

RELIANCE

MUTUAL
FUND

Markets for You

08 Jun 2018

Indices Performance

Global Indices	07-Jun	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,241	25,146	95	0.38
Nasdaq	7,635	7,689	-54	-0.70
FTSE	7,704	7,712	-8	-0.10
Nikkei	22,823	22,626	198	0.87
Hang Seng	31,513	31,259	254	0.81
Indian Indices	07-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,463	35,179	284	0.81
Nifty 50	10,768	10,685	84	0.78
Nifty 100	11,092	10,997	95	0.86
Nifty Bank	26,518	26,368	150	0.57
SGX Nifty	10,793	10,703	90	0.84
S&P BSE Power	2,068	2,043	25	1.23
S&P BSE Small Cap	16,790	16,467	323	1.96
S&P BSE HC	12,956	12,859	97	0.76

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
7-Jun	23.12	1.14	27.27	1.23
Month Ago	23.46	1.15	26.60	1.20
Year Ago	22.65	1.31	24.48	1.18

Nifty 50 Top 3 Gainers

Company	07-Jun	Prev_Day	% Change [#]
Tata Steel	602	580	3.86
Tata Motors	305	296	3.30
ICICI Bank	291	284	2.47

Nifty 50 Top 3 Losers

Company	07-Jun	Prev_Day	% Change [#]
Bosch	18620	18959	-1.79
IndusInd Bank	1900	1920	-1.01
Eicher Motors	29712	29949	-0.79

Advance Decline Ratio

	BSE	NSE
Advances	1952	1439
Declines	760	387
Unchanged	107	52

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	19	-1451
MF Flows**	112	59484

*7th 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 gained on tracking higher U.S. markets and after a key European Central Bank board member hinted that the central bank is likely to discuss withdrawing its bond-purchasing programme in the coming meeting and eased worries about Italian government's spending plans. However, investors remained cautious of upcoming G7 meeting. Today (As of June 08), Asian markets opened mostly lower following mixed close on the Wall Street overnight. While Nikkei was trading up 0.06%, Hang Seng index was down 0.56% (as at 8 a.m. IST).
- As per the last close, European market mostly closed slightly lower as investors continued to weigh the probability of higher interest rates. However, bank stocks gained on reports that the European Central Bank will discuss winding down their bond-buying program when it meets next week.
- As per the last close, U.S. markets witnessed a mixed performance. Market partially rose on sharp jump in one of the major U.S. food chain, which was neutralized by profit taking in technology stocks.

Indian Equity Market

- Indian equity markets closed in the green due to positive global cues after concerns over trade disputes subsided. Further, markets continued to witness optimism after the Reserve Bank of India maintained its neutral stance and remained positive towards the economic growth of the country. Additionally, expectations of good monsoon rains supported buying interest.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.81% and 0.78% to close at 35,463.08 and 10,768.35, respectively. S&P BSE Mid-Cap and S&P BSE SmallCap grew 1.40% and 1.96%.
- The overall market breadth on BSE was strong with and 1,952 scrips advancing and 760 scrips declining. A total of 107 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Realty was the major gainer, up 2.77% followed by S&P BSE Basic Materials and S&P BSE Industrials that grew 1.61% and 1.51%, respectively. S&P BSE Energy and S&P BSE Metal grew 1.45% and 1.44%, respectively. S&P BSE Consumer Durables was the only loser and fell 0.23%.

Domestic News

- Monetary Policy Committee (MPC) announced that by Jan 1, 2019 scheduled commercial banks will have to reach the minimum Liquidity Coverage Ratio (LCR) of 100%. Currently, the assets allowed as Level 1 High Quality Liquid Assets (HQLAs) for computing LCR of banks include government securities in excess of the minimum SLR requirement and within the mandatory SLR requirement. Also, it includes government securities to the extent allowed by the RBI under Marginal Standing Facility and under Facility to Avail Liquidity for LCR.
- Monetary Policy Committee (MPC) has decided to revise the housing loan limits for Priority Sector Lending (PSL) eligibility from Rs. 28 lakh to Rs. 35 lakh in metropolitan centres that have population of ten lakh and above and from Rs. 20 lakh to Rs. 25 lakh for other centres. This is applicable if the overall cost of the dwelling unit in the metropolitan centre and at other centres does not exceed Rs. 45 lakh and Rs. 30 lakh, respectively. This comes in order to bring in better sync of the PSL guidelines for housing loans with the Affordable Housing Scheme. Also, it aims at giving a boost to the low-cost housing for the Economically Weaker Sections and Lower Income Groups.
- According to media reports, the Kerala cabinet has given its approval to allocate the space for Nissan to set up a tech facility in Thiruvananthapuram.
- According to media reports, Tata Motors-owned Jaguar Land Rover reported 6.1% increase in global sales at 48,281 units in May 2018.
- According to media reports, IT services major Capgemini would acquire Leidos Cyber which is a commercial cybersecurity arm of Leidos. According to Capgemini, the acquisition would boost the group's capabilities in North America which would help meet customer demand for its portfolio of cybersecurity services.

FII Derivative Trade Statistics		07-Jun		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	3265.99	3757.47	15905.29	
Index Options	91174.06	92803.45	62886.63	
Stock Futures	11628.65	11314.96	80970.80	
Stock Options	5405.41	5526.77	6492.50	
Total	111474.11	113402.65	166255.22	

Derivative Statistics- Nifty Options			
	07-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.49	1.40	0.09
Put Call Ratio(Vol)	0.97	0.90	0.07

Debt Watch				
	07-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.03%	5.94%	5.94%	6.19%
CBLO	5.95%	5.88%	6.00%	6.27%
Repo	6.25%	6.00%	6.00%	6.25%
Reverse Repo	6.00%	5.75%	5.75%	6.00%
91 Day T-Bill	6.48%	6.40%	6.22%	6.29%
364 Day T-Bill	6.99%	6.90%	6.48%	6.43%
10 Year Gilt	7.99%	7.83%	7.62%	6.56%
G-Sec Vol. (Rs.Cr)	43352	19565	25757	109410
FBIL MIBOR	6.11%	6.00%	6.00%	6.30%
3 Month CP Rate	7.80%	7.95%	7.70%	6.68%
5 Year Corp Bond	8.79%	8.64%	8.41%	7.63%
1 Month CD Rate	7.11%	6.50%	6.65%	6.28%
3 Month CD Rate	7.26%	7.40%	7.16%	6.39%
1 Year CD Rate	8.38%	8.23%	7.76%	6.81%

Currency Market			
Currency	07-Jun	Prev_Day	Change
USD/INR	67.02	67.04	-0.02
GBP/INR	90.05	89.95	0.10
EURO/INR	79.10	78.68	0.42
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Commodity	07-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	65.96	66.98	70.69	45.75
Brent Crude(\$/bl)	74.32	76.74	75.74	46.72
Gold(\$/oz)	1297	1298	1314	1286
Gold(Rs./10 gm)	30690	31026	31191	29232

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty June 2018 Futures were at 10765.20 points, a discount of 3.15 points, over the spot closing of 10,768.35. The turnover on NSE's Futures and Options segment went up to Rs. 18,18,786.62 crore on June 7 from Rs. 8,29,823.12 crore on June 6.
- The Put-Call ratio stood at 0.87 against previous session's close of 0.78.
- The Nifty Put-Call ratio stood at 1.49 against the previous session's close of 1.40.
- Open interest on Nifty Futures stood at 22.73 million as against the previous session's close at 21.39 million.

Indian Debt Market

- Bond yields surged for the second consecutive day as the interest rate hike of 25 bps by the Monetary Policy Committee on Jun 06 continued to hurt demand for domestic bonds.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 7 bps to close at 7.99% from the previous close of 7.92%. During the session, bond yields traded in the range of 7.92% and 8.00%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,243 crore (gross) on Jun 7 compared with Rs. 3,881 (gross) on Jun 6. Sale of securities under RBI's reverse repo window stood at Rs. 1,07,005 crore on Jun 6.
- Banks borrowed Rs. 150 crore under the central bank's Marginal Standing Facility on Jun 6 as compared with no borrowing on Jun 5.
- RBI conducted a 14-day variable rate reverse repo auction for a notified amount of Rs. 30,000 crore for which Rs. 1,225 crore was allotted at a cut-off rate of 6.24%.

Currency Market Update

- The Indian rupee weakened against the greenback following rise in U.S. treasury yields after U.S. trade deficit unexpectedly fell to a seven month low in Apr 2018. The rupee fell 0.31% to close at 67.12 per dollar from the previous close of 66.92 per dollar.
- The euro surged against the greenback on expectations that the European Central Bank may tighten its monetary stimulus program in its monetary policy review due next week. Euro rose 0.42% and was trading at \$1.1822, up 0.42% from the previous close of 1.1773.

Commodity Market Update

- Gold prices traded higher following weakness in U.S. dollar against euro.
- Brent Crude prices gained strength amid concerns over plunge in oil exports from Venezuela. Currently, it is facing threat of U.S. sanctions and economic crisis.

International News

- According to a report from the Labor Department, U.S. labor productivity grew 0.4% in the first quarter of 2018 as against previous expectation of 0.7%. The downside came in as increase in output was downwardly revised to 2.7% from 2.8%. Also, increase in hours worked was upwardly revised to 2.3% from 2.1%.
- A report from the Commerce Department showed that U.S. trade deficit narrowed to \$46.2 billion in Apr 2018 as against revised figure of \$47.2 billion (\$49.0 billion originally reported) in Mar 2018. With the current decrease, trade deficit in Apr 2018 was smallest since Sep 2017.
- A report from the Eurostat showed that Eurozone's gross domestic product grew 0.4% sequentially in the first quarter 2018, down from growth of 0.7% witnessed in fourth quarter of 2017.

Thank you for
your time.