

RELIANCE

MUTUAL
FUND

Markets for You

07 Jun 2017

Indices Performance

Global Indices	06-Jun	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,136	21,184	-48	-0.23
Nasdaq	6,275	6,296	-21	-0.33
FTSE	7,525	7,526	-1	-0.01
Nikkei	19,980	20,171	-191	-0.95
Hang Seng	25,997	25,863	134	0.52
Indian Indices	06-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,191	31,309	-119	-0.38
Nifty 50	9,637	9,675	-38	-0.39
Nifty 100	9,937	9,982	-44	-0.44
Nifty Bank	23,416	23,460	-43	-0.18
SGX Nifty	9,663	9,695	-32	-0.33
S&P BSE Power	2,193	2,230	-36	-1.62
S&P BSE Small Cap	15,311	15,410	-99	-0.65
S&P BSE HC	13,803	13,868	-65	-0.47

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
6-Jun	22.53	1.31	24.35	1.19
Month Ago	22.58	1.39	23.59	1.24
Year Ago	19.68	1.45	22.71	1.31

Nifty 50 Top 3 Gainers

Company	06-Jun	Prev_Day	% Change [#]
HCL Tech	889	859	3.58
TCS	2696	2604	3.54
Infosys	979	959	2.15

Nifty 50 Top 3 Losers

Company	06-Jun	Prev_Day	% Change [#]
Tata Motors	461	478	-3.59
NTPC	158	163	-2.77
Indiabulls HFC	1138	1170	-2.71

Advance Decline Ratio

	BSE	NSE
Advances	889	501
Declines	1816	1161
Unchanged	153	78

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-112	50420
MF Flows**	288	30449

*6th Jun 2017; **25th 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 largely remained under pressure amid cautious stance ahead of U.K. general election, European Central Bank's meeting, and former FBI Director's testimony before the Senate Intelligence Committee, scheduled later during the week. Chinese markets bucked the trend amid optimism ahead of Chinese exports and inflation data due this week. Today (As on Jun 07), Asian market opened lower as investors were cautious ahead of U.K. election, the ECB meeting and former U.S. FBI Director's congressional testimony due this week. Fall in crude oil prices also weighed on the market. Both Nikkei Average and Hang Seng were trading down 0.18% and 0.03% (as at 8.00 a.m IST).
- As per the last close, European market closed lower due to weakness in crude oil prices and rising tensions in the Middle East. Investors were also cautious ahead of ECB meeting and U.K. elections.
- As per the last close, U.S. market closed lower as investors were cautious ahead of key events later this week, including the U.K. election, the ECB meeting and former U.S. FBI Director's congressional testimony. Increased tension in Middle East also weighed on the markets.

Indian Equity Market

- Indian equity markets snapped the winning streak ahead of the Reserve Bank of India's policy meeting. Investors also preferred to remain on the sidelines ahead of general elections in the U.K. and European Central Bank's (ECB) meeting, and due to persisting geopolitical tensions.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.38% and 0.39% to close at 31,190.56 and 9,637.15, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap went down 0.62% and 0.65%, respectively.
- The overall market breadth on BSE was weak with 1,816 scrips declining and 889 scrips advancing. A total of 153 scrips remained unchanged.
- On the BSE sectoral front, majority of the indices closed in the red barring S&P BSE IT (2.33%) and S&P BSE Teck (1.64%). S&P BSE Consumer Durables (-2.01%) stood as the major loser followed by S&P BSE Power (-1.62%) and S&P BSE Industrials (-1.38%). S&P BSE Realty (-1.36%) and S&P BSE FMCG (-1.35%) also continued to remain low.

Domestic News

- According to the Securities and Exchange Board of India, Indian companies raised Rs. 33,389 crore through private placement of corporate bonds in May 2017, down 44% on YoY basis from Rs. 59,801 crore in the previous year period. The proceeds shall be used for business expansion and propping up working capital needs. So far in this fiscal year, the companies have raised a total of Rs. 97,207 crore.
- According to the Chief Executive Officer of Niti Ayog, India is expected to experience 9% growth rate driven by GST rollout, scheduled from Jul 1, 2017. GST is expected to simplify India's indirect tax structure and help the country to minimise tax evasion.
- In order to attract more overseas inflows, the government is planning further relaxation in FDI norms for the defence sector. The issue was considered at a department of defence production's meeting and was attended by industry chambers including Federation of Indian Chambers of Commerce & Industry and the Confederation of Indian Industry. Presently, the sector is enjoying 49% FDI through automatic route. However, FDI beyond the limit is only allowed after government's permission.
- National Housing Board has approved the merger of Aadhaar Housing Finance and DHFL Vysya Housing Finance. Post this approval, Aadhaar Housing Finance has applied for the next stage approval to National Company Law Tribunal.
- Competition Commission of India (CCI) has approved the proposed merger of Bharti Airtel and Telenor India, which was signed in Feb 2017. Per the agreement, Airtel will acquire Telenor India's running operations in seven circles -- Andhra Pradesh, Bihar, Maharashtra, Gujarat, U.P. (East and West), and Assam.
- Dr Reddy's Laboratories Limited announced that it has introduced Bivalirudin injection, an anti-coagulant drug in U.S. after receiving approval from the U.S. Food and Drug Administration to enter into the U.S. market.

FII Derivative Trade Statistics	06-Jun		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1355.85	1160.94	20987.83
Index Options	24747.96	23943.73	61864.03
Stock Futures	6230.55	5753.18	73392.44
Stock Options	3201.00	3175.37	5845.70
Total	35535.36	34033.22	162090.00

Derivative Statistics- Nifty Options	06-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.19	1.20	-0.01
Put Call Ratio(Vol)	1.10	1.20	-0.10

Debt Watch	06-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.10%	6.02%	6.02%	6.31%
CBLO	6.19%	6.06%	6.07%	6.30%
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%	6.26%	6.23%	6.75%
364 Day T-Bill	6.40%	6.43%	6.43%	6.92%
10 Year Gilt	6.76%	6.80%	6.94%	7.47%
G-Sec Vol. (Rs.Cr)	38503	20187	39811	31854
1 Month CP Rate	6.53%	6.50%	6.54%	7.71%
3 Month CP Rate	6.68%	6.70%	6.76%	7.95%
5 Year Corp Bond	7.43%	7.42%	7.51%	8.10%
1 Month CD Rate	6.29%	6.21%	6.21%	7.04%
3 Month CD Rate	6.40%	6.40%	6.42%	7.12%
1 Year CD Rate	6.82%	6.84%	6.71%	7.53%

Currency Market	06-Jun	Prev_Day	Change
USD/INR	64.35	64.35	0.00
GBP/INR	83.16	82.80	0.36
EURO/INR	72.52	72.49	0.03
JPY/INR	0.59	0.58	0.01

Commodity Prices	06-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	48.08	49.58	46.18	49.66
Brent Crude(\$/bl)	47.75	50.29	46.69	48.63
Gold(\$/oz)	1294	1263	1228	1245
Gold(Rs./10 gm)	29323	28849	28227	29085

Source: ICRON Research

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Derivatives Market

- Nifty Jun 2017 Futures were at 9,665.75, a premium of 28.60 above the spot closing of 9,637.15. Turnover on NSE's Futures and Options segment went down from Rs. 2,62,868.27 crore on Jun 5 to Rs. 2,62,574.50 crore on Jun 6.
- The Put-Call ratio stood at 1.00 compared with previous day's close of 1.03.
- The Nifty Put-Call ratio stood at 1.19 as against the previous day's close at 1.20.
- The open interest on Nifty Futures stood at 23.09 million as against previous session's close of 23.51 million.

Indian Debt Market

- After rising for two consecutive days, bond yields fell as market participants covered short positions in late session ahead of the Monetary Policy Committee's statement due Jun 7.
- Yield on the existing 10-year benchmark paper (6.97% GS 2026) fell 1 bps to close at 6.76% compared with the previous close of 6.77%. During the trading session, bond yields traded in the range of 6.75% and 6.78%.
- Yield on the new 10-year benchmark paper (6.79% GS 2027) fell 1 bps close at 6.64% from the previous close of 6.65%. During the session, bond yields traded in the range of 6.64% and 6.66%.
- Banks borrowed Rs. 375 crore under the central bank's Marginal Standing Facility on Jun 5, down from Rs. 400 crore on Jun 2, 2017.
- RBI conducted a 7-day variable rate reverse repo auction for a notified amount of Rs. 20,000 crore for which Rs. 4,195 crore was allotted at a cut-off rate of 6.24%.

Currency Market Update

- The Indian rupee weakened against the greenback as market participants remained on the sidelines ahead of Reserve Bank of India's monetary policy review due on Jun 7. The rupee fell 0.11% to close at 64.43 per dollar from the previous close of 64.36.
- The euro strengthened against the greenback as ongoing political turmoil in the U.S. raised doubts about the U.S. President's reform agenda. Euro was trading at \$1.1268, up 0.14% from the previous close of \$1.1252.

Commodity Market Update

- Gold prices gained amid uncertainties ahead of national elections in the U.K.
- Brent crude prices managed to go up marginally despite diplomatic concerns between Qatar and the other Middle Eastern countries.

International News

- According a report by the Commerce Department, U.S. factory orders inched down 0.2% in Apr 2017 compared with an upwardly revised growth of 1% in Mar 2017, but were in line with market expectations. The decline reflects fall in order for durable goods in Apr after gaining in Mar. Also, orders for transportation equipment fell after gaining for two months in a row. However, non-durable goods experienced a growth of 0.4% in Apr after declining by 0.3% in Mar.
- A report from the Institute for Supply Management showed that U.S. non-manufacturing index fell to 56.9 in May 2017 as against 57.5 in Apr 2017. The decline came due to a slowdown in the pace of growth of new orders as the new orders index tumbled to 57.7 in May from 63.2 in Apr.



Thank you for
your time.