

RELIANCE

MUTUAL
FUND

Markets for You

27 Jun 2017

Indices Performance

Global Indices	26-Jun	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,410	21,395	15	0.07
Nasdaq	6,247	6,265	-18	-0.29
FTSE	7,447	7,424	23	0.31
Nikkei	20,153	20,133	21	0.10
Hang Seng	25,872	25,670	202	0.79
Indian Indices	23-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,138	31,291	-153	-0.49
Nifty 50	9,575	9,630	-55	-0.57
Nifty 100	9,877	9,945	-68	-0.68
Nifty Bank	23,543	23,736	-193	-0.81
SGX Nifty	9,587	9,637	-50	-0.52
S&P BSE Power	2,209	2,218	-9	-0.40
S&P BSE Small Cap	15,382	15,609	-228	-1.46
S&P BSE HC	14,020	14,056	-36	-0.26

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
23-Jun	22.80	1.25	24.37	1.11
Month Ago	22.36	1.32	24.80	1.22
Year Ago	19.70	1.45	22.70	1.26

Nifty 50 Top 3 Gainers

Company	23-Jun	Prev_Day	% Change [#]
Power Grid	206	202	1.83
Vedanta	237	234	1.11
Sun Pharma	544	539	0.95

Nifty 50 Top 3 Losers

Company	23-Jun	Prev_Day	% Change [#]
BOB	161	165	-2.60
Indian Oil	383	394	-2.57
Tata Motors	443	453	-2.11

Advance Decline Ratio

	BSE	NSE
Advances	653	348
Declines	1975	1340
Unchanged	128	79

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	509	53,020
MF Flows**	272	38,649

*23rd Jun 2017; **22nd 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 higher despite thin trading volumes on account of holiday in several markets, as the coincident index reflecting Japan's current economic activity grew to 117.10 in Apr 2017 from 114.40 in Mar 2017, and on reports that U.S. index provider MSCI could probably up the future weighting of Chinese 'A' shares in its emerging markets benchmark. Meanwhile, investors kept an eye on the U.S. healthcare bill after a Republican senator turned out in favour of a vote for the bill before the Jul 4 holiday. Today (As on Jun 27), Asian market opened higher following strong cues from the overseas market. Also, weaker yen led to rise of Japanese Market. Both Nikkei Average and Hang Seng were trading up 0.36% and 0.10%, respectively (as at 8.00 a.m IST).
- As per the last close, European market closed higher after the Italian government agreed to bail out two banks in the Venice region.
- As per the last close, U.S. market closed mixed. More than expected decrease in U.S. durable goods order in May weighed on the market sentiments. Also, there was lack of direction as traders seemed uncertain about the near-term outlook for the markets.

Indian Equity Market

- Indian equity markets closed in the red as investors preferred to cash in on the recent gains. Cautious stance also prevailed among investors as the nation gears up to unveil the Goods and Services Tax from Jul 1. Buying interest was further affected by initial pressure in the European markets as market participants monitored the movement of global crude oil prices and focused on developments from the European Union Summit in Brussels.
- Key benchmark indices S&P BSE Sensex and Nifty 50 slipped 0.49% and 0.57% to close at 31,138.21 and 9,574.95, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap slipped 1.21% and 1.46%, respectively.
- On the BSE sectoral front, all the indices closed in the red. S&P BSE Auto was the major laggard, down 1.54%, followed by S&P BSE Industrials and S&P BSE Consumer Discretionary Goods & Services, which fell 1.39% and 1.23%, respectively. S&P BSE Oil & Gas and S&P BSE Consumer Durables slipped 1.13% and 1.09%, respectively.

Domestic News

- According to a major credit rating agency, asset quality in banks could continue to remain stressed in FY18 due to restructuring activities adopted by banks, weakness in some large corporate accounts, and events like waiver of farm loans. The agency expects gross non-performing assets (GNPA's) to increase in the range of 9.9% to 10.2% by Mar 2018 from 9.5% in Mar 2017.
- The Reserve Bank of India (RBI) has urged banks to resolve 55 identified cases of bad loans within six months, otherwise it will have to examine those cases and refer for resolution under the Insolvency and Bankruptcy Code. The central bank believes that banks should speed up the bad loans or non-performing assets resolution process for these cases.
- In order to aid customers with convenient cross-checking, RBI has asked banks to provide adequate details of transactions in the passbooks and statements of accounts. Earlier, RBI had asked banks to ensure that brief and intelligible particulars are invariably entered in passbooks and statements of account in order to avoid inconvenience for depositors. However, it stated that many lenders still do not provide adequate details.
- Stake sale of Essar Oil to Rosneft and Trafigura-UCP consortium worth Rs. 86,000 crore has been approved by the Joint Lenders Forum, which constitutes 23 banks and is led by State Bank of India (SBI) and ICICI Bank. This all cash deal will mark the largest Foreign Direct Investment (FDI) in India. This deal constitutes Essar Oil Limited's 20 million tonnes refinery at Vadinar in Gujarat and its pan-India network of more than 3,500 retail outlets.
- Per media reports, SBI has been given the authority to refer Essar Steel, Bhushan Steel, and Electrosteel to the bankruptcy court. This raises the possibility that some of these companies could be merged to make them financially strong. The three companies together owe approximately Rs. 1 lakh crore. SBI will file applications at the National Company Law Tribunal for these three companies under the Insolvency and Bankruptcy Code by early next week.

FII Derivative Trade Statistics		23-Jun	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2225.96	2130.54	23702.97
Index Options	57087.98	56494.32	72180.94
Stock Futures	9147.13	9247.89	75656.20
Stock Options	6871.33	6826.27	8886.35
Total	75332.40	74699.02	180426.46

Derivative Statistics- Nifty Options			
	23-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.10	1.18	-0.08
Put Call Ratio(Vol)	0.98	1.22	-0.24

Debt Watch				
	23-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.08%	6.09%	6.06%	6.37%
CBLO	5.87%	6.21%	6.04%	6.44%
Repo	6.25%	6.25%	6.25%	6.50%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.21%	6.25%	6.25%	6.72%
364 Day T-Bill	6.36%	6.33%	6.46%	6.88%
10 Year Gilt	6.46%	6.49%	6.67%	7.48%
G-Sec Vol. (Rs.Cr)	46122	41372	63204	40671
1 Month CP Rate	6.55%	6.53%	6.55%	7.63%
3 Month CP Rate	6.70%	6.69%	6.74%	7.83%
5 Year Corp Bond	7.27%	7.27%	7.42%	8.08%
1 Month CD Rate	6.31%	6.29%	6.28%	6.84%
3 Month CD Rate	6.34%	6.36%	6.42%	6.84%
1 Year CD Rate	6.65%	6.68%	6.87%	7.43%

Currency Market			
Currency	23-Jun	Prev_Day	Change
USD/INR	64.54	64.50	0.04
GBP/INR	81.97	81.80	0.18
EURO/INR	72.08	72.07	0.01
JPY/INR	0.58	0.58	0.00

Commodity Prices				
Commodity	26-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	43.21	44.19	49.53	46.65
Brent Crude(\$/bl)	43.13	45.12	50.48	46.08
Gold(\$/oz)	1244	1243	1267	1315
Gold(Rs./10 gm)*	28753	28657	28853	29639

Source: ICRON Research *As on 23-06-2017

Disclaimer:

The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since Reliance Nippon Life Asset Management Company Limited (RNLAM) (formerly Reliance Capital Asset Management Limited) has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrive data; RNLAM does not in any manner assure the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect RNLAM's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor(s), the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor(s), the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Readers are requested to click here for ICRON disclaimer - <http://www.icronline.com/legal/standard-disclaimer.html>

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

Derivatives Market

- Nifty Jun 2017 Futures were at 9,590.05, a premium of 15.10 above the spot closing of 9,574.95. Turnover on NSE's Futures and Options segment went down from Rs. 10,50,455.54 crore on Jun 22 to Rs. 5,21,270.01 crore on Jun 23.
- The Put-Call ratio stood at 0.95 compared with the previous session's close of 0.90.
- The Nifty Put-Call ratio stood at 1.10 compared with the previous session's close of 1.18.
- The open interest on Nifty Futures stood at 24.12 million as against previous session's close of 23.20 million.

Indian Debt Market

- Bond yields rose for the second day in a row as market participants postponed their buying following the weekly auction of government securities and ahead of the long weekend.
- Yield on the 10-year benchmark paper (6.79% GS 2027) grew 1 bps to close at 6.46% from the previous close of 6.45%. During the session, bond yields traded in the range of 6.45% and 6.47%.
- RBI conducted the auction of government securities namely 6.84% GS 2022, 6.79% GS 2029, 6.57% GS 2033, and 6.62% GS 2051 for a notified amount of Rs. 15,000 crore, for which the full amount was accepted. The cut-off price stood at Rs. 101.24 (6.57%), Rs. 100.44 (6.74%), Rs. 97.26 (6.85%), and Rs. 93.84 (7.10%), respectively.
- Data from RBI showed that India's foreign exchange reserves increased marginally to \$381.96 billion as of Jun 16 from \$381.16 billion in the previous week.

Currency Market Update

- The Indian rupee rose against the U.S. dollar following selling of the greenback by corporates. However, month-end dollar demand from importers capped the gains.
- The euro inched down against the greenback as market participants remained sceptical of another rise in U.S. interest rates and remained on the sidelines ahead of a speech by the U.S. Federal Reserve chief in Europe due Jun 27.

Commodity Market Update

- Gold prices dropped ahead of comments from U.S. Federal Reserve officials and a slew of U.S. data due during the week.
- Brent crude prices grew as investors awaited release of economic data to gauge the economy.

International News

- According to a report from the Conference Board, U.S. leading economic index came in line with market expectations and grew 0.3% in May 2017 as against a downwardly revised growth of 0.2% in Apr 2017. Except for a decline in housing permits, the index showed widespread improvement among the majority of the leading indicators.
- Per a report from the European Central Bank (ECB), euro zone's solid growth momentum could continue in the second quarter of 2017 driven mainly by domestic demand. The economy grew 0.6% in the first quarter as against a growth 0.5% in fourth quarter of 2016. ECB stated that rebound in the housing markets in the euro zone is driving the growth momentum.



Thank you for
your time.