

RELIANCE

MUTUAL
FUND

Markets for You

27 Mar 2018

Indices Performance

Global Indices	26-Mar	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,203	23,533	669	2.84
Nasdaq	7,221	6,993	228	3.26
FTSE	6,889	6,922	-33	-0.48
Nikkei	20,766	20,618	148	0.72
Hang Seng	30,549	30,309	239	0.79
Indian Indices	26-Mar	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	33,066	32,597	470	1.44
Nifty 50	10,131	9,998	133	1.33
Nifty 100	10,498	10,358	140	1.35
Nifty Bank	24,244	23,670	574	2.42
SGX Nifty	10,181	10,007	175	1.74
S&P BSE Power	2,133	2,117	16	0.77
S&P BSE Small Cap	16,923	16,801	122	0.73
S&P BSE HC	13,186	13,106	81	0.62

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
26-Mar	22.87	1.17	24.70	1.29
Month Ago	24.06	1.14	25.95	1.12
Year Ago	22.45	1.40	23.65	1.22

Nifty 50 Top 3 Gainers

Company	26-Mar	Prev_Day	% Change [#]
Yes Bank	303	287	5.83
SBI	247	235	4.98
Bajaj Finance	1742	1685	3.34

Nifty 50 Top 3 Losers

Company	26-Mar	Prev_Day	% Change [#]
Wipro	274	285	-3.74
GAIL	425	440	-3.29
HPCL	333	339	-1.68

Advance Decline Ratio

	BSE	NSE
Advances	852	852
Declines	997	997
Unchanged	54	54

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	2631	13815
MF Flows**	431	28893

*26th Mar 2018; **22nd 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 amid heightened risk of probable trade war between U.S. and China following hike in tariff. Meanwhile, some respite was seen following the news that the U.S. agreed to exempt South Korea from steel tariffs. Today (As of Mar 27), Asian markets opened higher following gains in the Wall Street's last session amid easing concern about a potential trade war. Both Nikkei and Hang Seng rose 1.73% and 1.43%, respectively (as at 8.a.m. IST).
- As per the last close, European markets ended lower after the U.S. and several European Union nations expelled Russian diplomats in a show of solidarity with the U.K. However, easing concern about a potential trade war restricted the losses.
- As per the last close, U.S markets ended in green after U.S. Treasury Secretary said it is hopeful that a trade agreement between U.S. and China can be reached. Thereby, easing concerns about a potential trade war.

Indian Equity Market

- Indian equity market started on a weak note but pared the losses at day end after reports suggested that the U.S. and China are likely to negotiate about the prospective U.S. tariff imposition on Chinese exports. This has reduced fears of a probable global trade war. Meanwhile, according to the finance minister, India is expected to double the size of its economy by 2025 and the inflation target will be within the limit as set by the central bank.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.44% and 1.33% to close at 33,066.41 and 10,130.65, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap moved up 1.19% and 0.73%, respectively.
- The overall market breadth on BSE was weak with 1573 scrips declining and 1184 scrips advancing. A total of 170 scrips remained unchanged.
- On the BSE sectoral front, barring, S&P BSE IT (-0.68%), S&P BSE Oil & Gas (-0.31%) and S&P BSE Teck (-0.08%), all the other indices closed in the green. S&P BSE Bankex (2.3%) stood as the major gainer followed by S&P BSE Metal (2.27%) and S&P BSE Finance (2.26%).

Domestic News

- Government plans to borrow Rs. 2.88 lakh crore in the first half of FY19 (Apr to Sep). Economic affairs secretary anticipated that the gross market borrowing in FY19 is likely to be lower by Rs. 25,000 crore than the budgeted target. Government will also issue securities of 1-4 years duration, inflation index bonds linked to consumer price index and flexible rate bonds. The secretary also said that the government and the central bank are also considering a plan to raise the foreign investment limit in government bonds.
- According to the data released by Reserve Bank of India, outbound remittances (money sent to overseas countries) by individual residents reached a new high of \$1.2 billion in Jan 2018 and doubled from a year earlier. From Apr 2017 to Jan 2018, cumulative outflows surged 77.61% YoY to \$8.17 billion from \$4.6 billion seen in the same period a year ago. Among the categories, gifts, maintenance of relatives abroad, travel and study contributed more than 90% of the total flows.
- Government's Pradhan Mantri Fasal Bima Yojana or crop insurance scheme coverage area has reduced to 24% of gross cropped area (GCA) in FY18 compared with its target of 40%. In the previous financial year, insurance coverage area was 30% of GCA. Similarly, the number of farmers insured during both the kharif and rabi seasons fell 14% in the current financial year. In FY18, the area insured under the crop scheme was 47.5 million hectares, of the total GCA of 198.4 million hectares.
- According to media report, GST (Goods and Services Tax) Council may soon give relief to businesses having zero tax liability for six consecutive months under GST. The council at its next meeting may propose that such entities file returns only twice a year. Recent data showed that as much as 40% of return filed under GST regime have nil tax liability.

FII Derivative Trade Statistics		26-Mar		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2954.32	4964.45	23391.79	
Index Options	90229.86	90071.96	73362.84	
Stock Futures	16320.86	16560.30	75065.74	
Stock Options	7134.78	7033.16	7917.14	
Total	116639.82	118629.87	179737.51	

Derivative Statistics- Nifty Options			
	26-Mar	Prev_Day	Change
Put Call Ratio (OI)	1.15	1.04	0.10
Put Call Ratio(Vol)	0.87	0.81	0.06

Debt Watch				
	26-Mar	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.98%	5.91%	5.97%	5.88%
CBLO	5.80%	5.96%	5.91%	5.80%
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%	6.13%	6.28%	5.82%
364 Day T-Bill	6.47%	6.50%	6.62%	6.00%
10 Year Gilt	7.62%	7.61%	7.69%	6.83%
G-Sec Vol. (Rs.Cr)	16519	34854	22590	21016
1 Month CP Rate	7.75%	7.69%	6.88%	6.63%
3 Month CP Rate	7.39%	7.24%	7.90%	6.65%
5 Year Corp Bond	7.91%	7.95%	8.00%	7.53%
1 Month CD Rate	7.21%	6.83%	6.25%	6.27%
3 Month CD Rate	7.07%	6.79%	7.26%	6.30%
1 Year CD Rate	7.38%	7.26%	7.53%	6.75%

Currency Market			
Currency	26-Mar	Prev_Day	Change
USD/INR	64.91	65.13	-0.23
GBP/INR	91.87	91.96	-0.09
EURO/INR	80.26	80.34	-0.08
JPY/INR	0.62	0.62	0.00

Commodity Prices				
Commodity	26-Mar	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	65.48	62.00	63.80	47.25
Brent Crude(\$/bl)	68.40	64.36	68.30	49.91
Gold(\$/oz)	1353	1317	1333	1244
Gold(Rs./10 gm)	30756	30154	30573	28787

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty Mar 2018 Futures were at 10146.2 points, a premium of 15.55 points, above the spot closing of 10,130.65. The turnover on NSE's Futures and Options segment went up from Rs. 7,84,703.84 crore on Mar 23 to Rs. 9,32,469.84 crore on Mar 26.
- The Put-Call ratio, stood at 0.82 against previous session's close of 0.77.
- The Nifty Put-Call ratio stood at 1.15 against the previous session's close at 1.04.
- India VIX moved down 2.25% to 15.1950 from 15.5450 in the previous trading session.
- Open interest on Nifty Futures stood at 28.26 million as against the previous session's close of 28.76 million.

Indian Debt Market

- Bond yields rose before the release of the details of government's half borrowing calendar. Rise in crude oil prices and sluggish demand in the state development auction also lowered the appetite for bonds.
- Post market hours, RBI announced that the government will borrow Rs. 2.88 lakh crore as per the calendar for marketable dated securities for Apr - Sep 2018. Apart from the normal maturity range (5-9 years, 10-14 years, 15-19 year and 20 years & above) government will also issue, maturity papers in the range of 1 to 4 years.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 6 bps to close at 7.62% from the previous close of 7.56%. During the session, bond yields traded in the range of 7.56% and 7.63%.

Currency Market Update

- The Indian rupee gained against the U.S dollar for the third consecutive session following drop in greenback globally amid trade war fears in the wake of likely protectionist policies by the U.S., which can negatively impact global growth. The rupee rose 0.22% to close at 64.87 per dollar from the previous close of 65.01.
- Euro was trading higher for the second straight session against the U.S dollar as investors remained wary about the greenback's outlook against the backdrop of concerns over a possible trade war. Euro was trading at \$1.2401 compared with the previous close of \$1.2351.

Commodity Market Update

- Gold prices inched up on weaker dollar against the euro. However, upside was limited on news that U.S. and China might negotiate over the probable U.S. tariff plans on Chinese exports.
- Brent crude prices gained on expectations that the OPEC and Russia could extend the production cut into 2019.

International News

- According to data from the Commerce Department, new home sales in U.S. declined 0.6% to an annual rate of 618,000 in Feb 2018 from an upwardly revised 622,000 in Jan 2018. The decrease in new home sales was due to a sharp decline in sales in the West by 17.6% and 3.7% decline in Midwest. However, new home sales in the South and Northeast rose 9.0% and 19.4%, respectively.
- According to data from the Commerce Department, U.S. manufactured durable goods rose more than expected by 3.1% in Feb 2018 from 3.5% decline in Jan 2018. The more than expected growth in durable goods orders was partly due to a significant rebound in orders for transportation equipment.



Thank you for
your time.