10,980	-23	-0.21
Nifty 100	11,161	11,189	-29	-0.26
Nifty Bank	26,790	26,881	-91	-0.34
SGX Nifty	10,980	10,988	-8	-0.07
S&P BSE Power	1,885	1,896	-11	-0.58
S&P BSE Small Cap	15,657	15,815	-157	-1.00
S&P BSE HC	13,518	13,689	-171	-1.25

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
19-Jul	22.73	1.22	27.22	1.19
Month Ago	22.63	1.26	26.38	1.23
Year Ago	23.46	1.22	25.28	1.01

Nifty 50 Top 3 Gainers

Company	19-Jul	Prev_Day	% Change [#]
Bharti Airtel	345	337	2.43
Yes Bank	392	384	2.25
Vedanta	208	204	2.21

Nifty 50 Top 3 Losers

Company	19-Jul	Prev_Day	% Change [#]
Hindalco	198	212	-6.97
Bharti Infratel	285	299	-4.66
Kotak Bank	1347	1399	-3.66

Advance Decline Ratio

	BSE	NSE
Advances	791	497
Declines	1802	1309
Unchanged	134	90

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-2	-6661
MF Flows**	-29	72228

*19th Jul 2018; **16th 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 largely remained weak as concerns over ongoing U.S. China trade row overshadowed corporate earnings optimism and positive vibes generated by U.S. Federal Reserve (Fed) Chief's upbeat comments on the U.S. economy in the latest testimony. Today (as of July 20), Asian markets opened lower as U.S. President's criticism of the Fed weighed on the market sentiment. Nikkei and Hangseng fell 0.76% and 0.73%, respectively (as at 8.a.m. IST).
- As per the last close, European markets closed almost lower following decline in basic resources stocks on worries about the Chinese economy. Weakness in Wall Street also weighed on investor sentiment.
- As per the last close, U.S markets closed almost lower following disappointing earnings news from several U.S. majors. Further, comments from the U.S. President that "he is not thrilled with interest rate hikes by the U.S. Federal Reserve" weighed on the market sentiment. Profit taking after an upward move in recent sessions further led to the pullback.

Indian Equity Market

- Indian Equity markets closed slightly lower as investors remained cautious ahead of a no-confidence motion against the ruling government. Parliament will debate a no-confidence motion on Jul 20, 2018 that was moved by opposition parties against the ruling government. Weakness in rupee and subdued global markets due to renewed concerns over the impact of tariffs weighed on the indices.
- Decline in banking stocks after stocks of Indian private sector bank fell on lower than expected rise in net profit for the quarter ended Jun 30, 2018 added to the losses.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.06% and 0.21% to close at 36,351.23 and 10,957.10, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap fell 0.63% and 1.00%.
- The overall market breadth on BSE was weak with 1,802 scrips declining and 791 scrips advancing. A total of 134 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Capital Goods stood as the major loser, down 1.80% followed by S&P BSE Healthcare that fell 1.25%.

Domestic News

- The Asian Development Bank (ADB) has said South Asia will be the fastest growing economic region, led by India. Obstacles like trade tensions between U.S. and India will not come in the way of this growth, according to ADB.
- According to media reports, the government may sell public sector infrastructure projects that are running successfully to private companies. These projects could include power and steel plants of companies such as NTPC and SAIL. The objective is to raise fresh capital and encourage new projects.
- Insurance companies may soon be allowed to invest in infrastructure projects, according to media reports. Insurance Regulatory and Development Authority (IRDA) is considering easing rules to accommodate insurance companies. Projects rated EL1 will be eligible for investment by insurance companies.
- The Confederation of Real Estate Developers' Associations of India (CREDAI) has urged the government to regulate steel prices as they have gone up steeply in the last two years. The rise in prices has led to increase in construction cost. CREDAI has written a letter to the PMO.
- Ultratech Cement's standalone net profit decreased 33% to Rs. 598.39 crore in the quarter ended Jun 2018. The fall was on the back of higher petcoke and fuel prices.
- Sun Pharmaceutical Industries Ltd has got approval for a product made at its Halol, Gujarat, plant from the US Food and Drug Administration (USFDA). The nod is for Infugem, used for the treatment of cancer.
- Kotak Mahindra Bank's standalone net profit increased 12.29% to Rs. 1024.94 crore for the quarter ended Jun 2018. In the same quarter last year net profit was Rs. 912.73 crore.
- Bajaj Finance's consolidated net profit increased 81.40% to Rs. 835.89 crore for the quarter ended Jun 2018. In the same period previous year, consolidated net profit was Rs. 460.91 crore. Consolidated revenue increased to Rs. 3,936.45 crore from Rs. 2,832.85 crore.

FII Derivative Trade Statistics		19-Jul	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3779.98	3422.04	25506.34
Index Options	123155.19	121528.64	72874.80
Stock Futures	13485.03	14086.68	80118.67
Stock Options	10223.89	10208.88	8148.46
Total	150644.09	149246.24	186648.27

Derivative Statistics- Nifty Options			
	19-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.64	1.65	-0.01
Put Call Ratio(Vol)	1.07	1.22	-0.15

Debt Watch				
	19-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.13%	6.14%	6.17%	6.08%
CBLO	6.18%	6.23%	6.25%	6.17%
Repo	6.25%	6.25%	6.25%	6.25%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.55%	6.53%	6.45%	6.11%
364 Day T-Bill	7.20%	7.19%	7.07%	6.29%
10 Year Gilt	7.79%	7.78%	7.86%	6.45%
G-Sec Vol. (Rs.Cr)	31971	34222	24210	62542
FBIL MIBOR	6.29%	6.30%	6.30%	6.25%
3 Month CP Rate	7.55%	7.55%	7.55%	6.54%
5 Year Corp Bond	8.75%	8.74%	8.78%	7.43%
1 Month CD Rate	6.46%	6.46%	7.08%	6.22%
3 Month CD Rate	7.07%	6.98%	6.99%	6.25%
1 Year CD Rate	7.97%	7.99%	8.06%	6.54%

Currency Market			
Currency	19-Jul	Prev_Day	Change
USD/INR	68.83	68.57	0.27
GBP/INR	89.93	89.73	0.20
EURO/INR	80.12	79.74	0.38
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Commodity	19-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	69.37	70.23	65.09	47.05
Brent Crude(\$/bl)	71.03	71.80	74.39	47.93
Gold(\$/oz)	1222	1247	1274	1240
Gold(Rs./10 gm)	29742	30147	30757	28198

Source: Thomson Reuters Eikon

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Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.

Derivatives Market

- Nifty July 2018 Futures were at 10,973.55, a premium of 16.45 points, above the spot closing of 10,957.10. The turnover on NSE's Futures and Options segment went up to Rs. 18,20,233.69 crore on Jul 19 from Rs. 11,96,439.43 crore on Jul 18.
- The Put-Call ratio stood at 0.80 against previous session's close of 0.99.
- The Nifty Put-Call ratio stood at 1.64 against the previous session's close of 1.65.
- Open interest on Nifty Futures stood at 26.76 million as against the previous session's close at 26.64 million.

Indian Debt Market

- Bond yields rose following rise in U.S. Treasury yields and after the rupee plunged to a record low against the greenback. U.S. Treasury yields rose after the U.S. Federal Reserve Chief in its second day testimony played down the risks to the economy from an escalating trade conflict between U.S. and China and indicated continued rate hikes in 2018.
- Yield on the 10-year benchmark paper (7.17% GS 2028) increased by 4 bps to close at 7.79% as against its previous close of 7.75%. During the session, bond yields traded in the range of 7.76% and 7.79%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,796 crore (gross) on Jul 19, compared with Rs. 3,873 crore (gross) borrowed on Jul 18. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 5,280 crore on Jul 18.

Currency Market Update

- The rupee plunged against the greenback as it closed below the 69-mark for the first time ever after the Chinese yuan extended losses against the U.S. dollar to the lowest level in more than a year. The rupee fell 0.62% to close at 69.05 compared with the previous close of 68.62.
- The euro fell for the third straight day against the greenback after the U.S. Federal Chief indicated continued rate hikes in 2018. Euro was last seen trading at \$1.1602, down 0.31% from the previous close of \$1.1638.

Commodity Market Update

- Gold prices traded lower due to sell off in metals owing to stronger greenback.
- Brent Crude prices traded higher following reports that Saudi Arabia will not pump much more oil in Jul 2018.

International News

- According to Labor Department, first-time claims for U.S. unemployment benefits decreased unexpectedly in the week to Jul 14. Initial jobless claims went down to 207,000, compared with the previous week's 215,000, while expectations for a rise to 220,000.
- A Federal Reserve Bank of Philadelphia report showed regional manufacturing activity rebounded in Jul 2018. The pace of growth had slowed down in the previous month.
- According to Federal Reserve's Beige Book, U.S. economic activity continues to expand. Fed's next policy meet is in two weeks. Most districts reported modest to moderate increase in employment. Labor markets were tight in all districts, Fed said.

Thank you for
your time.