Markets for You

19 Mar 2018

Indices Performance

Global Indices	16-Mar	Prev_Day	Abs. Change	% Change#
Dow Jones	24,947	24,874	73	0.29
Nasdaq	7,482	7,482	0	0.00
FTSE	7,164	7,140	24	0.34
Nikkei	21,677	21,804	-127	-0.58
Hang Seng	31,502	31,541	-39	-0.12
Indian Indices	**16-Mar**	**Prev_Day**	**Abs. Change**	**% Change#**
S&P BSE Sensex	33,176	33,686	-510	-1.51
Nifty 50	10,195	10,360	-165	-1.59
Nifty 100	10,556	10,716	-160	-1.49
Nifty Bank	24,490	24,792	-302	-1.22
SGX Nifty	10,244	10,374	-130	-1.25
S&P BSE Power	2,140	2,176	-37	-1.69
S&P BSE Small Cap	17,576	17,755	-178	-1.00
S&P BSE HC	13,506	13,687	-181	-1.32

P/E Dividend Yield

	Sensex		Nifty	
Date	**P/E**	**Div. Yield**	**P/E**	**Div. Yield**
16-Mar	22.93	1.18	24.87	1.28
Month Ago	24.19	1.15	25.32	1.08
Year Ago	22.90	1.37	23.77	1.21

Nifty 50 Top 3 Gainers

Company	16-Mar	Prev_Day	% Change#
HCL Tech	968	959	0.88
M&M	741	735	0.80
Wipro	296	293	0.80

Nifty 50 Top 3 Losers

Company	16-Mar	Prev_Day	% Change#
Coal India	278	296	-5.85
Ultratech Cem	4026	4189	-3.89
Indian Oil	185	192	-3.80

Advance Decline Ratio

	BSE	NSE
Advances	859	534
Declines	1835	1263
Unchanged	162	70

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-193	9124
MF Flows**	-273	24750

*16th Mar 2018; **12th Mar 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	2.48% (Feb-18)	4.02% (Nov-17)	5.51% (Feb-17)
IIP	7.50% (Jan-18)	1.80% (Oct-17)	3.00% (Jan-17)
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

• Most of the Asian markets traded in the red on political worries in U.S. and probable trade war following U.S. President's decision on protectionist trade policy. However, improved crude oil prices and mixed economic data in U.S. brought some respite. Today (As of Mar 19), Asian markets opened lower amid decline in financial and auto stocks. Also, investors remained cautious ahead of U.S. Federal Reserve meeting later this week. Nikkei and Hang seng fell 1.15% and 0.28%, respectively (as at 8.a.m. IST).

• As per the last close, European markets ended higher amid positive opening on Wall Street. Gains in oil and gas and financial services sector boosted the indices. However, political uncertainty in U.S. and continued worries over potential trade war weighed on investor sentiment.

• As per the last close, U.S markets ended almost higher amid unexpected gains in consumer sentiment for Mar 2018 and strong industrial production for Feb 2018. However, gains were capped as investors remained cautious on reports that U.S. President plans to remove national security adviser.

Indian Equity Market

• Indian equity markets closed in the red amid reports that regional political party decided to quit the centre-right coalition of political parties in India and moved a no-confidence notice against the ruling government. Also, weakness in global markets amid political uncertainty and geopolitical concerns in the U.S. further weighed on the market sentiment.

• Key benchmark indices S&P BSE Sensex and Nifty 50 fell 1.51% and 1.59%, respectively to close at 33,176.00 and 10,195.15. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 1.07% and 1.00%, respectively.

• The overall market breadth on BSE was weak with 1,835 scrips declining and 859 scrips advancing. A total of 162 scrips remained unchanged.

• On the BSE sectoral front, S&P BSE Metal was the major loser, down 2.30%, followed by S&P BSE Oil & Gas that that fell 2.09% and S&P BSE Energy that declined 1.97%. S&P BSE Power and S&P BSE Industrials fell 1.69% each. S&P BSE Capital Goods and S&P BSE Auto fell 1.66% each. None of the BSE sectors ended in the green.

Domestic News

• Data from the Reserve Bank of India (RBI) showed that India's Current Account Deficit (CAD) expanded to $13.5 billion (2% of GDP) in Q3 of FY18 from $7.2 billion (1.1% of GDP) in the preceding quarter and $8.0 billion (1.4% of GDP) in the same quarter of the previous fiscal. CAD widened on YoY basis due to higher trade deficit driven by a larger increase in merchandise imports relative to exports.

• According to the World Bank, India's Goods and service (GST) regime with higher tax rates and many tax slabs is one of the most complex among 115 nations with a similar tax system. The World Bank also noted that the 0% tax rate in the new indirect tax regime is compromising the logic of GST. It stated that in addition to the number of tax rates, the extent of exemptions and sales at a zero rate is a critical design parameter for a GST.

• According to the quarterly report on debt management released by the Finance Ministry, India's public debt grew to Rs. 66.61 lakh crore at the end of Dec 2017, up 1.22% QoQ as against Rs. 65.80 lakh crore at the end of Sep 2017. Internal debt and marketable securities constituted 93.1% and 82.6%, respectively of the total public debt in Dec 2017.

• The Central Board of Excise and Customs (CBEC) field formations have launched 'GST refund fortnight' beginning March 15 to quickly sanction pending refunds to exporters. According to the media reports, due to technical errors, approximately Rs. 150 crore of Integrated Goods and Services Tax (IGST) refunds are pending for exports though the Cochin port.

• Larsen & Toubro (L&T)'s construction arm has received orders worth Rs. 28.6 billion for construction of 222 km long single-track corridor package on the eastern dedicated freight corridor.

• Dr. Reddy's Laboratories Ltd. has received approval to launch Levocetrizine Dihydrochloride tablets that offers 24-hour relief from symptoms of allergy, such as watery eyes, runny nose, itching eyes and nose, and sneezing.

RELIANCE MUTUAL FUND

Markets for You

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FII Derivative Trade Statistics 16-Mar

(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1917.90	2650.72	20850.26
Index Options	101025.46	100493.37	70851.78
Stock Futures	7468.63	8147.02	79425.85
Stock Options	4473.24	4401.51	7558.79
Total	114885.23	115692.62	178686.68

Derivative Statistics- Nifty Options

	16-Mar	Prev_Day	Change
Put Call Ratio (OI)	1.09	1.23	-0.14
Put Call Ratio(Vol)	0.89	0.97	-0.08

Debt Watch

	16-Mar	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.97%	5.89%	5.96%	6.01%
CBLO	5.29%	5.85%	4.96%	6.10%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.12%	6.22%	6.32%	5.91%
364 Day T-Bill	6.44%	6.62%	6.56%	6.14%
10 Year Gilt	7.56%	7.67%	7.58%	6.84%
G-Sec Vol. (Rs.Cr)	40873	29326	23303	42378
1 Month CP Rate	7.60%	7.80%	6.87%	6.70%
3 Month CP Rate	7.31%	7.83%	7.89%	6.78%
5 Year Corp Bond	7.94%	8.11%	7.88%	7.67%
1 Month CD Rate	6.80%	7.09%	6.23%	6.24%
3 Month CD Rate	6.69%	7.13%	7.22%	6.29%
1 Year CD Rate	7.26%	7.44%	7.48%	6.67%

Currency Market

Currency	16-Mar	Prev_Day	Change
USD/INR	64.87	64.94	-0.06
GBP/INR	90.49	90.72	-0.24
EURO/INR	79.91	80.32	-0.41
JPY/INR	0.61	0.61	0.00

Commodity Prices

Commodity	16-Mar	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude($/bl)	62.28	62.01	61.87	48.25
Brent Crude($/bl)	64.32	65.28	63.54	49.90
Gold($/oz)	1313	1324	1348	1226
Gold(Rs./10 gm)	30299	30369	30693	28491

Source: Thomson Reuters Eikon

Derivatives Market

• Nifty Mar 2018 Futures were at 10232.5 points, a premium of 37.35 points, above the spot closing of 10,195.15. The turnover on NSE's Futures and Options segment went down from Rs. 13,35,191.83 crore on Mar 15 to Rs. 5,88,936.11 crore on Mar 16.

• The Put-Call ratio stood at 0.86 against previous session's close of 0.77.

• The Nifty Put-Call ratio stood at 1.09 against the previous session's close at 1.23.

• Open interest on Nifty Futures stood at 28.14 million as against the previous session's close of 27.09 million.

Indian Debt Market

• Bond yields continue to fall amid media reports that government might increase foreign investment limit for government bonds.

• Yield on the 10-year benchmark paper (7.17% GS 2028) fell 7 bps to close at 7.56% as against previous session's close of 7.63%. During the session, bond yields traded in the range of 7.55% and 7.65%.

• Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 10,297 crore (gross) on Mar 16 compared with Rs. 3,700 crore on Mar 15. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 30,570 crore on Mar 15.

• Data from RBI showed that India's foreign exchange reserves rose to $421.49 billion as on Mar 9, 2018, from $420.76 billion in the previous week.

Currency Market Update

• The Indian rupee stood steady against the greenback as equity-related inflows helped offset overnight greenback strength. The rupee stood steady at 64.93.

• The euro rose against the greenback as the latter weakened following concerns of a global trade war and worries of U.S. President's protectionist agenda. Euro was last seen trading at $1.2322, up 0.15% compared with the previous close of $1.2304.

Commodity Market Update

• Gold prices traded lower as dollar gained against the euro amid strong U.S industrial production data for Feb 2018.

• Brent crude prices traded higher amid positive impact after IEA raised its forecast for oil demand in 2018.

International News

• A report from the Labor department showed that U.S. initial jobless claims fell to 226,000 for the week ended Mar 10, down 4,000 from the previous week's revised level of 230,000 (231,000 originally reported). Continuing claims grew by 4,000 to 1.879 million for the week ended Mar 3.

• A report from the Eurostat showed that eurozone's inflation slowed to revised 1.1% in Feb 2018 as against 1.3% in Jan 2018 and 1.2% as per initial expectations. Meanwhile, inflation continues to stay below the European Central Bank's target of 'below, but close to 2%'. Core inflation that excludes energy, food, alcohol and tobacco remained unchanged at 1% in Feb 2018.

Thank you for
your time.

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