

**RELIANCE**

MUTUAL  
FUND

# Markets for You

05 Mar 2018

Indices Performance

Global Indices	02-Mar	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	24,538	24,609	-71	-0.29
Nasdaq	7,258	7,181	77	1.08
FTSE	7,070	7,176	-106	-1.47
Nikkei	21,182	21,724	-543	-2.50
Hang Seng	30,583	31,044	-461	-1.48
Indian Indices	01-Mar	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	34,047	34,184	-137	-0.40
Nifty 50	10,458	10,493	-35	-0.33
Nifty 100	10,820	10,861	-41	-0.38
Nifty Bank	24,903	25,107	-205	-0.82
SGX Nifty	10,428	10,500	-72	-0.69
S&P BSE Power	2,213	2,223	-11	-0.48
S&P BSE Small Cap	18,085	18,128	-43	-0.24
S&P BSE HC	14,032	14,113	-81	-0.58

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
1-Mar	23.61	1.16	25.59	1.19
Month Ago	25.40	1.09	27.48	1.03
Year Ago	22.00	1.42	23.30	1.24

Nifty 50 Top 3 Gainers

Company	01-Mar	Prev_Day	% Change <sup>#</sup>
BPCL	442	430	2.88
Aurobindo Pharma	624	614	1.66
Coal India	313	309	1.21

Nifty 50 Top 3 Losers

Company	01-Mar	Prev_Day	% Change <sup>#</sup>
ICICI Bank	305	313	-2.65
SBI	262	268	-2.18
United Phos	714	729	-1.99

Advance Decline Ratio

	BSE	NSE
Advances	1166	690
Declines	1543	1072
Unchanged	156	78

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1719	1025
MF Flows**	1673	22284

\*1<sup>st</sup> Mar 2018; \*\*26<sup>th</sup> 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)	6.80% (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 closed in the red as U.S. President's plan to impose hefty tariffs on global imports of steel and aluminum, sent stocks plunging and spread widespread fears for a trade war with China as well as key American allies. Today (As of Mar 5), Asian markets opened lower amid losses in auto, technology and steel stocks. Investors were cautious ahead of Japan and China's key economic data. Nikkei and Hang seng fell 0.35% and 0.58%, respectively (as at 8.a.m. IST).
- As per the last close, European markets ended lower after U.S. President announced upcoming tariffs on steel and aluminum, raising fears of a potential trade war.
- As per the last close, U.S markets ended on a mixed note. Gains in healthcare stocks boosted the indices. However, gains were capped as investors remained concerned about the impact U.S. President's plans to impose new tariffs on steel and aluminum imports will have on global trade.

Indian Equity Market

- Indian equity markets closed in red amid weak global markets after comments from the new U.S. Federal Reserve (Fed) chief regenerated fears about the pace of U.S. monetary tightening in 2018. Also, investors remained cautious ahead of Fed's chair second congressional testimony for further insights on U.S. inflation and interest rates scheduled later in the day. However, losses were capped on India's strong GDP data for third quarter of FY18 and eight core industries data for Jan 2018 released on Feb 28.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.40% and 0.33% to close at 34,046.94 and 10,458.35, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 0.61% and 0.24%, respectively.
- The market breadth on BSE was weak with 1,543 scrips declining and 1,166 scrips advancing. A total of 156 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Metal was the top loser, down 0.95%, followed by S&P BSE Bankex and S&P BSE Realty which fell 0.85% and 0.77%, respectively. S&P BSE Basic Consumer Durables and S&P BSE Teck fell 0.71% and 0.65%, respectively. Among the gainers, Oil & Gas was the major gainer, up 0.1%, followed by S&P BSE Fast Moving Consumer Goods that grew 0.08%.

Domestic News

- At a meeting of the Cabinet Committee on Economic Affairs chaired by the Prime Minister, Prime Minister's Employment Generation Programme (PMEGP) was approved beyond the 12th plan period for three years to 2019-20 with a total outlay of Rs. 5,500 crore. The plan will create sustainable estimated employment opportunities for 15 lakh persons in three financial years.
- The cabinet has approved an action plan for 12 champion services sectors identified by the ministry of commerce and industry for special focus. Meanwhile, fund worth Rs. 5,000 crore is proposed to be established to activate the plan for realising their full potential. The sectors include IT and IT enabled services, tourism and hospitality, medical value travel, transport and logistics, accounting and finance, audio visual, legal, communication, construction and related engineering, environment, financial and education.
- The Cabinet permitted a strict Fugitive Economic Offenders Bill that through which government can confiscate assets without conviction. The provisions of the bill will apply for the economic offenders who flee the country and against whom an arrest warrant has been issued for a scheduled offence as well as wilful bank loan defaulters with outstanding over Rs. 100 crore.
- According to a report from a major credit rating agency, government's initiative of Jan Dhan Yojna, launched in Aug 2014, has led to significant improvement in financial inclusion of the country due to strong growth in deposits and credit accounts. As per the report, Jan Dhan Yojana has led to 60 crore new deposit accounts or twice the number opened between fiscals 2010 and 2013.
- The Cabinet has permitted setting up an independent regulator for the auditing profession called National Financial Reporting Authority (NFRA). The regulator has been formed to fill various auditing lapses in the banking sector. The jurisdiction of the NFRA would extend to all listed companies and large unlisted public companies.

FII Derivative Trade Statistics		01-Mar	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2062.62	2415.91	13952.10
Index Options	80279.13	79088.84	58994.31
Stock Futures	9951.98	9588.76	74343.53
Stock Options	5126.20	5062.72	3914.53
Total	97419.93	96156.23	151204.47

Derivative Statistics- Nifty Options			
	01-Mar	Prev_Day	Change
Put Call Ratio (OI)	1.38	1.29	0.09
Put Call Ratio(Vol)	0.93	0.89	0.04

Debt Watch				
	01-Mar	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.91%	5.94%	5.89%	6.04%
CBLO	4.84%	5.99%	5.84%	5.87%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.23%	6.32%	6.34%	6.07%
364 Day T-Bill	6.64%	6.62%	6.54%	6.23%
10 Year Gilt	7.74%	7.75%	7.60%	6.93%
G-Sec Vol. (Rs.Cr)	16436	31124	48397	26170
1 Month CP Rate	7.15%	6.90%	6.95%	6.55%
3 Month CP Rate	7.88%	7.89%	7.76%	6.85%
5 Year Corp Bond	8.09%	7.99%	7.89%	7.52%
1 Month CD Rate	7.24%	6.25%	6.27%	6.24%
3 Month CD Rate	7.28%	7.26%	7.19%	6.31%
1 Year CD Rate	7.62%	7.52%	7.51%	6.66%

Currency Market			
Currency	01-Mar	Prev_Day	Change
USD/INR	65.23	65.10	0.12
GBP/INR	89.71	90.45	-0.74
EURO/INR	79.50	79.59	-0.08
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Commodity	02-Mar	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	61.18	63.49	65.48	52.58
Brent Crude(\$/bl)	65.05	66.98	67.13	53.95
Gold( \$/oz)	1322	1329	1333	1235
Gold(Rs./10 gm)*	30269	30390	30452	29397

Source: Thomson Reuters Eikon, MCX \*Value as on 01 Mar 2018

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#### Derivatives Market

- Nifty Mar 2018 Futures were at 10456.55 points, a discount of -1.80 points, over the spot closing of 10,458.35. The turnover on NSE's Futures and Options segment went up from Rs. 7,78,710.91 crore on Feb 28 to Rs. 13,18,649.24 crore on Mar 1.
- The Put-Call ratio stood at 0.80 against previous session's close of 0.73.
- The Nifty Put-Call ratio stood at 1.29 against previous session's close of 1.38.
- India VIX moved up 1.94% to 14.0725 from 13.8050 in the previous trading session.
- Open interest on Nifty Futures stood at 24.12 million as against the previous session's close of 22.77 million.

#### Indian Debt Market

- Bond yields remained almost steady amid low volume trade as investors remained on sidelines ahead of holiday-truncated week.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 1 bps to close at 7.74% as against previous session's close of 7.73%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 7,475 crore (gross) on Mar 1 compared with Rs. 3,640 crore on Feb 28. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 25,043 crore on Feb 28.
- Banks borrowed Rs. 44 crore under the central bank's Marginal Standing Facility on Feb 28 as against borrowing of Rs. 40 crore on Feb 27.
- RBI conducted a 15-day variable rate repo auction for a notified amount of Rs. 22,000 crore for which Rs. 11,368 crore was allotted at a cut-off rate of 6.01%.

#### Currency Market Update

- The Indian rupee inched up against the greenback after data showed that India's economy grew better than expected in the period from Oct to Dec of 2017. However, most of the gains were wiped out due to dollar demand from oil importers.
- The euro rose against the greenback after the U.S. President decided to impose steep tariffs on imported steel and aluminum which fueled concerns of an imminent trade war.

#### Commodity Market Update

- Gold prices traded higher as concerns over potential trade war, following U.S. Presidents plan to impose hefty tariffs on global imports of steel and aluminum, boosted its safe-haven appeal
- Brent Crude prices slipped amid ongoing concerns over growing U.S. production levels.

#### International News

- According to a report from the National Association of Realtors, U.S. pending home sales index surprisingly plunged 4.7% to 104.6 in Jan 2018 from downwardly revised 109.8 in Dec 2017. This marked the lowest level since Oct 2014.
- According to a revised report from the Commerce Department, U.S. gross domestic product grew 2.5% in the fourth quarter as against initial expectation of 2.6%. The slightly slower than expected growth reflects slight downward revision to private inventory investment. Meanwhile, the downwardly revised GDP growth reflects a notable slowdown from 3.2% growth witnessed in the third quarter.



Thank you for  
your time.