

**RELIANCE**

MUTUAL  
FUND

# Markets for You

23 Mar 2018

**Indices Performance**

Global Indices	22-Mar	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	23,958	24,682	-724	-2.93
Nasdaq	7,167	7,345	-179	-2.43
FTSE	6,953	7,039	-86	-1.23
Nikkei	21,592	Closed	NA	NA
Hang Seng	31,071	31,415	-343	-1.09
Indian Indices	22-Mar	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	33,006	33,136	-130	-0.39
Nifty 50	10,115	10,155	-41	-0.40
Nifty 100	10,470	10,512	-41	-0.39
Nifty Bank	24,142	24,256	-114	-0.47
SGX Nifty	10,106	10,171	-65	-0.64
S&P BSE Power	2,131	2,146	-14	-0.66
S&P BSE Small Cap	17,064	17,244	-180	-1.05
S&P BSE HC	13,302	13,382	-80	-0.60

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
22-Mar	22.76	1.19	24.67	1.29
Month Ago	23.34	1.18	25.49	1.09
Year Ago	22.20	1.42	23.45	1.23

**Nifty 50 Top 3 Gainers**

Company	22-Mar	Prev_Day	% Change <sup>#</sup>
Vedanta Limited	292	286	2.12
ONGC	179	176	1.91
Tata Motors	338	334	1.30

**Nifty 50 Top 3 Losers**

Company	22-Mar	Prev_Day	% Change <sup>#</sup>
BPCL	415	431	-3.70
HPCL	343	353	-2.96
SBI	242	248	-2.60

**Advance Decline Ratio**

	BSE	NSE
Advances	670	425
Declines	2059	1391
Unchanged	129	57

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-71	11112
MF Flows**	887	28315

\*22<sup>nd</sup> Mar 2018; \*\*20<sup>th</sup> 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**

- Asian markets witnessed a mixed trend after the U.S. Federal Reserve raised its key interest rates by 25 basis points, as widely anticipated, and projected three rate hikes in 2018, citing a strong outlook for U.S. economic growth. Japanese markets rose amid value buying in recent beaten down stocks. Today (As of Mar 23), Asian markets opened lower following soft lead from Wall Street's last session due to concerns for global trade war. Nikkei and Hang Seng fell 3.48% and 3.45%, respectively (as at 8.a.m. IST).
- As per the last close, European markets ended lower after Bank of England kept rates unchanged but two policymakers unexpectedly voted in favor of an immediate rate hike. Concerns over global trade war and some key weak economic data also weighed on the market sentiments.
- As per the last close, U.S markets ended lower amid concerns about the impact of potential trade war after U.S. President announced tariffs on at least \$50 billion worth of Chinese imports. Also, weakness was visible in financial, oil service, pharmaceutical, transportation, and chemical stocks.

**Indian Equity Market**

- Indian equity markets closed in the red amid concerns amongst the global market after U.S. Federal Reserve raised interest rates by 25 basis points while reiterating its plan to raise rates gradually. Also, concerns over the trade war following reports that U.S. president will introduce tariffs on Chinese goods for approximately \$50 billion weighed on the market sentiment. Meanwhile, investors remained cautious ahead of the expiry of monthly derivatives contracts.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.39% and 0.40%, respectively to close at 33,006.27 and 10,114.75. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 0.75% and 1.05%.
- The market breadth on BSE was weak with 2,059 scrips declining and 670 scrips advancing. A total of 129 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Telecom was the major loser, down 1.30%, followed by S&P BSE Realty that fell 1.28%. S&P BSE Capital Goods and S&P BSE Industrials fell 1.07% and 1.00%, respectively. S&P BSE Teck and S&P BSE Auto fell 0.99% and 0.94%, respectively. Among the gainers, S&P BSE Consumer Durables was the major gainer, up 0.79%, followed by S&P BSE Metal that grew 0.37%. S&P BSE Energy grew 0.31%.

**Domestic News**

- According to media reports, the Parliament passed the Payment of Gratuity (Amendment) Bill that seeks to increase the ceiling of tax-free gratuity amount to Rs 20 lakh from Rs 10 lakh. The move is expected to benefit those sections of people who have high salaries or who have just started working.
- Capital market regulator Securities and exchange Board of India (SEBI) is considering a major overhaul of rules for appointment of top executives at stock exchanges, clearing corporations and depositories. The committee is considering a mandatory rotation of the managing directors for bringing in transparency strengthening the governance structure and bringing in harmony between shareholding patterns and the regulations.
- SEBI is considering bringing in additional disclosure requirements for listed corporates that are undergoing insolvency resolution process. SEBI is also mulling amending norms pertaining to minimum public shareholding norms and other provisions for such entities. The consideration comes at a time when there are increasing number of cases arising under the Insolvency and Bankruptcy Code.
- SEBI is considering overhauling algo trading rules for strengthening the algorithmic trading framework. SEBI has proposed to review the trading requirement of the algo software and is also considering mandating stock exchanges to provide a simulated market environment for testing of software used for high-frequency trades.
- SEBI has announced that members of clearing corporations in commodity derivatives segment will have to maintain a minimum liquid net-worth of at least Rs. 50 lakhs. The objective is to align norms related to base minimum capital requirement and liquid net-worth of clearing corporations in commodity derivatives with equity and currency derivatives.

FII Derivative Trade Statistics		22-Mar	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2046.98	3338.96	23591.89
Index Options	90950.14	90580.43	75475.91
Stock Futures	9432.07	8187.37	77153.86
Stock Options	5020.04	5001.06	7982.89
Total	107449.23	107107.82	184204.55

Derivative Statistics- Nifty Options			
	22-Mar	Prev_Day	Change
Put Call Ratio (OI)	1.06	1.07	-0.01
Put Call Ratio(Vol)	0.94	0.93	0.01

Debt Watch				
	22-Mar	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.93%	5.91%	5.94%	5.97%
CBLO	5.88%	5.85%	5.99%	5.84%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.13%	6.15%	6.32%	5.86%
364 Day T-Bill	6.50%	6.53%	6.62%	6.00%
10 Year Gilt	7.56%	7.63%	7.75%	6.81%
G-Sec Vol. (Rs.Cr)	32468	30469	31124	56143
1 Month CP Rate	7.74%	7.81%	6.90%	6.59%
3 Month CP Rate	7.34%	7.68%	7.89%	6.66%
5 Year Corp Bond	7.91%	7.98%	7.99%	7.55%
1 Month CD Rate	6.90%	7.06%	6.25%	6.25%
3 Month CD Rate	6.85%	7.01%	7.26%	6.29%
1 Year CD Rate	7.30%	7.40%	7.52%	6.70%

Currency Market			
Currency	22-Mar	Prev_Day	Change
USD/INR	65.06	65.22	-0.15
GBP/INR	92.06	91.33	0.73
EURO/INR	80.37	79.96	0.41
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Commodity	22-Mar	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	64.24	61.15	62.69	47.19
Brent Crude(\$/bl)	68.57	63.31	65.96	49.45
Gold( \$/oz)	1329	1316	1331	1249
Gold(Rs./10 gm)	30495	30320	30384	28793

Source: Thomson Reuters Eikon

**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.icraonline.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 10,127.85 points, a premium of 13.10 points, above the spot closing of 10,114.75. The turnover on NSE's Futures and Options segment went up from Rs. 8,14,332.32 crore on Mar 21 to Rs. 13,65,419.39 crore on Mar 22.
- The Put-Call ratio, stood at 0.82 against previous session's close of 0.87.
- The Nifty Put-Call ratio stood at 1.06 against the previous session's close at 1.07.
- India VIX moved up 0.93% to 15.2475 from 15.1075 in the previous trading session.
- Open interest on Nifty Futures stood at 28.95 million as against the previous session's close of 28.47 million.

**Indian Debt Market**

- Bond yields fell for the second consecutive session amid optimism that the government will take several measures to address demand-supply issues in FY19. However, higher crude oil prices and rate hike by the U.S. Federal Reserve capped the gains.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 2 bps to close at 7.56% as against previous session's close of 7.58%. During the session, bond yields traded in the range of 7.54% and 7.61%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 5,144 crore (gross) on Mar 22 compared with Rs. 6,017 crore on Mar 21. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 18,445 crore on Mar 21.
- Banks did not borrow under the central bank's Marginal Standing Facility on Mar 21 compared with that of Rs. 248 crore borrowed on Mar 20.

**Currency Market Update**

- The Indian rupee rose against the U.S. dollar after the U.S. Federal Reserve decided to maintain its interest rate projection of three rate hikes in 2018. The rupee rose 0.16% to close at 65.10 per dollar from the previous close 65.21.
- The euro eased against the U.S. dollar as market participants digested the implications of a generally dovish outlook from the U.S. Federal Reserve after it raised interest rates by 25 bps as widely market expected. Euro was last seen trading at \$1.2316 compared with the previous close of \$1.2336.

**Commodity Market Update**

- Gold prices traded lower after U.S. Federal Reserve raised interest rates but stuck to its forecast for two more hikes in 2018.
- Brent Crude prices traded lower amid lingering concerns over rising production amid reports that U.S. crude oil production rose by 0.3% from the previous week.

**International News**

- According to the Labor Department, U.S initial weekly jobless claims unexpectedly rose by 3,000 to 229,000 from the previous week's unrevised level of 226,000. Four-week moving average also edged up by 2,250 to 223,750 from the previous week's unrevised average of 221,500.
- Japan's all industry activity index dropped 1.8% MoM in Jan 2018 compared with a rise of 0.6% in Dec 2017. The index fell for the first time after rising for three consecutive months. Industrial production dropped 6.8% MoM and tertiary activity index fell 0.6% but construction output showed a gain of 1.7%.



Thank you for  
your time.