

RELIANCE

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FUND

# Markets for You

31 Jul 2018

Indices Performance

Global Indices	30-Jul	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	25,307	25,451	-144	-0.57
Nasdaq	7,630	7,737	-107	-1.39
FTSE	7,701	7,701	0	-0.01
Nikkei	22,545	22,713	-168	-0.74
Hang Seng	28,733	28,804	-71	-0.25
Indian Indices	30-Jul	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	37,494	37,337	158	0.42
Nifty 50	11,320	11,278	41	0.37
Nifty 100	11,595	11,542	52	0.45
Nifty Bank	27,843	27,634	208	0.75
SGX Nifty	11,344	11,167	177	1.59
S&P BSE Power	1,974	1,951	23	1.18
S&P BSE Small Cap	16,540	16,450	90	0.55
S&P BSE HC	14,123	14,028	95	0.68

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
30-Jul	23.53	1.17	28.12	1.19
Month Ago	22.54	1.26	25.90	1.22
Year Ago	23.68	1.21	25.56	0.96

Nifty 50 Top 3 Gainers

Company	30-Jul	Prev_Day	% Change <sup>#</sup>
Bharti Airtel	383	365	5.09
ICICI Bank	307	293	4.83
SBI	297	287	3.71

Nifty 50 Top 3 Losers

Company	30-Jul	Prev_Day	% Change <sup>#</sup>
HCL Tech	947	963	-1.69
Infosys	1351	1373	-1.63
HDFC Bank	2170	2202	-1.46

Advance Decline Ratio

	BSE	NSE
Advances	1606	1170
Declines	1057	640
Unchanged	183	78

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	560	-3636
MF Flows**	-199	74115

\*30<sup>th</sup> Jul 2018; \*\*20<sup>th</sup> 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

- Most of the Asian markets closed lower because of technology stocks falling in overnight U.S. market. Investors became cautious ahead of the scheduled meetings of central banks in the week. Today (as of July 31), Asian markets opened almost lower following weak cues from the Wallstreet's last session. Also, investors remained cautious ahead of the Bank of Japan's decision at the end of policy meeting scheduled later in the day. Nikkei and Hangseng fell 0.19% and 0.46%, respectively (as at 8.a.m. IST).
- As per the last close, European markets closed lower due to decline in technology stocks on weak earnings results and decline in basic resources stocks on lingering trade concerns. Meanwhile, investors remained cautious ahead of the several central bank announcements in the week.
- As per the last close, U.S markets closed almost lower following decline in technology stocks. Meanwhile, overall trading activity remained slightly subdued as investors remained cautious ahead of the U.S. Federal Reserve's monetary policy announcement on Aug 1, 2018.

Indian Equity Market

- Indian stock markets started the week by maintaining their record streak. Sensex and Nifty ended the day at record highs as blue-chip companies continued to attract investors.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.42% and 0.37% to close at 37,494.40 and 11,319.55, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap grew 0.30% and 0.55%, respectively.
- The overall market breadth on BSE was strong with 1615 scrips advancing and 1038 scrips declining. A total of 193 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Telecom stood as the major gainer, up 2.85% followed by S&P BSE Energy that grew 1.32%. S&P BSE Bankex and S&P BSE Power grew 1.3% and 1.18%. S&P BSE Utilities and S&P BSE Basic Materials grew 0.95% and 0.76%. S&P BSE Industrials and S&P BSE Capital Goods were the top two losers, down 0.04% and 0.22%, respectively.

Domestic News

- With the government coming down hard on shell entities, official data shows about 66% of 17.79 lakh companies registered in India are active, i.e. doing business and making statutory filings, rest all are shell companies. Corporate affairs ministry data revealed that around 11.89 lakh companies are active till Jun 30. Government had struck off names of around 2.26 lakh companies from records in 2017-18 as they did not conduct business activities. More such companies are being investigated and may face regulatory action. Out of the 17.79 lakh companies registered, 5.43 lakh were closed by the end of June and 1,390 were named dormant.
- According to a private report, India's business optimism index increased 11.7% compared with the previous year in the Jul-Sep quarter of 2018-19. On a quarterly basis, the index declined. The index came in at 80.6 during the third quarter, a rise of 11.7% over the year-ago period. In the third quarter of 2017-18 business confidence was low because of the implementation hurdles around the goods and services tax and the after effects of demonetisation. The report said domestic and global challenges are behind the poor quarterly performance.
- Commerce and Industry minister is keen on getting the priority sector lending status for exports and has taken up the matter with the Reserve Bank of India. The minister said though the sector is strategic and promotes the country's interests it's an irony that it does not come under priority lending.
- Tech Mahindra's consolidated net profit increased 12.4% to Rs. 897.9 crore for the first quarter ended Jun 2018. The figure was Rs. 798.6 crore in the year-ago period. Consolidated revenue came in at Rs. 8,276.3 crore compared with Rs. 7,336.1 crore in same period of previous year, an increase of up 12.8%.
- Idea Cellular Ltd posted profit of Rs. 257 crore for the first quarter on the back of a one-time gain from telecom towers' sale. In the year-ago period, the company had registered loss of Rs. 815 crore. Revenue from operations declined 28% to Rs. 5,889 crore.

FII Derivative Trade Statistics	30-Jul		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2629.18	1917.62	19823.73
Index Options	33489.38	33686.60	46827.41
Stock Futures	12830.53	12173.26	76744.28
Stock Options	6203.95	6079.48	3675.08
Total	55153.04	53856.96	147070.50

Derivative Statistics- Nifty Options	30-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.72	1.71	0.01
Put Call Ratio(Vol)	1.04	1.08	-0.05

Debt Watch	30-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.19%	6.23%	6.21%	6.08%
CBLO	6.24%	6.33%	6.20%	6.15%
Repo	6.25%	6.25%	6.25%	6.25%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.69%	6.60%	6.48%	6.12%
364 Day T-Bill	6.95%	7.21%	7.11%	6.22%
10 Year Gilt	7.79%	7.81%	7.90%	6.46%
G-Sec Vol. (Rs.Cr)	22108	23443	27152	40832
FBIL MIBOR	6.26%	6.31%	6.25%	6.25%
3 Month CP Rate	7.50%	7.75%	7.55%	6.53%
5 Year Corp Bond	8.66%	8.75%	8.79%	7.43%
1 Month CD Rate	6.81%	6.63%	6.81%	6.23%
3 Month CD Rate	7.25%	6.99%	7.00%	6.24%
1 Year CD Rate	7.99%	7.95%	8.08%	6.53%

Currency Market	30-Jul	Prev_Day	Change
Currency			
USD/INR	68.75	68.70	0.05
GBP/INR	90.15	89.99	0.16
EURO/INR	80.16	79.98	0.18
JPY/INR	0.62	0.62	0.00

Commodity Prices	30-Jul	Wk Ago	Mth. Ago	Year Ago
Commodity				
NYMEX Crude(\$/bl)	70.81	67.85	74.08	49.67
Brent Crude(\$/bl)	75.63	73.73	76.78	52.04
Gold( \$/oz)	1221	1224	1252	1269
Gold(Rs./10 gm)	29773	29948	30341	28443

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 August 2018 Futures closed at 11,338.50, a premium of 18.95 points, above the spot closing of 11,319.55. The turnover on NSE's Futures and Options segment increased to Rs. 5,15,736.20 on Jul 30 from Rs. 4,15,201.42 on Jul 27.
- The Put-Call ratio stood at 0.96 against previous session's close of 0.93.
- The Nifty Put-Call ratio stood at 14.66 compared with the previous session's close of 1.71.
- Open interest on Nifty Futures stood at 24.80 million as against the previous session's close at 23.79 million.

#### Indian Debt Market

- Bond yields rose for the second consecutive day as market participants stayed on the sidelines ahead of the outcome of the monetary policy due on Aug 1, 2018. Market participants remained concerned that the Monetary Policy Committee may go for an interest rate hike during the policy review.
- Yield on the 10-year benchmark paper (7.17% GS 2028) went up 1 bps to close at 7.79% as against its previous close of 7.78%. During the session, bond yields traded in the range of 7.77% and 7.80%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 15,666 crore (gross) on Jul 30, compared with Rs. 11,518 crore (gross) borrowed on Jul 27. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 19,029 crore on Jul 27.

#### Currency Market Update

- The rupee almost closed steady against the greenback. The gains in the domestic equity market and probable dollar sales by corporates helped the local currency to recover the early loss from the month end greenback's demand from oil and other importers.
- The euro appreciated against the greenback, as market participants resorted to bargain hunting and awaited outcome of key central bank monetary policy meetings this week.

#### Commodity Market Update

- Gold prices inched up as traders awaited the outcome of central bank meetings in the U.S., Japan and the U.K due this week.
- Brent crude prices inched up after Iran's withdrawal from the oil market added pressure and kept the price at elevated levels.

#### International News

- A University of Michigan report showed U.S. Jul 2018 consumer sentiment declined lower than initially estimated. The consumer sentiment index came in at 97.9 from the preliminary reading of 97.1, compared with 98.2 in Jun 2018.
- Bank of England data showed U.K. mortgage approvals went up to a five-month high in Jun 2018. The number of mortgage approvals increased to 65,619 in Jun from 64,684 in May 2018, the highest level since Jan 2018. The bank's data showed secured lending increased GBP 3.9 billion after rising GBP 3.8 billion in May. Consumer credit increased GBP 1.6 billion, unchanged from May.

Thank you for  
your time.