

RELIANCE

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FUND

Markets for You

19 Jun 2017

Indices Performance

Global Indices	16-Jun	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,384	21,360	24	0.11
Nasdaq	6,152	6,166	-14	-0.22
FTSE	7,464	7,419	44	0.60
Nikkei	19,943	19,832	111	0.56
Hang Seng	25,626	25,565	61	0.24
Indian Indices	16-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,056	31,076	-19	-0.06
Nifty 50	9,588	9,578	10	0.10
Nifty 100	9,911	9,898	13	0.13
Nifty Bank	23,503	23,392	111	0.47
SGX Nifty	9,593	9,580	13	0.14
S&P BSE Power	2,227	2,226	1	0.06
S&P BSE Small Cap	15,667	15,646	21	0.14
S&P BSE HC	14,148	14,366	-218	-1.52

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
16-Jun	22.37	1.32	24.00	1.11
Month Ago	23.21	1.32	24.16	1.21
Year Ago	19.42	1.48	22.35	1.28

Nifty 50 Top 3 Gainers

Company	16-Jun	Prev_Day	% Change [#]
Tata Motors-DVR	282	273	3.39
Kotak Bank	983	963	2.08
Ultratech Cem	4125	4044	2.02

Nifty 50 Top 3 Losers

Company	16-Jun	Prev_Day	% Change [#]
Lupin	1131	1182	-4.34
Sun Pharma	529	544	-2.73
Cipla	537	549	-2.31

Advance Decline Ratio

	BSE	NSE
Advances	1334	889
Declines	1340	805
Unchanged	153	71

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-610	53760
MF Flows**	238	35703

*16th Jun 2017; **14th Jun 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	2.17% (May-17)	5.51% (Feb-17)	-0.90% (May-16)
IIP	3.10% (Apr-17)	3.80% (Jan-17)	6.50% (Apr-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 got support after the Bank of Japan kept its monetary policy unchanged, as expected, while upgraded its assessment for private consumption and overseas growth. Sentiment boosted further after Greece and European creditors reached a deal on a bailout plan. However, Chinese market bucked the trend on concerns over the country's rising debt, slowing growth, and policy tightening. Today (As on Jun 19), Asian market opened higher as investors were looking forward to Brexit negotiations between the U.K. and the European Union and parliamentary majority victory by the French President. Both Nikkei Average and Hang Seng were trading up 0.61% and 0.86%, respectively (as at 8.00 a.m IST).
- As per the last close, European market closed higher following news that Greece's creditors have reached an agreement to release the next tranche of funds to Athens. Also, strong European car sales data further boosted market sentiments.
- As per the last close, U.S. market closed mixed. Weaker than expected economic data and an acquisition deal by an online giant company weighed on market sentiments.

Indian Equity Market

- Indian equity markets closed flat owing to absence of significant domestic or global triggers.
- Key benchmark indices S&P BSE Sensex dipped 0.06% while Nifty 50 grew 0.10% to close at 31,056.40 and 9,588.05, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap gained 0.17% and 0.14%, respectively.
- On the BSE sectoral front, most indices closed in the positive. S&P BSE FMCG (0.58%), S&P BSE Consumer Durables (0.50%), S&P BSE Bankex (0.48%), Basic Materials (0.46%), S&P BSE Industrials (0.38%) and S&P BSE Realty (0.35%) were the highest gainers of the session, while losers comprised S&P BSE Healthcare (-1.52%), S&P BSE IT (-0.83%), S&P BSE Teck (-0.68%), S&P BSE Capital Goods (-0.14%), and Metal (-0.11%), and S&P BSE Consumer Discretionary Goods & Services (-0.10%). Healthcare stocks went down on concerns over their earnings outlook on account of pricing issues in the U.S., while IT stocks snapped on fears over outlook as the U.S. President is toying with the idea of more stringent visa regulations in a market crucial for software services exporters.

Domestic News

- India's exports increased 8.32% YoY to \$24.01 billion in May 2017 but imports surged at a much faster rate of 33.09% to \$37.86 billion that led to rise in the trade deficit. Trade deficit expanded to \$13.84 billion in May 2017 from \$6.27 billion in May 2016. Rise in imports was mainly contributed by higher purchase of gold that surged three-fold to \$4.95 billion in May compared to \$1.47 billion in the previous year period. Also, crude oil and petroleum products grew 29.54% to \$7.69 billion from \$5.94 billion in the year ago period.
- The Securities and Exchange Board of India (SEBI) has announced that recognised stock exchanges would impose fines up to Rs. 1 crore on companies in case of non-compliance with certain provisions of Issue of Capital and Disclosure Regulations. This will help in reducing the event of non-compliance with the disclosure regulations.
- The government is planning to clear the Foreign Direct Investment (FDI) proposals in the 11 sectors including defence, insurance, and telecom within 8 to 10 weeks of receipt of application in order to boost the investment situation. Per the standard operating procedure for clearances, it was proposed that a maximum of 10 weeks to be given for cases where approval and security clearances are still needed. However, it was also indicated that the limit may be increased considering the situation.
- Hero MotoCorp Ltd will likely invest around Rs. 2,500 crore by FY19. The investment will focus on product development, digitisation, phase-wise capacity installation, and in brown and green field expansions. The company has crossed 70 million in sales and through this investment the company is now aiming towards 100 million.
- Reliance Industries announced its plans to invest \$6 billion or approximately Rs. 40,000 crore in new projects. The investment will also include developing new gas fields in the KG-D6 block after a break of eight- years. Also, it announced that it will give contracts to progress development of the 'R-Series' deep water gas fields in Block KGD6 located near the east coast of India.

FII Derivative Trade Statistics	16-Jun		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1230.10	1790.03	23977.51
Index Options	45243.83	44316.75	67353.73
Stock Futures	6138.97	7145.64	74213.89
Stock Options	5751.35	5776.76	8305.23
Total	58364.25	59029.18	173850.36

Derivative Statistics- Nifty Options	16-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.12	1.13	-0.02
Put Call Ratio(Vol)	0.94	0.99	-0.05

Debt Watch	16-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.09%	6.13%	6.05%	6.37%
CBLO	6.21%	5.13%	6.23%	6.48%
Repo	6.25%	6.25%	6.25%	6.50%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.25%	6.26%	6.28%	6.74%
364 Day T-Bill	6.33%	6.35%	6.21%	6.89%
10 Year Gilt	6.65%	6.63%	6.84%	7.51%
G-Sec Vol. (Rs.Cr)	41372	69544	43602	36979
1 Month CP Rate	6.53%	6.55%	6.60%	7.66%
3 Month CP Rate	6.69%	6.68%	6.83%	7.83%
5 Year Corp Bond	7.27%	7.28%	7.47%	8.09%
1 Month CD Rate	6.29%	6.27%	6.36%	6.92%
3 Month CD Rate	6.36%	6.37%	6.46%	6.94%
1 Year CD Rate	6.68%	6.76%	6.86%	7.46%

Currency Market	16-Jun	Prev_Day	Change
USD/INR	64.59	64.28	0.31
GBP/INR	82.51	81.91	0.60
EURO/INR	72.05	72.11	-0.06
JPY/INR	0.58	0.59	-0.01

Commodity Prices	16-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	44.68	45.77	48.59	46.09
Brent Crude(\$/bl)	44.89	46.08	51.25	45.05
Gold(\$/oz)	1253	1266	1236	1279
Gold(Rs./10 gm)	28657	28916	28029	30598

Source: ICRON Research

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Derivatives Market

- Nifty Jun 2017 Futures were at 9,597.25, a premium of 9.20 above the spot closing of 9,588.05. Turnover on NSE's Futures and Options segment went up from Rs. 31,155.86 crore on Jun 15 to Rs. 2,86,167.93 crore on Jun 16.
- The Put-Call ratio stood at 0.91 compared with the previous day's close of 0.44.
- The Nifty Put-Call ratio stood at 1.06 compared with the previous day's close of 1.15.
- The open interest on Nifty Futures stood at 23.11 million as against previous session's close of 23.43 million.

Indian Debt Market

- Bond yields grew, amid lack of any fresh data, as investors sold bonds to book profits from price gains earlier this week.
- Yield on the new 10-year benchmark paper (6.79% GS 2027) went up 1 bps to close at 6.49% from the previous close of 6.48%. During the session, bond yields traded in the range of 6.48% and 6.50%.
- Yield on the existing 10-year benchmark paper (6.97% GS 2026) stood unchanged at 6.65%. During the trading session, bond yields traded in the range of 6.65% and 6.67%.
- Banks borrowed Rs. 1 crore under the central bank's Marginal Standing Facility on Jun 14, as against borrowing of Rs. 1,003 crore on Jun 14.
- RBI conducted a 7-day variable rate reverse repo auction for a notified amount of Rs. 25,000 crore. The allotted amount stood at Rs. 18,660 crore and the cut-off rate stood at 6.24%.

Currency Market Update

- The Indian rupee strengthened against the U.S. dollar following greenback sales by state-run banks that outweighed losses triggered by expectations that the U.S. Federal Reserve will continue to tighten rates this year. The rupee rose 0.16% to close at 64.43 per dollar from the previous close of 64.54.
- The euro strengthened against the greenback as the latter weakened before release of fresh batch of U.S. economic data due later in the day. Euro was trading at \$1.1169, up 0.23% from the previous close of \$1.1143.

Commodity Market Update

- Gold prices traded near 3-week low amid broader speculation over imminent rate hike by the U.S. Federal Reserve on the backdrop of recent upbeat U.S. weekly initial jobless claims data.
- Brent crude prices showed signs of recovery but remained near 3-week low amid ongoing concerns over the supply glut.

International News

- According to a report by the National Association of Home Builders, NAHB /Wells Fargo Housing Market Index missed market expectations and surprising fell to 67 in Jun 2017 from 69 in May 2017. All the three components that contribute to the index i.e. component gauging current sales, index charting sales expectations and component measuring buyer traffic declined in the month under review.
- A report from the U.S. Federal Reserve showed that industrial production in the U.S. came in lower than market expectations and was flat in May 2017 after witnessing a gain of 1.1% in Apr 2017. The results reflect drop in manufacturing output that offset the increases in mining and utilities output.



Thank you for
your time.