

RELIANCE

MUTUAL
FUND

Markets for You

22 Jun 2018

Indices Performance

Global Indices	21-Jun	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,462	24,658	-196	-0.80
Nasdaq	7,713	7,782	-69	-0.88
FTSE	7,556	7,627	-71	-0.93
Nikkei	22,693	22,555	138	0.61
Hang Seng	29,296	29,696	-400	-1.35
Indian Indices	21-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,432	35,547	-115	-0.32
Nifty 50	10,741	10,772	-31	-0.29
Nifty 100	11,040	11,076	-36	-0.33
Nifty Bank	26,497	26,558	-61	-0.23
SGX Nifty	10,738	10,780	-43	-0.39
S&P BSE Power	1,988	2,006	-18	-0.91
S&P BSE Small Cap	16,528	16,659	-131	-0.79
S&P BSE HC	14,114	14,272	-159	-1.11

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
21-Jun	22.71	1.25	26.43	1.23
Month Ago	23.71	1.18	26.08	1.22
Year Ago	22.85	1.25	24.31	1.11

Nifty 50 Top 3 Gainers

Company	21-Jun	Prev_Day	% Change [#]
Indian Oil	170	165	2.93
BPCL	422	411	2.74
HPCL	315	308	2.37

Nifty 50 Top 3 Losers

Company	21-Jun	Prev_Day	% Change [#]
M&M	884	904	-2.30
Dr.Reddy	2316	2368	-2.17
Bharti Infratel	280	285	-2.00

Advance Decline Ratio

	BSE	NSE
Advances	808	470
Declines	1793	1308
Unchanged	132	86

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-2374	-7880
MF Flows**	490	63313

*21st Jun 2018; **19th Jun 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.87% (May-18)	4.44% (Feb-18)	2.18% (May-17)
IIP	4.90% (Apr-18)	7.40% (Jan-18)	3.20% (Apr-17)
GDP	7.70% (Mar-18)	7.00% (Dec-17)	6.10% (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 traded mixed ahead of a key meeting between OPEC and non-OPEC countries on raising global crude supply and positive cues from overnight U.S. market. Speculation over monetary policy easing by the People's Bank of China further supported sentiment. However, investors remained concerned over renewed global trade tensions. Today (as of June 22), Asian markets opened negative following decline on the Wall Street Overnight. Both Nikkei and Hang Seng dropped 0.98% and 0.58%, respectively (as at 8.a.m. IST).
- As per the last close, European markets declined on the back of tension in the oil market ahead of an OPEC meeting outcome that could expand crude production. Automakers were under pressure following a warning from Germany's auto major.
- As per the last close, U.S markets fell partially due to lingering concerns about the trade dispute between the U.S. and China. Uncertainty about the outcome of OPEC's meeting on Friday, further dampened sentiments. Smaller than expected increase in the U.S. leading economic index in May, further increased losses.

Indian Equity Market

- Indian equity markets remained under pressure during the session, with brief stance of recovery, due to lack of any positive triggers on the domestic front. The minutes of the Monetary Policy Committee's (MPC) latest policy meeting held early this month gave no indication of policymakers' stance on future rate hikes, citing uncertainties on oil and food prices. Weak global cues neutralised the risk appetite of investors as China continued to retaliate against U.S. protectionist move in form of tariff hikes on Chinese goods imports.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.32% and 0.29% to close at 35,432.39 and 10,741.10, respectively. S&P BSE Mid Cap and S&P BSE Small Cap fell 0.53% and 0.79%, respectively.
- On the BSE sectoral front, barring S&P BSE Energy and S&P BSE Oil & Gas, all the indices closed in the red. S&P BSE Telecom was the major loser, down 1.61%, followed by S&P BSE Healthcare and S&P BSE Capital Goods, which fell 1.11% and 1.09%, respectively. S&P BSE Metal and S&P BSE Basic Materials fell 0.98% and 0.97%, respectively.

Domestic News

- According to minutes of Monetary Policy Committee's second monetary policy meeting for FY19, interest rate increase in Jun 2018 reflects rising inflation due to high oil prices. Members raised concerns over rising inflationary pressures. The members who had voted for rate hike in Jun 2018 kept the stance as "neutral" as they chose to wait for more clarity on the inflationary impact of government's decision to increase minimum purchase price of food grains and the direction of oil prices.
- As per a notification by the finance ministry, the government has decided to raise customs duty on several goods, including Bengal gram, lentils and artemia, along with certain kind of nuts, iron and steel products, apples, pears, flat rolled products of stainless steel, other alloy steel, tube and pipe fittings, and screws, bolts and rivets. The import duty hike would be effective from Aug 4, 2018.
- The time for the announcement of price band for initial public offers (IPOs) has been cut to two days from five days by the Securities and Exchange Board of India (SEBI). Also, SEBI has tweaked buyback norms and aims to ease regulations for foreign portfolio investors and mutual funds. The buyback period has also been redefined by SEBI.
- According to the president of Tata Motors, the company is looking to launch around 50 commercial vehicles in FY19, similar to the last year, to solidify its position in the segment. Also, the company aims to save close to Rs. 1,900 crore in the fiscal, similar to the last fiscal, by way of enforcing cost-saving measures.
- Finnish telecom gear maker Nokia said it has inked a five-year global IT infrastructure and application services deal with Indian IT firm HCL Technologies. The financial terms of the deal were not disclosed.
- Arvind Ltd is looking to grow its own brand under the Arvind umbrella from the current Rs. 400 crore to Rs. 1,000 crore in the next 4-5 years. According to the company's chief executive officer, the key growth driver of Lifestyle fabrics for the knits and wovens division, will come in from fabrics as well as the ready to wear segment.

FII Derivative Trade Statistics		21-Jun		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2192.04	3439.32	23798.98	
Index Options	88443.33	87198.91	75706.04	
Stock Futures	10509.40	9934.65	84892.41	
Stock Options	6298.92	6178.58	10472.61	
Total	107443.69	106751.46	194870.04	

Derivative Statistics- Nifty Options			
	21-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.48	1.56	-0.07
Put Call Ratio(Vol)	0.96	1.00	-0.04

Debt Watch				
	21-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.24%	6.09%	5.96%	6.10%
CBLO	6.29%	6.06%	6.00%	6.23%
Repo	6.25%	6.25%	6.00%	6.25%
Reverse Repo	6.00%	6.00%	5.75%	6.00%
91 Day T-Bill	6.40%	6.50%	6.25%	6.23%
364 Day T-Bill	7.03%	7.05%	6.80%	6.36%
10 Year Gilt	7.77%	7.94%	7.81%	6.43%
G-Sec Vol. (Rs.Cr)	43995	27770	27694	78555
FBI L MIBOR	6.35%	6.25%	6.05%	6.25%
3 Month CP Rate	7.58%	7.65%	8.30%	6.71%
5 Year Corp Bond	8.69%	8.82%	8.56%	7.50%
1 Month CD Rate	6.85%	6.99%	7.10%	6.29%
3 Month CD Rate	7.12%	7.38%	7.71%	6.35%
1 Year CD Rate	8.04%	8.46%	8.12%	6.66%

Currency Market			
Currency	21-Jun	Prev_Day	Change
USD/INR	68.20	68.08	0.11
GBP/INR	89.58	89.60	-0.02
EURO/INR	78.79	78.83	-0.03
JPY/INR	0.62	0.62	0.00

Commodity Prices				
Commodity	21-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	65.68	66.91	72.21	42.43
Brent Crude(\$/bl)	72.61	73.86	79.33	43.66
Gold(\$/oz)	1267	1302	1292	1246
Gold(Rs./10 gm)	30437	31049	30881	28567

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 Jun 2018 Futures were at 10737.15 points, a discount of 3.95 points, below the spot closing of 10,741.10. The turnover on NSE's Futures and Options segment went up to Rs. 17,57,000.41 crore on Jun 21 from Rs. 8,87,651.18 crore on Jun 20.
- The Put-Call ratio stood at 0.88 against previous session's close of 0.94.
- The Nifty Put-Call ratio stood at 1.48 against the previous session's close of 1.56.
- India VIX moved up 3.08% to 12.5475 from 12.1725 in the previous trading session.
- Open interest on Nifty Futures stood at 26.27 million as against the previous session's close of 26.00 million.

Indian Debt Market

- Bond yields fell for the fifth consecutive day following decline in global crude oil prices ahead of a meeting between the members of the Organization of the Petroleum Exporting Countries Jun 22.
- Yield on the 10-year benchmark paper (7.17% GS 2028) dropped 5 bps to close at 7.77% from the previous close of 7.83%. During the session, bond yields traded in the range of 7.76% and 7.81%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 24,136 crore (gross) on Jun 21, compared with Rs. 19,796 crore (gross) on Jun 20. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 4,692 crore on Jun 20.
- Banks borrowed Rs. 250 crore under the central bank's Marginal Standing Facility on Jun 20 compared with that of Jun 19 when banks borrowed Rs. 300 crore.

Currency Market Update

- The rupee rose against the U.S. dollar following selling of the greenback by exporters and intervention by the Reserve Bank of India. The rupee rose 0.13% to close at 67.98 per dollar from the previous close of 68.07 per dollar.
- The euro rose against the greenback after Philadelphia Fed business conditions index fell in Jun 2018. However, gains were capped after the initial jobless claims for the week ended Jun 16 fell unexpectedly. Euro was trading at \$1.1585, up 0.13% from the previous close of 1.1570.

Commodity Market Update

- Gold prices fell on concerns over rise in interest rates in the U.S. after the Federal Reserve chairman hinted that the bank will continue to raise rates.
- Brent crude prices fell on expectations that the OPEC and Russia might come to a consensus to raise output in the upcoming meeting.

International News

- According to a report from the National Association of Realtors, U.S. existing home sales declined 0.4% to an annual rate of 5.43 million in May 2018 as against a decline of 2.7% to downwardly revised figure of 5.45 million (5.46 million originally reported) in Apr 2018. Existing home sales were expected to rise in May.
- Polymakers of Bank of England kept the key interest rate unchanged at 0.50%. Members voted 6-3 to maintain the benchmark rate. However, all members agreed that any future increases are likely to be at a slow pace and to a limited extent. Also, all members voted to maintain quantitative easing at GBP 435 billion. The monetary policy committee does not intend to lower the current stock of purchased assets until bank rate reaches around 1.5% compared with the previous guidance of approximately 2%.



Thank you for
your time.