

RELIANCE

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Markets for You

01 Jun 2017

Indices Performance

Global Indices	31-May	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,009	21,029	-21	-0.10
Nasdaq	6,199	6,203	-5	-0.08
FTSE	7,520	7,527	-7	-0.09
Nikkei	19,651	19,678	-27	-0.14
Hang Seng	25,661	Closed	NA	NA
Indian Indices	31-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,146	31,159	-14	-0.04
Nifty 50	9,621	9,625	-3	-0.03
Nifty 100	9,910	9,906	4	0.04
Nifty Bank	23,425	23,307	118	0.50
SGX Nifty	9,646	9,615	31	0.32
S&P BSE Power	2,221	2,209	12	0.53
S&P BSE Small Cap	15,080	14,924	156	1.05
S&P BSE HC	13,564	13,518	46	0.34

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
31-May	22.67	1.29	24.35	1.19
Month Ago	22.49	1.37	23.63	1.23
Year Ago	19.54	1.46	22.60	1.32

Nifty 50 Top 3 Gainers

Company	31-May	Prev_Day	% Change [#]
Indiabulls HFC	1161	1114	4.22
M&M	1417	1361	4.10
Ultratech Cem	4195	4082	2.77

Nifty 50 Top 3 Losers

Company	31-May	Prev_Day	% Change [#]
Coal India	263	268	-1.92
Infosys	977	996	-1.92
Tata Power	81	82	-1.70

Advance Decline Ratio

	BSE	NSE
Advances	1380	953
Declines	1291	718
Unchanged	180	70

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-172	49737
MF Flows**	449	31669

*31st May 2017; **29th May 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.85% (Apr17)	4.26% (Jan-17)	-1.09% (Apr-16)
IIP	2.70% (Mar-17)	2.60% (Dec-16)	5.50% (Mar-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

- Asian markets closed mixed as a stronger yen and dipping oil prices overshadowed solid Chinese manufacturing data. Bourses were also hurt following new poll results in the U.K. signalling the ruling party could stop short of an overall majority in the national election due next month. Today (As on Jun 01), Asia market opened mixed following a slightly lower close on the Wall Street overnight. While Nikkei Average was trading up 1%, Hang Seng was down 0.05% (as at 8.00 a.m IST).
- As per the last close, European market mostly fell but marginally after hovering between gains and losses. Political uncertainty in Britain, Italy and Greece and a lower than expected fall in euro zone inflation in May 2017 affected buying. Weak opening on the Wall Street overnight added the losses.
- As per the last close, U.S. market fell slightly on a news report that U.S. President has decided to withdraw from the Paris climate accord. Falling crude oil prices and significant geopolitical tensions further impacted the market.

Indian Equity Market

- Indian equity markets moved down marginally after gaining in four sessions consecutively. The break in the four-day winning streak reflects investors moving to book profits while waiting for the release of the Gross Domestic Product (GDP) data for 4QFY17.
- Key benchmark indices S&P BSE Sensex and Nifty 50 inched down 0.04% and 0.03% to close at 31,145.80 and 9,621.25, respectively. However, S&P BSE MidCap and S&P BSE SmallCap climbed 0.94% and 1.05%, respectively.
- On the BSE sectoral front, most indices closed positively. The highest gainer was S&P BSE Utilities, up 1.03%, trailed by S&P BSE Realty (0.97%), S&P BSE Consumer Discretionary Goods & Services (0.8%), S&P BSE Consumer Durables (0.78%), and S&P BSE Auto (0.69%). Losers comprised S&P BSE Metal (-1.43%), S&P BSE Information Technology (-0.77%), S&P BSE Teck (-0.65%), and S&P BSE Energy (-0.55%).

Domestic News

- Government data showed that India's Gross Domestic Product (GDP) at basic prices grew 6.1% in the Mar quarter of 2017, slower than provisional 7.0% rise in the previous quarter but better than 5.6% in the corresponding period of last year. In FY17, GDP grew 7.1%, slower than revised 8% in FY16. Demonetisation also had an impact on the FY17 data. Gross value added (GVA) at basic prices grew 6.6% in FY17 compared with 7.9% in FY16. The base year of GDP has been revised from the year 2004-05 to 2011-12 from Apr 2017. Therefore, according to the new estimates, India's real GDP grew 6.4%, 7.5%, and 8% in FY14, FY15, and FY16, respectively.
- Government data showed core sector output grew 2.5% YoY in Apr 2017, much slower than revised 5.3% recorded in the previous month. The base year of the index of eight core industries has been revised from the year 2004-05 to 2011-12 from Apr 2017.
- Government data showed that the country has attained the fiscal deficit target of 3.5% of Gross Domestic Product (GDP) in FY17. Fiscal deficit accounted for 3.51% of GDP or Rs. 5.35 lakh crore compared with the revised target of Rs. 5.34 lakh crore for the full financial year. Revenue deficit came in at 2.02% of GDP. Total expenditure stood at Rs. 19.75 lakh crore while receipts stood at Rs. 14.4 lakh crore. Revenue from taxes surpassed the government's estimate and stood at 101.2% of the revised full-year target. However, revenue from non-tax receipts reached just 81.9% of the same.
- Vedanta has announced that its authorised committee of directors has approved raising up to Rs. 350 crore through issuance of non-convertible debentures.
- Unitech reported consolidated net loss of Rs. 291.25 crore for the fourth quarter ended Mar 2017 compared with a net loss of Rs. 483.54 crore in the year-ago quarter.
- Aurobindo Pharma has received final approval from the U.S. Food and Drug Administration to manufacture Atomoxetine capsules, which are used for treatment of attention-deficit hyperactivity disorder (ADHD).

FII Derivative Trade Statistics	31-May		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1109.91	1073.71	19663.22
Index Options	36835.50	36605.50	54847.08
Stock Futures	8619.52	7790.29	69836.72
Stock Options	5828.17	5529.58	4446.87
Total	52393.10	50999.08	148793.89

Derivative Statistics- Nifty Options	31-May	Prev_Day	Change
Put Call Ratio (OI)	1.15	1.13	0.02
Put Call Ratio(Vol)	1.12	0.93	0.20

Debt Watch	31-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.02%	6.07%	6.03%	6.41%
CBLO	6.10%	6.11%	5.44%	6.45%
Repo	6.25%	6.25%	6.25%	6.50%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.28%	6.27%	6.20%	6.80%
364 Day T-Bill	6.42%	6.46%	6.40%	6.90%
10 Year Gilt	6.79%	6.80%	6.96%	7.47%
G-Sec Vol. (Rs.Cr)	22735	30687	37758	19799
1 Month CP Rate	6.50%	6.55%	6.53%	7.75%
3 Month CP Rate	6.70%	6.73%	6.75%	7.98%
5 Year Corp Bond	7.43%	7.45%	7.48%	8.10%
1 Month CD Rate	6.21%	6.24%	6.16%	6.88%
3 Month CD Rate	6.40%	6.41%	6.37%	7.20%
1 Year CD Rate	6.83%	6.86%	6.69%	7.48%

Currency Market	31-May	Prev_Day	Change
USD/INR	64.55	64.63	-0.09
GBP/INR	82.64	82.79	-0.14
EURO/INR	72.14	71.83	0.31
JPY/INR	0.58	0.58	0.00

Commodity Prices	31-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	48.24	50.94	49.26	49.05
Brent Crude(\$/bl)	49.04	52.93	50.15	48.95
Gold(\$/oz)	1268	1258	1268	1215
Gold(Rs./10 gm)	28839	28701	28887	28615

Source: ICRON Research

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Derivatives Market

- Nifty Jun 2017 Futures were at 9,626.05, a premium of 4.80 over the spot closing of 9,621.25. Turnover on NSE's Futures and Options segment went up from Rs. 3,72,242.96 crore on May 30 to Rs. 4,47,682.48 crore on May 31.
- The Put-Call ratio stood at 0.97 compared with previous day's close of 0.85.
- The Nifty Put-Call ratio stood at 1.15 compared with previous day's close of 1.13.
- The open interest on Nifty Futures stood at 23.06 million as against previous session's close of 21.96 million.

Indian Debt Market

- Bond yields closed on a mixed note during the trading session. Initially, yields came down tracking gains in the U.S. Treasuries after core personal consumption expenditures price index in the U.S. grew in Apr 2017 but remained below the U.S. Federal Reserve's target of 2%. However, most of the gains were wiped out as market participants resorted to profit booking.
- Yield on the existing 10-year benchmark paper (6.97% GS 2026) dropped 1 bps to close at 6.79% compared with the previous close of 6.80%. During the trading session, bond yields traded in the range of 6.78% and 6.81%.
- Yield on the new 10-year benchmark paper (6.79% GS 2027) closed at 6.66% same as the previous close. During the session, bond yields traded in the range of 6.65% and 6.67%.

Currency Market Update

- The Indian rupee rose against the greenback after core personal consumption expenditures price index in the U.S. grew in Apr but remained below U.S. Federal Reserve's target of 2%. This increased doubts about future rate tightening by the U.S. Fed. The rupee rose 0.24% to close at 64.50 per dollar from the previous close of 64.66.
- The euro rose against the greenback after the business activity growth in the Chicago Area in May slowed from the previous month. Euro was at \$1.1237, up 0.48% from the previous close of \$1.1183.

Commodity Market Update

- Gold prices grew as investors took stock of the chances of a U.S. interest rate-hike next month and the ongoing geopolitical tensions.
- Brent crude prices dipped despite extension in supply cut by major global oil producers.

International News

- According to a report by the National Bureau of Statistics, China's manufacturing Purchasing Managers' Index (PMI) score surpassed market expectations and stood at 51.2 in May 2017, as against the same score in Apr 2017. Meanwhile, the non-manufacturing PMI was 54.5 in May 2017, up from 54.0 in Apr.
- A report from the Commerce Department showed that U.S. personal income and spending came in line with market expectations in Apr 2017. Personal income grew 0.4% in Apr after experiencing a growth of 0.2% in Mar 2017. Meanwhile, personal spending also grew by 0.4% after gaining 0.3% in Mar.
- Preliminary estimates from Eurostat showed that eurozone's headline inflation came in below market expectations and declined 1.4% in May 2017 as against decline of 1.9% in Apr 2017.



Thank you for
your time.