

**RELIANCE**

MUTUAL  
FUND

# Markets for You

28 Jun 2018

Indices Performance

Global Indices	27-Jun	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	24,118	24,283	-166	-0.68
Nasdaq	7,445	7,562	-117	-1.54
FTSE	7,622	7,538	84	1.11
Nikkei	22,272	22,342	-70	-0.31
Hang Seng	28,356	28,881	-525	-1.82
Indian Indices	27-Jun	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	35,217	35,490	-273	-0.77
Nifty 50	10,671	10,769	-98	-0.91
Nifty 100	10,947	11,054	-107	-0.97
Nifty Bank	26,423	26,602	-178	-0.67
SGX Nifty	10,701	10,760	-60	-0.55
S&P BSE Power	1,925	1,969	-44	-2.25
S&P BSE Small Cap	15,970	16,296	-326	-2.00
S&P BSE HC	14,081	14,129	-48	-0.34

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
27-Jun	22.39	1.27	25.73	1.24
Month Ago	22.81	1.16	26.24	1.21
Year Ago	22.70	1.26	24.21	1.12

Nifty 50 Top 3 Gainers

Company	27-Jun	Prev_Day	% Change <sup>#</sup>
Tech Mahindra	714	688	3.84
Bharti Infratel	300	293	2.25
Aurobindo Pharma	616	608	1.44

Nifty 50 Top 3 Losers

Company	27-Jun	Prev_Day	% Change <sup>#</sup>
BPCL	383	415	-7.81
HPCL	277	299	-7.52
Indian Oil	156	167	-6.68

Advance Decline Ratio

	BSE	NSE
Advances	464	271
Declines	2218	1570
Unchanged	113	51

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-414	-5426
MF Flows**	616	65170

\*27<sup>th</sup> Jun 2018; \*\*21<sup>st</sup> 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 mostly moved down on concerns over U.S.'s proposal to review the foreign investments by the Committee on Foreign Investment in the U.S. and urging other nations to stop crude import from Iran. Concerns over trade dispute between U.S. and China further weighed on the sentiment. Today (as of June 28), Asian markets opened on a lower note following soft cues from Wall Street's last session. Fall in Airline stocks added to the losses. Nikkei and Hangseng fell 0.44% and 0.01%, respectively (as at 8.a.m. IST).
- As per the last close, European markets closed higher after U.S. President's plan to crack down on Chinese investments in the U.S. came in less harsh than expected. Gains in energy stocks further boosted the indices.
- As per the last close, U.S markets closed almost lower following decline in technology, financial, steel, gold and computer hardware stocks. However, losses were restricted after U.S. President's plan to crack down on Chinese investments in the U.S. came in less harsh than expected.

Indian Equity Market

- Indian equity indices closed in the red amid growing trade rows between U.S. and other major global economies on the global front and steep decline in Oil & Gas and Banking stocks on the domestic front. Stocks of oil marketing companies plunged after oil prices surged to one-month high due to the risk of supply disruptions. Banking stocks witnessed decline following concerns of stress in the banking sector after the Reserve Bank of India reportedly stated that gross non-performing assets (NPA) ratio of banks is likely to surge from 11.6% in Mar 2018 to 12.2% by Mar 2019.
- Meanwhile, investors remained cautious ahead of the expiry of derivatives contracts on Jun 28, 2018.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.77% and 0.91% to close at 35,217.11 and 10,671.40, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap fell 1.50% and 2.00%.
- The overall market breadth on BSE was weak with 2,218 scrips declining and 464 scrips advancing. A total of 113 scrips remained unchanged.

Domestic News

- According to the Financial Stability Report of the Reserve Bank of India, worsening of asset quality will lead to decline in capital adequacy, or capital to risk-weighted assets ratio of NBFC's by 250 basis points to 20.4%.
- The Employees' Provident Fund Organisation (EPFO) has decided to allow its members an option to withdraw 75% of their funds after one month of unemployment. The members would also have an option to withdraw remaining 25% of their funds and go for final settlement of account after completion of two months of unemployment under the new provision.
- As per media reports, the government of India increased the prices of ethanol produced from C-molasses by Rs. 2.85 per litre to Rs. 43.70 for the new season starting Dec 2018. The government has also fixed the price of ethanol produced from B-molasses at Rs. 47.49 per litre to boost sugar mills to divert from sugar production.
- As per a study, India now stands at second position in the land of world's largest number of poor. Nigeria has overtaken India as the land of world's largest number of poor. At the end of May 2018, Nigeria had around 87 million people in extreme poverty, compared with 73 million in India. Poverty in Nigeria is growing by six people every minute, while poverty in India continues to fall. The study also showed that India could further drop to rank three.
- According to a quarterly report on Debt Management, government debt rose 1.7% to over Rs. 76.94 lakh crore in the Mar quarter of FY18 from Rs. 75.66 lakh crore as of Dec quarter of FY17. Public debt accounted for 88.7% of the total outstanding liabilities at end-Mar 2018, while the share of 'Public Account' liabilities was 11.3%.

FII Derivative Trade Statistics		27-Jun	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	6534.03	6652.47	26417.43
Index Options	86644.96	86452.56	75416.15
Stock Futures	29391.45	29090.22	82670.03
Stock Options	6392.52	6567.54	10172.72
Total	128962.96	128762.79	194676.33

Derivative Statistics- Nifty Options			
	27-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.33	1.53	-0.20
Put Call Ratio(Vol)	0.83	0.94	-0.11

Debt Watch				
	27-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.14%	6.24%	5.93%	6.07%
CBLO	6.09%	6.28%	5.08%	6.19%
Repo	6.25%	6.25%	6.00%	6.25%
Reverse Repo	6.00%	6.00%	5.75%	6.00%
91 Day T-Bill	6.51%	6.44%	6.20%	6.25%
364 Day T-Bill	7.10%	7.07%	6.25%	6.34%
10 Year Gilt	7.87%	7.83%	7.79%	6.46%
G-Sec Vol. (Rs.Cr)	23103	27777	30646	31722
FBIL MIBOR	6.28%	6.30%	6.02%	6.25%
3 Month CP Rate	7.55%	7.55%	8.35%	6.70%
5 Year Corp Bond	8.76%	8.71%	8.65%	7.48%
1 Month CD Rate	6.92%	6.86%	6.79%	6.34%
3 Month CD Rate	6.99%	6.89%	7.83%	6.34%
1 Year CD Rate	8.12%	8.10%	8.22%	6.69%

Currency Market			
Currency	27-Jun	Prev_Day	Change
USD/INR	68.52	68.17	0.36
GBP/INR	90.60	90.47	0.13
EURO/INR	79.87	79.74	0.12
JPY/INR	0.62	0.62	0.00

Commodity Prices				
Commodity	27-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	76.16	65.92	67.87	44.20
Brent Crude(\$/bl)	75.58	73.59	77.14	46.16
Gold( \$/oz)	1252	1268	1301	1247
Gold(Rs./10 gm)	30536	30589	31171	28738

Source: Thomson Reuters Eikon

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#### Derivatives Market

- Nifty Jun 2018 Futures were at 10,673.45 points, a premium of 2.05 points, above the spot closing of 10,671.40. The turnover on NSE's Futures and Options segment went up to Rs. 12,64,849.26 crore on Jun 27 from Rs. 9,31,576.17 crore on Jun 26.
- The Put-Call ratio stood at 0.85 against previous session's close of 0.87.
- The Nifty Put-Call ratio stood at 1.33 against the previous session's close of 1.53.
- India VIX moved up 6.48% to 13.6275 from 12.7975 in the previous trading session.
- Open interest on Nifty Futures stood at 28.69 million as against the previous session's close at 27.81 million.

#### Indian Debt Market

- Bond yields rose for the fourth consecutive day following rally in the global crude oil prices and weakening domestic currency that raised worries about faster pace of consumer inflation growth rate going forward.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 4 bps to close at 7.87% as against its previous close of 7.83%. During the session, bond yields traded in the range of 7.85% and 7.88%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,841 crore (gross) on Jun 27, compared with Rs. 4,841 crore (gross) borrowed on Jun 26. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 33,226 crore on Jun 26.
- Banks did not borrow under the central bank's Marginal Standing Facility on Jun 26 compared with Rs. 10 crore borrowed on Jun 25.

#### Currency Market Update

- The rupee fell against the greenback following losses in the domestic equity market. Persistent concerns over a trade war between U.S. and China weighed on market sentiment. However, greenback sales by several state-run banks and private banks restricted further losses.
- The euro fell against the greenback as escalating concerns of a trade conflict between U.S. and China dampened investor risk sentiment.

#### Commodity Market Update

- Gold prices fell as dollar strengthened against the euro and on expectations over a faster rate hike by the U.S. Federal Reserve (Fed).
- Brent crude prices surged on reports that U.S. has urged other nations to stop crude imports from Iran effectively from Nov 2018.

#### International News

- S&P Global Ratings has affirmed its 'AA+' sovereign credit ratings and 'stable' outlook on the U.S. According to the rating agency, the rating reflects flexibility and diversity of the economy, institutional strength, extensive flexibility of economic policy.
- According to a report from the National Bureau of Statistics, China's industrial profits surged 21.1% YoY in May 2018 as against an increase of 21.9% in Apr 2018. Industrial profits grew 16.5% on an annual basis in first five months of 2018 as against an increase of 15% in the first four months.

Thank you for  
your time.