

RELIANCE

MUTUAL
FUND

Markets for You

08 Mar 2018

Indices Performance

| Global Indices | 07-Mar | Prev_Day | Abs. Change | % Change [#] |
|-------------------|--------|----------|-------------|-----------------------|
| Dow Jones | 24,801 | 24,884 | -83 | -0.33 |
| Nasdaq | 7,397 | 7,372 | 25 | 0.33 |
| FTSE | 7,158 | 7,147 | 11 | 0.16 |
| Nikkei | 21,253 | 21,418 | -165 | -0.77 |
| Hang Seng | 30,197 | 30,511 | -314 | -1.03 |
| Indian Indices | 07-Mar | Prev_Day | Abs. Change | % Change [#] |
| S&P BSE Sensex | 33,033 | 33,317 | -284 | -0.85 |
| Nifty 50 | 10,154 | 10,249 | -95 | -0.93 |
| Nifty 100 | 10,501 | 10,603 | -102 | -0.96 |
| Nifty Bank | 24,134 | 24,448 | -314 | -1.29 |
| SGX Nifty | 10,173 | 10,245 | -72 | -0.70 |
| S&P BSE Power | 2,131 | 2,171 | -40 | -1.86 |
| S&P BSE Small Cap | 17,270 | 17,652 | -382 | -2.16 |
| S&P BSE HC | 13,565 | 13,790 | -225 | -1.63 |

P/E Dividend Yield

| Date | Sensex | | Nifty | |
|-----------|--------|------------|-------|------------|
| | P/E | Div. Yield | P/E | Div. Yield |
| 7-Mar | 22.89 | 1.19 | 24.79 | 1.28 |
| Month Ago | 23.94 | 1.16 | 25.32 | 1.08 |
| Year Ago | 22.08 | 1.41 | 23.23 | 1.24 |

Nifty 50 Top 3 Gainers

| Company | 07-Mar | Prev_Day | % Change [#] |
|-------------------|--------|----------|-----------------------|
| HCL Tech | 950 | 933 | 1.80 |
| ITC | 260 | 257 | 1.33 |
| Zee Entertainment | 565 | 560 | 1.00 |

Nifty 50 Top 3 Losers

| Company | 07-Mar | Prev_Day | % Change [#] |
|-------------------|--------|----------|-----------------------|
| Adani Ports & SEZ | 377 | 405 | -6.98 |
| SBI | 247 | 257 | -3.86 |
| Indiabulls HFC | 1196 | 1239 | -3.43 |

Advance Decline Ratio

| | BSE | NSE |
|-----------|------|------|
| Advances | 460 | 264 |
| Declines | 2290 | 1562 |
| Unchanged | 115 | 40 |

Institutional Flows (Equity)

| Description (Cr) | Inflow/Outflow | YTD |
|------------------|----------------|-------|
| FII Flows* | 749 | 1854 |
| MF Flows** | 1673 | 22284 |

*7th Mar 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) | 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 concerns over the potential trade war loomed large. Recently, the White House chief economic advisor opposed to the U.S. President's decision to impose hefty tariff on steel imports, by resigning from the U.S. administration. The risk of potential trade war overshadowed easing geopolitical concerns after North Korea said it is willing to talk about denuclearization. Today (As of Mar 8), Asian markets opened higher after the White House hinted that Canada and Mexico could be exempted from tariffs proposed by President. Both Nikkei and Hang Seng were trading up 0.80% and 1.00% (as at 8.a.m. IST).
- As per the last close, European market declined initially following news that a U.S. President's economic advisor resigned. However, the markets began to erase losses following recovery in U.S. market.
- As per the last close, U.S markets initially fell on news that a U.S. President's economic advisor resigned after the President proposed tariffs on steel and aluminum imports. However, some losses were erased after the White House hinted that Canada and Mexico could be exempted from tariffs proposed by President.

Indian Equity Market

- Indian equity markets closed in the red amid consistent weakness in the banking stocks as fraud investigation of a major public-sector bank widened after chiefs of two major private banks were investigated by Serious Fraud Investigation Office, seeking explanation over loans given to one of the largest branded jewellery retailers.
- Additionally, weakness in global equity markets, amid concerns of intensification of global trade war, after the resignation of White House economic advisor weighed on the market sentiment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.85% and 0.93% to close at 33,033.09 and 10,154.20, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 1.32% and 2.16%, respectively.
- The overall market breadth on BSE was weak with 2,290 scrips declining and 460 scrips advancing. A total of 115 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE telecom was the top loser, down 2.28%, followed by S&P BSE Capital goods and S&P BSE power which fell 1.94% and 1.86%, respectively. S&P BSE Industrials and S&P BSE Energy fell 1.79% and 1.69%, respectively.

Domestic News

- The government announced that all states shall have to compulsorily implement the national e-way bill system for intra-state movement of goods by Jun 1, 2018. However, the states may choose any date before Jun 1. Meanwhile, the Minister of State for Finance also stated that if the recommendation of the Group of Ministers on Information Technology is approved by the goods and service tax Council during its Mar 10 meeting, the system is expected to become mandatory from Apr 1 for inter-state movement of goods.
- According to media reports, the finance ministry has directed state-owned banks to obtain passport details within 45 days of all borrowers, who have taken loans more than Rs. 50 crore. Also, as per the reports, finance ministry stated that in case the borrower does not have a passport, the bank should obtain a certificate in the form of declaration that the person does not have the passport.
- According to the Agriculture Minister, Niti Aayog will hold a meeting on Mar 9 with the states to discuss a mechanism for fixing minimum support price 50% more than the cost of production. The meeting is scheduled on Mar 9.
- According to media reports, Paytm Money which is a wholly-owned subsidiary of Paytm has received approval from the capital market regulator Securities and Exchange Board of India to come out with wealth management and investment products to consumers across the country and become a registered investment advisor.
- According to media reports, Union Bank is planning to auction loans worth Rs. 5,900 crore of 26 large stressed accounts which includes some large power projects and metal companies. Some of the companies on the list are GMR Chattisgarh Energy, Prayagraj Power, Alok Industries, Gammon India and Lavasa Corporation.
- According to media reports, Citibank has launched a home loan product linked to the three-month treasury-bill rate. The development comes after a committee set up by the Reserve Bank of India recommended that all banks should link their loans to an external benchmark.

| FII Derivative Trade Statistics | | 07-Mar | | |
|---------------------------------|----------|----------|-----------|--|
| (Rs Cr) | Buy | Sell | Open Int. | |
| Index Futures | 2854.85 | 2344.21 | 14742.90 | |
| Index Options | 76650.90 | 75623.15 | 63977.40 | |
| Stock Futures | 9601.10 | 8891.73 | 74573.89 | |
| Stock Options | 6266.24 | 6273.55 | 4918.13 | |
| Total | 95373.09 | 93132.64 | 158212.32 | |

| Derivative Statistics- Nifty Options | | | |
|--------------------------------------|--------|----------|--------|
| | 07-Mar | Prev_Day | Change |
| Put Call Ratio (OI) | 1.09 | 1.14 | -0.05 |
| Put Call Ratio(Vol) | 0.74 | 0.83 | -0.09 |

| Debt Watch | | | | |
|--------------------|--------|---------|----------|----------|
| | 07-Mar | Wk. Ago | Mth. Ago | Year Ago |
| Call Rate | 5.89% | 5.93% | 5.88% | 5.98% |
| CBLO | 5.85% | 5.84% | 5.90% | 5.72% |
| Repo | 6.00% | 6.00% | 6.00% | 6.25% |
| Reverse Repo | 5.75% | 5.75% | 5.75% | 5.75% |
| 91 Day T-Bill | 6.25% | 6.31% | 6.40% | 5.95% |
| 364 Day T-Bill | 6.65% | 6.64% | 6.58% | 6.19% |
| 10 Year Gilt | 7.68% | 7.73% | 7.53% | 6.83% |
| G-Sec Vol. (Rs.Cr) | 29746 | 19186 | 38287 | 27293 |
| 1 Month CP Rate | 7.85% | 6.88% | 6.88% | 6.61% |
| 3 Month CP Rate | 7.92% | 7.92% | 7.79% | 6.83% |
| 5 Year Corp Bond | 8.11% | 8.06% | 7.86% | 7.58% |
| 1 Month CD Rate | 7.11% | 6.25% | 6.25% | 6.18% |
| 3 Month CD Rate | 7.19% | 7.25% | 7.24% | 6.28% |
| 1 Year CD Rate | 7.47% | 7.58% | 7.52% | 6.64% |

| Currency Market | | | |
|-----------------|--------|----------|--------|
| Currency | 07-Mar | Prev_Day | Change |
| USD/INR | 64.96 | 64.99 | -0.03 |
| GBP/INR | 90.34 | 89.91 | 0.43 |
| EURO/INR | 80.75 | 80.21 | 0.54 |
| JPY/INR | 0.62 | 0.61 | 0.00 |

| Commodity Prices | | | | |
|--------------------|--------|--------|----------|----------|
| Commodity | 07-Mar | Wk Ago | Mth. Ago | Year Ago |
| NYMEX Crude(\$/bl) | 61.08 | 61.42 | 61.89 | 52.63 |
| Brent Crude(\$/bl) | 65.18 | 66.72 | 65.48 | 54.40 |
| Gold(\$/oz) | 1325 | 1318 | 1318 | 1216 |
| Gold(Rs./10 gm) | 30565 | 30398 | 30182 | 28978 |

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 Mar 2018 Futures were at 10171.55 points, a premium of 17.35 points, over the spot closing of 10,154.20. The turnover on NSE's Futures and Options segment went up from Rs. 7,15,138.13 crore on Mar 6 to Rs. 8,70,651.46 crore on Mar 7.
- The Put-Call ratio stood at 0.71 against previous session's close of 0.85.
- The Nifty Put-Call ratio stood at 1.09 against previous session's close of 1.14.
- Open interest on Nifty Futures stood at 26.37 million as against the previous session's close of 26.15 million.

Indian Debt Market

- Bond yields plunged as investors resorted to value buying and amid expectations of improving liquidity conditions this month.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 9 bps to close at 7.68% as against previous session's close of 7.77%. During the session, bond yields traded in the range of 7.67% and 7.77%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,135 crore (gross) on Mar 7 compared with Rs. 3,600 crore on Mar 6. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 24,335 crore on Mar 6.
- Banks borrowed Rs. 900 crore under the central bank's Marginal Standing Facility on Mar 6 as compared to no borrowing on Mar 5.
- RBI conducted an overnight variable rate reverse repo auction for a notified amount of Rs. 15,000 crore for which Rs. 15,001 crore was allotted at a cut-off rate of 5.99%.

Currency Market Update

- The Indian rupee rose against the greenback as the latter remained under pressure following the resignation of the U.S. President's chief economic advisor, renewed concerns of a global trade war. The rupee rose 0.12% to close at 64.88 per dollar from the previous close of 64.96.
- The Euro inched up against the greenback as the latter remained under pressure following the resignation of the U.S. President's chief economic advisor. Euro was trading at \$1.2410, up 0.06% compared with the previous close of \$1.2402.

Commodity Market Update

- Gold prices traded lower amid speculation over faster than expected rate hike by U.S. Federal Reserve.
- Brent Crude prices traded higher as the positive impact of IEA's report on global oil demand outlook continued to outweigh concerns over growing U.S. oil supply.

International News

- According to the Commerce Department, U.S. factory orders fell 1.4% in Jan 2018 from upwardly revised 1.8% rise in Dec 2018. The decrease in factory orders was primarily due to fall in orders for durable goods by 3.6% in Jan where as non-durable goods rose 0.8% in Jan.
- According to data from Eurostat, gross domestic product (GDP) of euro area grew 0.6% sequentially in fourth quarter of 2017, at a slightly slower rate as estimated, following 0.7% expansion in the third quarter of 2017. In 2017, euro area rose 2.3% instead of 2.5% estimated previously. The economy had expanded 1.8% in 2016.
- According to data from the Lloyds bank subsidiary Halifax and IHS Markit, U.K. house prices rose 1.8%, weakest since Mar 2013, YoY in three months to Feb 2018 as compared with 2.2% rise in Jan 2018.



Thank you for
your time.