

RELIANCE

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FUND

Markets for You

20 Jun 2017

Indices Performance

Global Indices	19-Jun	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,529	21,384	145	0.68
Nasdaq	6,239	6,152	87	1.42
FTSE	7,524	7,464	60	0.81
Nikkei	20,068	19,943	124	0.62
Hang Seng	25,925	25,626	298	1.16
Indian Indices	19-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,312	31,056	255	0.82
Nifty 50	9,658	9,588	70	0.72
Nifty 100	9,978	9,911	66	0.67
Nifty Bank	23,742	23,503	239	1.02
SGX Nifty	9,681	9,593	88	0.91
S&P BSE Power	2,237	2,227	10	0.43
S&P BSE Small Cap	15,654	15,667	-13	-0.08
S&P BSE HC	14,081	14,148	-67	-0.48

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
19-Jun	22.93	1.24	24.37	1.10
Month Ago	21.99	1.33	24.91	1.22
Year Ago	19.52	1.47	22.43	1.28

Nifty 50 Top 3 Gainers

Company	19-Jun	Prev_Day	% Change [#]
Tata Steel	520	502	3.51
Adani Ports & SEZ	374	363	2.93
Hindalco	201	195	2.87

Nifty 50 Top 3 Losers

Company	19-Jun	Prev_Day	% Change [#]
Infosys	930	940	-1.11
Eicher Motors	28445	28747	-1.05
BPCL	667	674	-0.99

Advance Decline Ratio

	BSE	NSE
Advances	1218	736
Declines	1467	953
Unchanged	174	81

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-694	53066
MF Flows**	238	35703

*19th 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 closed on a positive note as a couple of weaker than expected economic data from the U.S. dampened the probability of imminent rate hike in 2017. French President's party won a parliamentary majority over the weekend, thereby providing a strong mandate in parliament to pursue pro-European Union and business-friendly reform plans. Meanwhile, investors are waiting for the outcome of the Brexit negotiation. Today (As on Jun 20), Asian market opened higher following comments from U.S. Federal Reserve official that the Fed should move slowly to raise interest rates and trim its bond portfolio. Also, rise in oil prices boosted market sentiments. Both Nikkei Average and Hang Seng were trading up 1.12% and 0.28%, respectively (as at 8.00 a.m IST).
- As per the last close, European market closed higher due to the optimism spread among investors after parliamentary majority victory by the French President. The President has strong mandate in parliament to pursue his pro-European Union, business-friendly reform plans.
- As per the last close, U.S. market closed higher after the French President won a clear parliamentary majority.

Indian Equity Market

- Indian equity markets witnessed gains amid hopes of a reduction in non-performing asset size in the banking sector after the Reserve Bank of India asked banks to start bankruptcy process against large loan defaulters. Commencement of the European trading session on a positive note provided additional support to the markets. Investors took positive cues after the French President's party won a parliamentary majority over the weekend.
- Key benchmark indices S&P BSE Sensex and Nifty 50 went up 0.82% and 0.72% to close at 31,311.57 and 9,657.55, respectively. Meanwhile, broader indices remained flat with S&P BSE Mid-Cap rising 0.07% and S&P BSE Small-Cap falling 0.08%.
- On the BSE sectoral front, majority of the indices closed in the green. S&P BSE Metal was the top gainer, up 1.89%, followed by S&P BSE Bankex and S&P BSE Basic Materials, which rose 0.96% and 0.86%, respectively. S&P BSE Finance and S&P BSE Energy rose 0.77% and 0.74%, respectively. However, S&P BSE Healthcare was the major loser, down 0.48%, followed by S&P BSE Realty and S&P BSE Consumer Durables, which slipped 0.32% and 0.22%, respectively.

Domestic News

- The finance minister highlighted some new changes regarding the upcoming Goods and Services Tax (GST) launch. The norms for filing returns have been relaxed until Sep 2017 without any late fees or penalties. Also, the council approved the creation of an anti-profiteering authority that will exist for two years. Further, it has set the rate on lotteries at 12% of face value for those run by state governments and at 28% for those authorised by state governments but run by private entities.
- The Securities and Exchange Board of India (SEBI) is expected to discuss the proposal in a meeting to be held on Jun 21 to ease the rules for investors for acquiring distressed companies from banks. This comes amid the government and Reserve Bank of India's renewed drive to reduce banks' bad loan burden. SEBI has been giving exemptions to banks to acquire the stock of listed distressed companies which includes relaxing the pricing formula for making an open offer to public shareholders and lock-in requirements.
- In order to make the Indian stock market more attractive for domestic and foreign investments, SEBI is planning to relax its norms for direct registration of foreign investors. Also, it plans to fast-track the listing process for companies, including start-ups. Per the norms, the foreign portfolio investors from the jurisdictions that meet the global regulatory standards may get direct access to Indian markets without any procedural delay.
- The forex reserves slipped from record high level to \$381.156 billion in the week to Jun 9 from \$381.167 billion in the week ended Jun 2. The fall was primarily due to fall in foreign currency assets. Gold reserves remained unchanged at \$20.095 billion.
- SEBI has relaxed restrictions on 19 entities against which it had executed action due to alleged misuse of the stock market platform for tax evasion and suspected money-laundering activities. In Jun 2015, SEBI had restrained 254 from the capital market. However, 19 of them have now got relaxation that includes permission to deal in government securities and invest in Exchange-traded funds.

FII Derivative Trade Statistics	19-Jun		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1183.68	1455.72	23324.60
Index Options	24152.02	24040.93	69107.58
Stock Futures	7004.54	7504.80	74251.35
Stock Options	5196.36	5174.16	8445.28
Total	37536.60	38175.61	175128.81

Derivative Statistics- Nifty Options	19-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.22	1.12	0.10
Put Call Ratio(Vol)	1.13	0.94	0.19

Debt Watch	19-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.09%	6.04%	6.06%	6.38%
CBLO	6.17%	6.18%	6.05%	6.26%
Repo	6.25%	6.25%	6.25%	6.50%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.20%	6.24%	6.23%	6.70%
364 Day T-Bill	6.35%	6.36%	6.47%	6.88%
10 Year Gilt	6.63%	6.65%	6.85%	7.50%
G-Sec Vol. (Rs.Cr)	40041	45471	42883	31961
1 Month CP Rate	6.53%	6.53%	6.54%	7.65%
3 Month CP Rate	6.71%	6.68%	6.75%	7.83%
5 Year Corp Bond	7.26%	7.28%	7.45%	8.07%
1 Month CD Rate	6.29%	6.28%	6.30%	6.90%
3 Month CD Rate	6.34%	6.37%	6.43%	6.93%
1 Year CD Rate	6.67%	6.70%	6.84%	7.48%

Currency Market	19-Jun	Prev_Day	Change
USD/INR	64.38	64.59	-0.21
GBP/INR	82.21	82.51	-0.31
EURO/INR	72.10	72.05	0.06
JPY/INR	0.58	0.58	0.00

Commodity Prices	19-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	44.19	46.05	50.27	47.95
Brent Crude(\$/bl)	45.12	46.62	52.42	45.96
Gold(\$/oz)	1243	1265	1255	1298
Gold(Rs./10 gm)	28558	28878	28659	29939

Source: ICRON Research

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Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.

Derivatives Market

- Nifty Jun 2017 Futures were at 9,675.25, a premium of 17.70 above the spot closing of 9,657.55. Turnover on NSE's Futures and Options segment went up from Rs. 2,86,167.93 crore on Jun 16 to Rs. 4,29,603.92 crore on Jun 19.
- The Put-Call ratio stood at 0.94 compared with the previous session's close of 0.91.
- The Nifty Put-Call ratio stood at 1.22 compared with the previous session's close of 1.06.
- The open interest on Nifty Futures stood at 23.16 million as against previous session's close of 23.11 million.

Indian Debt Market

- After rising for two consecutive sessions, bond yields fell as low U.S. Treasury yields prompted foreign investors to consider emerging-market debt.
- Yield on the new 10-year benchmark paper (6.79% GS 2027) fell 2 bps to close at 6.47% from the previous close of 6.49%. During the session, bond yields traded in the range of 6.46% and 6.49%.
- Yield on the existing 10-year benchmark paper (6.97% GS 2026) fell 2 bps to close at 6.63% from the previous close of 6.65%. During the trading session, bond yields traded in the range of 6.63% and 6.65%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,365 crore (gross) on Jun 19, down from Rs. 2,635 crore (gross) borrowing on Jun 16. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 4,012 crore on Jun 16.

Currency Market Update

- The Indian rupee closed unchanged against the U.S. dollar as gains in the domestic equity market were neutralised by greenback purchases from state-run banks. The rupee closed at 64.43 per dollar, unchanged from the previous close.
- The euro weakened against the greenback after the New York Federal Reserve President stated that the U.S. Federal Reserve will remain on track to raise interest rates further. Euro was trading at \$1.1176, down 0.19% from the previous close of \$1.1197.

Commodity Market Update

- Gold prices dropped ahead of comments from several Federal Reserve speakers for more cues on future monetary policy moves.
- Brent crude prices inched up despite initial cautiousness from investors ahead of the weekly information on U.S. stockpiles. Market participants also remained concerned about OPEC's effort to reduce oil production.

International News

- According to a property tracking website Rightmove, average asking price for a house in the U.K. dropped 0.4% on MoM basis to 316,109 pounds in Jun 2017, as against an increase of 1.2% in May 2017. This marked the first monthly decline so far in 2017. On an annual basis, house prices grew 1.8% as against 3% in May.
- According to a survey by IHS Markit and financial information provider Ipsos Mori, Household Finance Index (seasonally adjusted) in the U.K. grew to 43.8 in Jun 2017 from 42.6 in May 2017. However, a score below 50 reflects pessimism for finances among the U.K. households.



Thank you for
your time.