

RELIANCE

MUTUAL
FUND

Markets for You

05 Jun 2018

Indices Performance

Global Indices	04-Jun	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,814	24,635	178	0.72
Nasdaq	7,606	7,554	52	0.69
FTSE	7,741	7,702	40	0.51
Nikkei	22,476	22,171	305	1.37
Hang Seng	30,998	30,493	505	1.66
Indian Indices	04-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,012	35,227	-215	-0.61
Nifty 50	10,629	10,696	-68	-0.63
Nifty 100	10,940	11,014	-74	-0.67
Nifty Bank	26,258	26,693	-435	-1.63
SGX Nifty	10,616	10,684	-68	-0.63
S&P BSE Power	2,041	2,089	-48	-2.32
S&P BSE Small Cap	16,624	16,979	-355	-2.09
S&P BSE HC	12,886	12,945	-59	-0.46

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
4-Jun	22.83	1.15	26.92	1.24
Month Ago	23.50	1.16	26.36	1.21
Year Ago	22.65	1.30	24.43	1.18

Nifty 50 Top 3 Gainers

Company	04-Jun	Prev_Day	% Change [#]
Dr.Reddy	1996	1941	2.81
Infosys	1239	1221	1.52
M&M	915	902	1.43

Nifty 50 Top 3 Losers

Company	04-Jun	Prev_Day	% Change [#]
Indiabulls HFC	1174	1233	-4.82
HDFC Bank	2046	2111	-3.05
Bharti Airtel	372	384	-2.97

Advance Decline Ratio

	BSE	NSE
Advances	535	292
Declines	2155	1530
Unchanged	182	66

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	125	-1604
MF Flows**	112	59556

*4th Jun 2018; **1st Jun 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.58%	5.07%	2.99%
	(Apr-18)	(Jan-17)	(Mar-17)
IIP	4.40%	7.10%	4.10%
	(Mar-18)	(Dec-17)	(Mar-17)
GDP	7.70%	7.00%	6.10%
	(Mar-18)	(Dec-17)	(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 mostly traded up on positive economic data that instilled confidence in the world's largest economy, as both the U.S. jobs data and manufacturing data for May 2018 came higher-than-expected. Optimism on upcoming summit between U.S. President and North Korea further boosted sentiments. Today (As of June 05), Asian markets opened on a mixed note following gains on the Wall Street overnight and on lingering trade concerns ahead of the G-7 meeting. While Nikkei was trading higher 0.12%, Hang Seng index was lower 0.15% (as at 8 a.m. IST).
- As per the last close, European market rose modestly as investor sentiment received a boost on continued easing of political tensions in Spain and Italy. Also prospect of some activity on the Merger and Acquisition front, further support the upside.
- As per the last close, U.S markets continued to move up following better than expected U.S. nonfarm payroll data for May 2018. However, market participants ignored bigger than forecasted fall in U.S. factory orders in Apr 2018.

Indian Equity Market

- Indian equity markets closed in the red with investors becoming cautious as the Monetary Policy Committee's three-day meeting begins today. Meanwhile, massive foreign fund outflow from the domestic markets in May kept market participants jittery. According to data from the National Securities Depository Ltd., net sales of foreign portfolio investors of domestic stocks came in at Rs. 10,060.03 crore in May as against net sale of Rs. 5,552.21 crore, recorded in the previous month.
- Key benchmark indices S&P BSE Sensex and Nifty 50 slipped 0.61% and 0.63% to close at 35,011.89 and 10,628.50, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 0.82% and 2.09%, respectively.
- The overall market breadth on BSE was weak with 2,155 scrips declining and 535 scrips advancing. A total of 182 scrips remained unchanged.
- On the BSE sectoral front, majority of the indices closed in the red. S&P BSE Realty was the major loser, down 3.25%, followed by S&P BSE Power and S&P BSE Telecom, which fell 2.32% and 1.95%, respectively. S&P BSE Consumer Durables and S&P BSE Utilities slipped 1.83% and 1.66%, respectively.

Domestic News

- According to a media report, the Reserve Bank of India (RBI) has decided to withdraw the special dispensations granted earlier to the government owned non-banking financial corporations (NBFCs). As an alternative, it has prepared a specified roadmap which will help the NBFCs to meet the norms on capital adequacy, provisioning and corporate governance.
- As per media reports, government of India has framed rules in detail to clear all foreign direct investment (FDI) proposals. The action is being taken to fasten the approvals and to bring more transparency. The rules formed will state how to deal with all allegations related to security, corruption, directors, tax cases, money laundering and round-tripping of funds, environment, and accidents.
- According to Civil Aviation Minister of India, air travel is gradually becoming affordable for everyone. This was stated after country's average air fares reported decline of 18% in 2017 over 2015 and the number of passengers flown by domestic carriers recorded a compounded annual growth rate (CAGR) of 19% in FY18 over FY14.
- The government of India has cleared certain confusions by stating that the 'free services' offered by banks to customers will not attract goods and service tax (GST) and that ATM machines does not require GST registration. The government also clarified that derivatives, forward and futures contracts are not subject to GST, only service charges or brokerage would come under GST regime.
- DHFL has raised more than Rs. 10,944 crore through public issue of bonds which had open for subscription in May 2018. Public issue of non-convertible debentures had opened on May 22, 2018 and had an issue size of Rs 3,000 crore. It had an option to retain over subscription of up to Rs. 9,000 crore, aggregating up to Rs 12,000 crore.
- According to the media reports, a major credit rating agency has downgraded the Viability Rating of Punjab National Bank from "bb-" to "b" and maintained its negative on rating watch. The downgrade reflects significant deterioration in the banks standalone credit profile due to decline in its core capital ratio.

FII Derivative Trade Statistics		04-Jun		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2865.55	3080.06	14264.84	
Index Options	62971.28	61237.39	54280.16	
Stock Futures	13011.34	12858.84	78453.69	
Stock Options	7287.30	7227.43	4328.90	
Total	86135.47	84403.72	151327.59	

Derivative Statistics- Nifty Options			
	04-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.39	1.48	-0.08
Put Call Ratio(Vol)	0.90	0.94	-0.04

Debt Watch				
	04-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.87%	5.86%	5.92%	6.05%
CBLO	5.75%	5.86%	5.93%	6.04%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	6.00%
91 Day T-Bill	6.48%	6.25%	6.23%	6.24%
364 Day T-Bill	6.06%	6.19%	6.60%	6.39%
10 Year Gilt	7.88%	7.74%	7.73%	6.62%
G-Sec Vol. (Rs.Cr)	18363	35810	14125	50720
FBIL MIBOR	6.00%	6.05%	6.00%	6.24%
3 Month CP Rate	8.10%	8.25%	7.65%	6.70%
5 Year Corp Bond	8.66%	8.68%	8.45%	7.69%
1 Month CD Rate	7.21%	6.77%	6.62%	6.23%
3 Month CD Rate	7.73%	7.91%	7.17%	6.38%
1 Year CD Rate	8.25%	8.23%	7.84%	6.80%

Currency Market			
Currency	04-Jun	Prev_Day	Change
USD/INR	67.05	67.18	-0.13
GBP/INR	89.62	89.14	0.48
EURO/INR	78.36	78.41	-0.05
JPY/INR	0.61	0.62	0.00

Commodity Prices				
Commodity	04-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	64.76	67.87	69.66	47.63
Brent Crude(\$/bl)	73.35	77.14	75.74	48.10
Gold(\$/oz)	1292	1298	1315	1280
Gold(Rs./10 gm)	30716	30901	31003	28757

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 June 2018 Futures were at 10598.70 points, a discount of 29.80 points, over the spot closing of 10,628.50. The turnover on NSE's Futures and Options segment went up to Rs. 6,43,117.05 crore on June 4 from Rs. 5,12,566.51 crore on June 1.
- The Put-Call ratio stood at 0.78 against previous session's close of 0.83.
- The Nifty Put-Call ratio stood at 1.39 against the previous session's close of 1.48.
- India VIX moved up 1.63% to 13.7925 from 13.5700 in the previous trading session.
- Open interest on Nifty Futures stood at 20.97 million as against the previous session's close at 20.12 million.

Indian Debt Market

- Bond yields rose after finance ministry stated that the Monetary Policy Committee (MPC) may decide to increase the interest rates to curb inflation. The MPC meeting has started its three-day meeting from Jun 4.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 3 bps to close at 7.88% from the previous close of 7.85%. During the session, bond yields traded in the range of 7.85% and 7.90%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,753 crore (gross) on Jun 4 compared with Rs. 5,669 (gross) on Jun 1. Sale of securities under RBI's reverse repo window stood at Rs. 30,139 crore on Jun 1.
- Banks borrowed Rs. 60 crore under the central bank's Marginal Standing Facility on Jun 1 as against borrowing of Rs. 2,660 crore on May 31.

Currency Market Update

- The Indian rupee inched down against the greenback following losses in the domestic equity market. The rupee fell 0.08% to close at 67.11 per dollar from the previous close of 67.06 per dollar.
- The euro rose against the greenback as political uncertainty in Italy eased to some extent. However, better than expected U.S. jobs data for May restricted capped the gains. Euro rose 0.50% and was trading at \$1.1718, up from the previous close of 1.1660.

Commodity Market Update

- Gold prices gained on weaker dollar against the euro.
- Brent crude prices fell on concerns over supply glut after U.S. crude production climbed in Mar 2018 to 10.47 million barrels per day (bpd).

International News

- A report from the Commerce Department showed that U.S. construction spending surged 1.8% to an annual rate of \$1.310 trillion in Apr 2018 as against a decline of 1.7% to a rate of \$1.287 trillion in Mar 2018. The increase reflects surge in spending on private construction, residential as well as non-residential construction.
- A report from the Institute for Supply Management showed that U.S. purchasing managers index came in higher than market expectations and surged to 58.7 in May 2018 from 57.3 in Apr 2018. The surge partly reflects increase in the pace of production growth that grew to 61.5 in May from 57.2 in Apr. Meanwhile, new orders index grew to 63.7 in May from 61.2 in Apr and employment index grew to 56.3 in May from 54.2 in Apr.



Thank you for
your time.