

RELIANCE

MUTUAL
FUND

Markets for You

03 May 2018

Indices Performance				
Global Indices	02-May	Prev_Day	Abs. Change	% Change [#]
Dow Jones	23,925	24,099	-174	-0.72
Nasdaq	7,101	7,131	-30	-0.42
FTSE	7,543	7,520	23	0.30
Nikkei	22,473	22,508	-35	-0.16
Hang Seng	30,724	Closed	NA	NA
Indian Indices	02-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,176	35,160	16	0.05
Nifty 50	10,718	10,739	-21	-0.20
Nifty 100	11,106	11,146	-40	-0.36
Nifty Bank	25,568	25,532	37	0.14
SGX Nifty	10,745	10,790	-46	-0.42
S&P BSE Power	2,214	2,238	-24	-1.09
S&P BSE Small Cap	18,190	18,402	-212	-1.15
S&P BSE HC	14,016	14,154	-138	-0.97

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
2-May	23.74	1.15	26.60	1.20
Month Ago	22.94	1.17	25.35	1.26
Year Ago	22.87	1.37	23.66	1.23

Nifty 50 Top 3 Gainers			
Company	02-May	Prev_Day	% Change [#]
Kotak Bank	1257	1211	3.78
ITC	287	281	2.06
Asian Paints	1222	1202	1.71

Nifty 50 Top 3 Losers			
Company	02-May	Prev_Day	% Change [#]
Vedanta	283	298	-5.03
HCL Tech	1001	1053	-4.96
Tata Steel	575	595	-3.44

Advance Decline Ratio			
	BSE	NSE	
Advances	900	533	
Declines	1810	1291	
Unchanged	109	77	

Institutional Flows (Equity)		
Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-916	7931
MF Flows**	642	44537

*2nd May 2018; **26th Apr 2018

Economic Indicator			
YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.28% (Mar-18)	5.21% (Dec-17)	3.89% (Mar-17)
IIP	7.10% (Feb-18)	8.50% (Nov-17)	0.80% (Feb-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

- Majority of the Asian markets closed in the red. Investors refrained from taking major moves ahead of the U.S. Federal Reserve's monetary policy statement, scheduled later in the day. Today (as of May 3), Asian markets opened mixed as investors remained focused on trade talks between U.S. and China. Investors remained cautious ahead of a number of earnings results. Hang seng fell 1.51% (as at 8.a.m. IST). Nikkei remained closed.

- As per the last close, European markets ended higher following some better than expected corporate earnings reports. Further, mining stocks witnessed gains due to some positive Chinese economic data, thereby boosting the indices.

- As per the last close, U.S markets ended almost on a lower note after U.S. Federal Reserve indicated higher inflation ahead, thereby signaling rate hike likely in Jun 2018. However, ADP report showing slightly better than expected private sector employment data in Apr capped the losses.

Indian Equity Market

- After witnessing a brief gain during the session, domestic equity market closed flat. Investors awaited more corporate earnings results and the outcome of the U.S. Federal Reserve's policy review meeting. Although, the U.S. central bank is expected to hold interest rates unchanged, investors remained cautious on future rate hike proposition and outlook on inflation and unemployment. Mixed economic data also restricted gains. Nikkei Manufacturing Purchasing Managers' Index (PMI) rose in Apr 2018 due to faster expansions in output and new orders. However, growth of eight core sectors slowed to a 3-month low in Mar.

- Key benchmark indices S&P BSE Sensex inched up 0.05% and Nifty 50 fell 0.20% to close at 35,176.42 and 10,718.05, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 1.17% and 1.15%.

- On the BSE sectoral front, barring S&P BSE Energy (0.19%) and S&P BSE Finance (0.01%), all the sectors closed in the red. S&P BSE Metal (-3.4%), S&P BSE Basic Materials (-2.11%) and S&P BSE Realty (-1.75%) stood as the major losers. S&P BSE Auto (-1.09%) sector also fell despite some of the major companies reported improved sales number.

Domestic News

- The Nikkei Manufacturing Purchasing Managers' Index (PMI) rose to 51.6 in Apr 2018 from 51.0 in Mar 2018 due to faster expansion in output and new orders. This is the ninth consecutive monthly rise and output growth has picked-up from the previous month. However, it remained slightly below the average for the current nine-month period..

- Government data showed that the index of eight core industries grew 4.1% in Mar 2018 as against 5.4% in Feb 2018 (5.3% originally reported) and 5.2% in Mar 2017. The slowdown in pace of growth reflects significant slowdown in growth in refinery products and cement sector that grew only 1% and 13% in Mar as against 7.8% and 23% in Feb, respectively. However, coal sector witnessed significant increase to 9.1% in Mar from 1.3% in Feb. Meanwhile, crude oil sector witnessed decline of 1.6%. Data for Apr 2018 compared with Mar 2018 slowed to 4.2% from 4.8%, YoY.

- The Reserve Bank of India has permitted foreign portfolio investors (FPIs) to invest a fifth or 20% of their total corpus in less than one-year residual debt papers of local companies. This thereby motivates Indian corporates to capture the bond market for its working capital needs. Before this announcement, FPI's were only allowed to invest in corporate bonds with minimum residual maturity of three years or above.

- Hero MotoCorp posted a net profit of Rs. 967.40 crore for the quarter ended Mar 31, 2018, up 34.8% YoY as against a net profit of Rs. 717.75 crore in the year-ago quarter. Revenues grew 14.25% YoY to Rs. 8,564.04 crore for the same period as against Rs. 7,495.68 crore in the same quarter last year.

- Profit of InterGlobe Aviation Ltd. that runs Indian airline IndiGo fell 73.3% YoY to Rs. 1.18 billion for the quarter ended Mar 31, 2018 as against Rs. 4.39 billion in the year-ago period. The significant decline reflected higher expenses.

- HCL Technologies' consolidated net profit for the quarter ended Mar 31, 2018 fell 4.3% YoY to Rs. 2,227 crore, while it grew 1.5% on a sequential basis.

FII Derivative Trade Statistics		02-May	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1248.24	1018.84	13576.76
Index Options	43420.64	41219.18	58680.15
Stock Futures	7954.07	8345.98	79659.90
Stock Options	5808.23	5458.19	4004.87
Total	58431.18	56042.19	155921.68

Derivative Statistics- Nifty Options			
	02-May	Prev_Day	Change
Put Call Ratio (OI)	1.53	1.52	0.00
Put Call Ratio(Vol)	1.21	1.11	0.11

Debt Watch				
	02-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.89%	5.88%	7.57%	6.00%
CBLO	5.87%	5.91%	6.24%	6.15%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	6.00%
91 Day T-Bill	6.23%	6.20%	6.09%	6.18%
364 Day T-Bill	6.57%	6.63%	6.40%	6.42%
10 Year Gilt	7.73%	7.74%	7.40%	6.99%
G-Sec Vol. (Rs.Cr)	14066	26253	37511	31021
FBIL MIBOR	6.00%	6.00%	9.39%	6.25%
3 Month CP Rate	7.55%	7.25%	7.40%	6.75%
5 Year Corp Bond	8.45%	8.41%	8.04%	7.48%
1 Month CD Rate	6.67%	6.64%	7.23%	6.17%
3 Month CD Rate	7.06%	6.71%	6.98%	6.39%
1 Year CD Rate	7.87%	7.61%	7.33%	6.69%

Currency Market			
Currency	02-May	Prev_Day	Change
USD/INR	66.66	Closed	Closed
GBP/INR	90.66	Closed	Closed
EURO/INR	80.01	Closed	Closed
JPY/INR	0.61	Closed	Closed

Commodity Prices				
Commodity	02-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	67.86	67.99	63.04	47.60
Brent Crude(\$/bl)	74.03	74.53	68.21	48.60
Gold(\$/oz)	1304	1323	1341	1257
Gold(Rs./10 gm)	30918	31304	30443	28634

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 May 2018 Futures were at 10739.4 points, a premium of 21.35 points, above the spot closing of 10,718.05. The turnover on NSE's Futures and Options segment went down to Rs. 6,80,406.73 crore on May 2 from Rs. 4,32,407.89 crore on Apr 30.
- The Put-Call ratio stood at 0.94 against previous session's close of 1.07.
- The Nifty Put-Call ratio stood at 1.52 against the previous session's close of 1.53.
- Open interest on Nifty Futures stood at 24.55 million as against the previous session's close of 24.57 million.

Indian Debt Market

- Bond yields fell after the Reserve Bank of India relaxed rules for foreign investment in government securities that increased expectations of more inflows in near term.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 4 bps to close at 7.73% from the previous close of 7.77%. During the session, bond yields traded in the range of 7.70% and 7.74%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,800 crore (gross) on May 02 compared with Rs. 18,926 crore on Apr 27. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 24,820 crore on Apr 27.
- Banks borrowed Rs. 3,115 crore under the central bank's Marginal Standing Facility on Apr 27 compared with no borrowing on Apr 26.

Currency Market Update

- The Indian rupee closed almost steady against the greenback as gains from the central bank's move to ease norms for foreign investment in bonds were neutralised by dollar demand from oil importers. The rupee closed unchanged at 66.66 per dollar.
- The euro weakened against the greenback as market participants awaited the outcome of the U.S. Federal Reserve monetary policy review due May 2. Euro fell 0.18% and was trading at \$1.1971, down from the previous close of 1.1993.

Commodity Market Update

- Gold prices inched up ahead of U.S. Federal Reserve's (Fed) policy decision and U.S. employment report for Apr 2018.
- Brent Crude prices fell after the American Petroleum Institute (API) data indicated that U.S. oil inventories rose by 3.4 million barrels for the week ending Apr 27.

International News

- According to data from the Commerce Department, U.S. construction spending fell unexpectedly by 1.7% to an annual rate of \$1.285 trillion in Mar 2018 as compared with 1% rise to a revised rate of \$1.306 trillion in Feb 2018. Slowdown in spending on private construction led to decline of overall construction spending in U.S.
- According to data from the Institute for Supply Management, U.S. manufacturing purchasing managers index (PMI) slowed more than expected to 57.3 in Apr 2018 from 59.3 in Mar 2018.
- According to data from Eurostat, the jobless rate in euro area stood unchanged at 8.5% in Mar 2018. The number of unemployed people decreased by 83,000 from Feb 2018 to 13.82 million in Mar.

Thank you for
your time.