

RELIANCE

MUTUAL
FUND

Markets for You

24 Jul 2017

Indices Performance

Global Indices	21-Jul	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,580	21,612	-32	-0.15
Nasdaq	6,388	6,390	-2	-0.04
FTSE	7,453	7,488	-35	-0.47
Nikkei	20,100	20,145	-45	-0.22
Hang Seng	26,706	26,740	-34	-0.13
Indian Indices	21-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	32,029	31,904	124	0.39
Nifty 50	9,915	9,873	42	0.42
Nifty 100	10,258	10,217	41	0.40
Nifty Bank	24,257	24,213	44	0.18
SGX Nifty	9,923	9,897	26	0.26
S&P BSE Power	2,290	2,299	-10	-0.42
S&P BSE Small Cap	15,993	16,000	-7	-0.05
S&P BSE HC	14,838	14,918	-81	-0.54

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
21-Jul	23.50	1.22	25.32	1.01
Month Ago	22.85	1.25	24.31	1.11
Year Ago	20.24	1.41	23.34	1.22

Nifty 50 Top 3 Gainers

Company	21-Jul	Prev_Day	% Change [#]
Wipro	286	269	6.28
RIL	1585	1529	3.67
Zee Entertainment	556	539	3.17

Nifty 50 Top 3 Losers

Company	21-Jul	Prev_Day	% Change [#]
Bharti Airtel	411	420	-2.02
Lupin	1143	1166	-1.99
Indiabulls HFC	1137	1159	-1.84

Advance Decline Ratio

	BSE	NSE
Advances	1250	750
Declines	1434	920
Unchanged	134	78

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	175	56331
MF Flows**	98	46163

*21st Jul 2017; **20th Jul 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	0.90% (Jun-17)	5.11% (Mar-17)	-0.09% (Jun-16)
IIP	1.70% (May-17)	0.80% (Feb-17)	8.00% (May-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 indices closed in the red after the European Central Bank (ECB) president decided not to change their guidance on monetary policy in its latest policy review and hinted to discuss the central bank's bond-buying programme in Sep of 2017. Lingering concerns over U.S. President's reform agenda and political worries in the U.S. also weighed on sentiment. Losses were extended due to stronger yen. Today (As on Jul 24), Asian market opened mixed. Stronger yen weighed on the Japanese market. Investors were cautious ahead of two day policy meeting from the U.S. Federal Reserve later in the week. Nikkei Average was trading lower 0.98% and Hang Seng was trading up 0.43% (as at 8.00 a.m IST).
- As per the last close, European market closed lower due to continued strengthening of the Euro against the U.S. dollar has weighed on the European markets this week.
- As per the last close, U.S. markets closed lower following weak quarterly earnings results from some reputed companies and steep drop in crude oil. Uncertainty about the near term outlook for the markets also contributed to the losses.

Indian Equity Market

- Indian equity markets ended in the green after an Indian Telecom company posted stellar results for the quarter ended Jun 2017 and announced bonus issue. Strong results from an Information Technology (IT) major also boosted investor sentiment. Additionally, continued buying interest in IT and private banks and progress of monsoon helped to lift the market indices. However, gains were capped by concerns over the pace of U.S. economic growth and signs of monetary policy tightening by several central banks across the world. According to provisional data, foreign portfolio investors and domestic institutional investors net bought shares.
- Key benchmark indices S&P BSE Sensex and Nifty 50 went up 0.39% and 0.42% to close at 32,028.89 and 9,915.25, respectively. S&P BSE Small-Cap fell 0.05%, while S&P BSE Mid-Cap grew 0.04%.
- On the BSE sectoral front, indices closed on a mixed note. The gainers comprised S&P BSE Energy (2.24%) and S&P BSE IT (1.66%), S&P BSE Teck (1.26%), S&P BSE Consumer Durables (1.09%), S&P BSE Oil & Gas (0.99%), S&P BSE Bankex (0.25%), and S&P BSE Industrials (0.12%).

Domestic News

- Capital market regulator Securities and Exchange Board of India (SEBI) asked Indian companies to "temporarily" stop issuing rupee-denominated bonds till the total utilisation of corporate debt issuance limit by foreign entities falls below a certain threshold. SEBI added that when overall investment reaches 95%, auction of such debt instruments would be initiated for allocation of the remaining limits. In addition SEBI mandated that investments by foreign portfolio investors in unlisted corporate debt securities should "compulsorily be in dematerialised form and subject to a minimum residual maturity of three years".
- The government has given its approval of building 34 mega multi-modal logistics parks with an investment of Rs. 2 lakh crore. Land for the projects is already available with state governments and the projects would be taken up through public-private partnership. To execute the projects, a special purpose vehicle would be formed with state governments, central government and private players.
- According to the minister of state for finance, the currency notes in circulation are above 85% of the pre-demonetisation levels. The minister added that the government is monitoring the availability of currency in different parts of the country and that due steps are being taken to accelerate the pace of remonetisation.
- Reliance Industries reported a 28% YoY increase in consolidated net profit to Rs. 9,108 crore for the quarter ended Jun 30. The increase in profit came due to robust performance by its core businesses where refining margins climbed to a nine-year high of \$11.9 per barrel, while profitability of the petrochemicals business rose to a record.
- Microsoft Corp reported more than double increase in net income from \$3.12 billion in Jun quarter last year to \$6.51 billion in the Jun quarter of current fiscal year. Tax benefit and strong growth in its cloud business helped the company to increase its profits.
- DHFL reported 29% YoY increase in net profit to Rs. 260 crore for the quarter ended Jun 30 compared with Rs. 201.4 crore reported in the same quarter of the last fiscal.

FII Derivative Trade Statistics		21-Jul	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1210.06	1749.82	22027.50
Index Options	53985.90	54690.06	85634.96
Stock Futures	9473.63	9068.19	62663.62
Stock Options	6761.92	6750.94	8314.91
Total	71431.51	72259.01	178640.99

Derivative Statistics- Nifty Options			
	21-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.41	1.36	0.04
Put Call Ratio(Vol)	1.09	1.10	-0.01

Debt Watch				
	21-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.10%	6.09%	6.10%	6.34%
CBLO	5.62%	6.16%	6.23%	6.48%
Repo	6.25%	6.25%	6.25%	6.50%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.12%	6.15%	6.23%	6.53%
364 Day T-Bill	6.22%	6.28%	6.36%	6.60%
10 Year Gilt	6.44%	6.46%	6.43%	7.26%
G-Sec Vol. (Rs.Cr)	87997	47498	78555	89268
1 Month CP Rate	6.44%	6.48%	6.55%	7.04%
3 Month CP Rate	6.58%	6.59%	6.71%	7.29%
5 Year Corp Bond	7.19%	7.21%	7.26%	7.79%
1 Month CD Rate	6.21%	6.26%	6.29%	6.49%
3 Month CD Rate	6.25%	6.31%	6.35%	6.67%
1 Year CD Rate	6.52%	6.62%	6.66%	7.27%

Currency Market			
Currency	21-Jul	Prev_Day	Change
USD/INR	64.32	64.43	-0.11
GBP/INR	83.54	83.92	-0.38
EURO/INR	74.88	74.19	0.69
JPY/INR	0.58	0.57	0.00

Commodity Prices				
Commodity	21-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	45.73	46.48	42.43	43.86
Brent Crude(\$/bl)	47.01	47.98	43.66	45.09
Gold(\$/oz)	1254	1229	1246	1331
Gold(Rs./10 gm)	28320	27850	28567	30699

Source: ICRON Research

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

Derivatives Market

- Nifty Jul 2017 Futures were at 9,910.55, a discount of 4.70 points below the spot closing of 9,915.25. The turnover on NSE's Futures and Options segment went down from Rs. 9,90,732.65 crore on Jul 20 to Rs. 5,73,583.47 crore on Jul 21.
- The Put-Call ratio stood at 1.01 compared with the previous session's close of 1.02.
- The Nifty Put-Call ratio stood at 1.41 compared with the previous session's close of 1.36.
- The open interest on Nifty Futures stood at 22.45 million as against previous session's close of 22.05 million.

Indian Debt Market

- Bond yields fell on expectation that the country's Monetary Policy Committee may cut rates in Aug 2017, and heavy bids from investors in the weekly debt sale.
- Yield on the 10-year benchmark paper (6.79% GS 2027) fell 1 bps to 6.44% from 6.45% on Jul 20. During the session, bond yields traded in the range of 6.43% and 6.45%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 7,772 crore (gross) on Jul 21, up from Rs. 1,975 crore (gross) borrowing on Jul 20. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 13,300 crore on Jul 20.
- Banks borrowed Rs. 300 crore under the central bank's Marginal Standing Facility on Jul 20 as against no borrowings on Jul 19.
- RBI conducted a 28-day variable rate reverse repo auction for a notified amount of Rs. 15,000 crore for which Rs. 15,003 crore was allotted at a cut-off rate of 6.24%.

Currency Market Update

- The Indian rupee strengthened against the U.S. dollar as the later weakened against the euro after the European Central Bank chief indicated plans for changing its quantitative easing program. However, gains were capped due to greenback demand from state-run banks.
- The euro strengthened against the U.S. dollar after ECB chief indicated plans for changing its quantitative easing program.

Commodity Market Update

- The safe-haven appeal of gold gained on concerns over political turmoil in the U.S..
- Brent crude prices fell ahead of the key meeting between the Organization of Petroleum Exporting Countries (OPEC) and non-OPEC producers to discuss the market situation.

International News

- According to a report from the Conference Board, U.S. leading economic index increased more than expected by 0.6% in Jun 2017 as against a downwardly revised growth of 0.2% in May 2017. Meanwhile, the coincident economic index rose 0.2% in Jun after climbing 0.3% in May.
- According to a preliminary report from the European Commission, euro zone's consumer confidence index missed market expectations and surprisingly dropped to -1.7 in Jul 2017 from -1.3 in Jun 2017, highest since Apr 2001.



Thank you for
your time.