

RELIANCE

MUTUAL
FUND

Markets for You

01 Mar 2018

Indices Performance

Global Indices	28-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,029	25,410	-381	-1.50
Nasdaq	7,273	7,330	-57	-0.78
FTSE	7,232	7,282	-51	-0.69
Nikkei	22,068	22,390	-322	-1.44
Hang Seng	30,845	31,269	-424	-1.36
Indian Indices	28-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	34,184	34,346	-162	-0.47
Nifty 50	10,493	10,554	-61	-0.58
Nifty 100	10,861	10,923	-61	-0.56
Nifty Bank	25,107	25,384	-276	-1.09
SGX Nifty	10,500	10,570	-70	-0.66
S&P BSE Power	2,223	2,234	-11	-0.51
S&P BSE Small Cap	18,128	18,090	38	0.21
S&P BSE HC	14,113	14,142	-29	-0.20

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
28-Feb	23.69	1.16	25.68	1.13
Month Ago	26.24	1.08	27.61	1.02
Year Ago	21.85	1.43	23.13	1.25

Nifty 50 Top 3 Gainers

Company	28-Feb	Prev_Day	% Change [#]
Infosys	1173	1150	1.95
United Phos	729	721	1.05
Eicher Motors	27438	27155	1.04

Nifty 50 Top 3 Losers

Company	28-Feb	Prev_Day	% Change [#]
Vedanta Limited	330	341	-3.19
HPCL	380	392	-2.90
ICICI Bank	313	322	-2.76

Advance Decline Ratio

	BSE	NSE
Advances	1091	692
Declines	1617	1086
Unchanged	161	66

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-875	2744
MF Flows**	1673	22284

*28th Feb 2018; **26th Feb 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	2.84% (Jan-18)	3.68% (Oct-17)	4.26% (Jan-17)
IIP	7.10% (Dec-17)	4.10% (Sep-17)	1.90% (Dec-16)
GDP	7.20% (Dec-17)	6.50% (Sep-17)	7.00% (Dec-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 traded lower as the new U.S. Federal Reserve Chief's hawkish comment in his first U.S. Congressional testimony renewed speculation that central bank may hike rates 4 times in 2018. Weak economic data from China and Japan dented market sentiments. Today (As of March 1), Asian markets opened lower amid decline in auto, and financial stocks. Also, investors remained cautious ahead of China Caixin manufacturing data due later in the day. Nikkei and Hang seng fell 1.47% and 0.29%, respectively (as at 8.a.m. IST).
- As per the last close, European markets ended lower after the new U.S. Federal Reserve chairman stated that it was possible that the central bank could increase rates more than three times in 2018. Also, some key weak economic data weighed on market sentiment.
- As per the last close, U.S markets ended on a lower note. The market witnessed volatility amid uncertainty about outlook for interest rates after new U.S. Federal Reserve Chairman seemed to suggest that the Fed may raise rates more than three times this year. Meanwhile, a batch of disappointing economic data weighed on the indices.

Indian Equity Market

- Indian equity markets closed in red amid fiscal deficit concerns after India's fiscal deficit during Apr to Jan 2018 came in at 113.7% of the budgeted target for FY18. Also, slight decline in Nikkei India Manufacturing Purchasing Managers' Index in Feb 2018 further weighed on market sentiments.
- Banking stocks fell on announcement by the finance ministry of a 15-day deadline to state-run banks to take pre-emptive action, identify and address operational and technological risks, thereby negatively impacting the indices. Further, losses in global equity markets amid hawkish comments from U.S. Federal Reserve chair muted buying interest. Meanwhile, investors remained cautious ahead of India's GDP data for third quarter 2017 that was supposed to be posted during the after-market hours.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.47% and 0.58% to close at 34,184.04 and 10,492.85, respectively. S&P BSE Mid-Cap fell 0.23% and S&P BSE Small-Cap grew 0.21%, respectively.
- The overall market breadth on BSE was weak with 1,617 scrips declining and 1,091 scrips advancing. A total of 161 scrips remained unchanged.

Domestic News

- Government data showed that India's gross domestic product (GDP) grew 7.2% YoY in the third quarter of FY18, better than upwardly revised growth of 6.5% (6.3% originally reported) in the previous quarter driven by pick up in manufacturing and spending. On Gross Value Added (GVA) basis, the economy rose 6.7%, better than upwardly revised growth of 6.2% (6.1% originally reported) rise in the quarter ended Sep 2017. Manufacturing output at GVA basic prices rose 8.1% in the Dec quarter, up from downwardly revised growth of 6.9% in Sep quarter.
- The Nikkei India Manufacturing Purchasing Managers' Index (PMI) slightly fell to 52.1 in Feb 2018 from 52.4 in Jan 2018. The slight decline reflects slower pace of growth for factory output and new business orders. Meanwhile, this is the seventh consecutive month during which the manufacturing PMI came in above 50, indicating expansion. The expansion reflected significant rise in manufacturing production and improved underlying demand, with domestic and external sources driving new business gains.
- Government data showed that India's fiscal deficit during Apr to Jan 2018 stood at Rs. 6.77 lakh crore or 113.7% of the budgeted target for FY18. During the corresponding period last year, fiscal deficit was at 105.6% of the Budget Estimate. Total receipts were Rs. 11.63 lakh crore or 71.7% of the Budget Estimate, while revenue expenditure amounted to Rs. 15.76 lakh crore or 81.0% of the financial year estimates.
- Government data showed that the index of eight core industries grew 6.7% in Jan 2018 from upwardly revised 4.2% in the previous month (4.0% originally reported) and 3.4% in the same period of the previous year. The increase in pace of growth reflects 20.7% and 11% growth in cement and refinery products.

FII Derivative Trade Statistics		28-Feb		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2207.76	1424.45	14147.84	
Index Options	59752.57	58736.40	57115.73	
Stock Futures	8560.53	8132.46	72439.80	
Stock Options	5026.12	4896.36	3281.89	
Total	75546.98	73189.67	146985.26	

Derivative Statistics- Nifty Options			
	28-Feb	Prev_Day	Change
Put Call Ratio (OI)	1.38	1.42	-0.05
Put Call Ratio(Vol)	0.93	1.03	-0.11

Debt Watch				
	28-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.93%	5.95%	5.91%	5.95%
CBLO	5.84%	5.96%	5.90%	5.73%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.31%	6.32%	6.40%	6.00%
364 Day T-Bill	6.64%	6.61%	6.51%	6.20%
10 Year Gilt	7.73%	7.71%	7.31%	6.87%
G-Sec Vol. (Rs.Cr)	19186	12976	39866	26368
1 Month CP Rate	6.88%	6.90%	6.93%	6.58%
3 Month CP Rate	7.92%	7.89%	7.75%	6.84%
5 Year Corp Bond	8.06%	7.97%	7.78%	7.45%
1 Month CD Rate	6.25%	6.24%	6.24%	6.02%
3 Month CD Rate	7.25%	7.22%	7.21%	6.31%
1 Year CD Rate	7.58%	7.50%	7.45%	6.66%

Currency Market			
Currency	28-Feb	Prev_Day	Change
USD/INR	65.10	64.85	0.25
GBP/INR	90.45	90.58	-0.14
EURO/INR	79.59	79.97	-0.38
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Commodity	28-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	61.42	61.71	66.26	53.95
Brent Crude(\$/bl)	66.72	64.55	69.92	52.45
Gold(\$/oz)	1318	1324	1350	1249
Gold(Rs./10 gm)	30398	30393	30489	29591

Source: ICRON Research

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 Mar 2018 Futures were at 10,519.40 points, a premium of 26.55 points, over the spot closing of 10,492.85. The turnover on NSE's Futures and Options segment went up from Rs. 5,55,470.88 crore on Feb 27 to Rs. 778710.91 crore on Feb 28.
- The Put-Call ratio stood at 0.73 against previous session's close of 0.90.
- The Nifty Put-Call ratio stood at 1.38 against previous session's close of 1.42.
- India VIX moved down 0.84% to 13.8050 from 13.9225 in the previous trading session.
- Open interest on Nifty Futures stood at 22.77 million as against the previous session's close of 22.47 million.

Indian Debt Market

- Bond yields rose as investors were cautious ahead of India's economic growth data for Oct-Dec 2017 quarter. Sharp fall in rupee and gains in U.S. Treasury yields due to U.S. Federal Reserve Chairman's indication on rate hike also weighed on market sentiments.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 6 bps to close at 7.73% as against previous session's close of 7.67%. During the session, bond yields traded in the range of 7.67% and 7.73%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,640 crore (gross) on Feb 28 compared with Rs. 3,585 crore on Feb 27. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 16,169 crore on Feb 27.

Currency Market Update

- The Indian rupee weakened against the U.S. dollar following rise in the dollar index on further expectations of faster pace of interest rate increases from the U.S. Federal Reserve in the current year. Rupee fell 0.48% close at 65.18 per dollar from the previous close of 64.87.
- Euro was trading lower against the U.S. dollar as hawkish remarks by the U.S. Federal Reserve Chairman continued to boost demand for the greenback. Euro was trading at \$1.2206 compared with the previous close of \$1.2231.

Commodity Market Update

- Gold prices traded lower amid speculations over probable rate hikes by U.S. Fed 4 times in 2018.
- Brent Crude prices traded lower after data from American Petroleum Institute showed that crude inventories rose by 933,000 barrels in the week to Feb 23.

International News

- A report from the Conference Board showed that U.S. consumer confidence index surpassed market expectations and grew to 130.8 in Feb 2018 as against downwardly revised 124.3 (125.4 originally reported) in Jan 2018. This marked the highest level since Nov 2000.
- According to a report from the Commerce Department, U.S. durable goods orders fell more than market expectations in Jan 2018. It fell 3.7% in Jan as against a revised gain of 2.6% (2.8% gain originally reported) in Dec 2017. The downside reflects sharp fall in orders for transportation equipment that plunged by 10% in Jan as against a gain of 6.4% in Dec.

Thank you for
your time.