

**RELIANCE**

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# Markets for You

09 May 2018

**Indices Performance**

Global Indices	08-May	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	24,360	24,357	3	0.01
Nasdaq	7,267	7,265	2	0.02
FTSE	7,566	Closed	NA	NA
Nikkei	22,509	22,467	42	0.18
Hang Seng	30,403	29,994	409	1.36
Indian Indices	08-May	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	35,216	35,208	8	0.02
Nifty 50	10,718	10,716	2	0.02
Nifty 100	11,082	11,085	-3	-0.03
Nifty Bank	26,091	25,852	238	0.92
SGX Nifty	10,733	10,738	-5	-0.04
S&P BSE Power	2,206	2,202	4	0.17
S&P BSE Small Cap	18,109	18,092	18	0.10
S&P BSE HC	13,747	13,771	-24	-0.18

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
8-May	23.48	1.15	26.60	1.20
Month Ago	23.24	1.15	25.65	1.24
Year Ago	22.67	1.39	23.66	1.23

**Nifty 50 Top 3 Gainers**

Company	08-May	Prev_Day	% Change <sup>#</sup>
ICICI Bank	309	290	6.73
HPCL	307	297	3.37
Eicher Motors	30427	29767	2.22

**Nifty 50 Top 3 Losers**

Company	08-May	Prev_Day	% Change <sup>#</sup>
Bosch	19024	19595	-2.91
Ambuja Cem	229	235	-2.47
M&M	865	886	-2.29

**Advance Decline Ratio**

	BSE	NSE
Advances	1161	770
Declines	1523	1014
Unchanged	126	73

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-602	5314
MF Flows**	294	46287

\*8<sup>th</sup> May 2018; \*\*4<sup>th</sup> May 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**

- Asian markets closed in the green with buying interest largely supported by upbeat Chinese trade data for Apr, that outperformed market expectation. Meanwhile, investors keenly awaited U.S. President's decision on whether he would withdraw from a landmark nuclear deal with Iran. Today (As of May 09), Asian markets opened mixed following announcement by the U.S. President to withdraw U.S. from the Iran nuclear deal. Nikkei fell 0.44% and Hang Seng rose 0.21% (as at 8.a.m. IST).
- As per the last close, European markets ended almost flat as the investors preferred to remain on sidelines ahead of U.S. President's decision on the Iran nuclear deal.
- As per the last close, U.S markets ended almost flat after the U.S. President announced withdrawing of the U.S. from the Iran nuclear deal signed three years ago, as widely expected.

**Indian Equity Market**

- Indian equity markets opened on a higher note. Gains in one of private sector lender after posting better than expected standalone profit for the quarter ended Mar 31, 2018 boosted investor sentiment. Early gains were erased, and the markets closed on a flat note as investors remained cautious ahead of the U.S. President's decision on the Iran nuclear deal.
- Key benchmark indices S&P BSE Sensex and Nifty 50 each grew 0.02% to close at 35,216.32 and 10,717.80, respectively. S&P BSE Mid-Cap fell 0.10% and S&P BSE Small-Cap grew 0.10%.
- The overall market breadth on BSE was weak with 1,523 scrips declining and 1,161 scrips advancing. A total of 126 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Bankex was the major gainer, up 1.32%, followed by S&P BSE Realty that grew 1.06%. S&P BSE Finance and S&P BSE Oil & Gas grew 0.44% and 0.36%, respectively. S&P BSE Capital Goods was the major loser (-0.85%) followed by and S&P BSE Consumer Durables that fell 0.81%. S&P BSE Teck and S&P BSE Information Technology fell 0.57% and 0.53%.

**Domestic News**

- The Department of Telecommunications (DoT) has revealed the National Digital Communications Policy 2018. The policy aims at attracting investments worth \$100 billion by 2020 in the sector. Besides, creating 4 million jobs, the policy aims at improving the sector's contribution to 8% of India's GDP from about 6% in 2017.
- According to a statement from the finance ministry, the government of India has signed a loan deal with the World Bank worth \$200 million for the National Nutrition Mission known as POSHAN Abhiyaan. The funding would help the government achieve its target of reducing the percentage of children suffering from hindered growth in the age of 0-6 years from 38.4% to 25% by 2022.
- Government's flagship initiative Atal Mission for Rejuvenation and Urban Transformation (AMRUT) to introduce urban reforms and provide civic amenities in 500 cities has utilized 0.38% or Rs. 296 crore ( 365 projects) of Rs. 77,640 crore total outlay. AMRUT was launched on Jun 25, 2015 and promises water connections, improved sewerage, storm water drainage projects, parks and green spaces and LED streetlights.
- Jubilant FoodWorks announced that its standalone net profit came in at Rs. 68.06 crore for the quarter as against Rs. 6.71 crore in the previous year period. This marked over 10-fold increase driven by Domino's product upgrade and robust online sales.
- Godrej Consumer Products Ltd. announced that its consolidated post tax profit surged 59.26% YoY and came in at Rs. 617.19 crore for quarter ended Mar 31, 2018. Meanwhile, sales came in at Rs. 2,494.41 crore, up from Rs. 2,480.17 crore in Mar 2017 .
- According to the media reports, Bharti Infratel and Indus Towers will likely invest Rs. 3,500 crore in operations as capital expenditure for 2018-19. In Apr 2018, the two companies announced a merger deal that will create a firm worth \$14.6 billion.
- ICICI Bank's standalone profit of Rs. 1,020 crore for the quarter ended Mar 2018 fell 49.62% YoY from Rs. 2,024.64 crore profit in the year-ago quarter. The significant decline reflects sharp rise in provisions for the bad loans.

FII Derivative Trade Statistics		08-May		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1191.25	1086.75	14255.61	
Index Options	29252.32	28650.99	63613.55	
Stock Futures	8493.77	7846.14	81753.73	
Stock Options	5406.90	5261.16	7099.47	
Total	44344.24	42845.04	166722.36	

Derivative Statistics- Nifty Options			
	08-May	Prev_Day	Change
Put Call Ratio (OI)	1.56	1.56	0.01
Put Call Ratio(Vol)	0.99	0.98	0.01

Debt Watch				
	08-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.86%	6.02%	5.89%	6.10%
CBLO	6.00%	5.53%	5.79%	6.20%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	6.00%
91 Day T-Bill	6.13%	6.19%	6.08%	6.23%
364 Day T-Bill	6.45%	6.45%	6.45%	6.12%
10 Year Gilt	7.58%	7.77%	7.17%	6.93%
G-Sec Vol. (Rs.Cr)	46041	23708	55428	34758
FBIL MIBOR	6.04%	6.00%	6.00%	6.25%
3 Month CP Rate	7.75%	7.40%	6.85%	6.78%
5 Year Corp Bond	8.38%	8.43%	7.89%	7.52%
1 Month CD Rate	6.67%	6.69%	6.11%	6.21%
3 Month CD Rate	7.25%	7.07%	6.66%	6.42%
1 Year CD Rate	7.72%	7.71%	7.12%	6.71%

Currency Market			
Currency	08-May	Prev_Day	Change
USD/INR	67.08	67.11	-0.03
GBP/INR	91.14	90.85	0.29
EURO/INR	80.01	80.12	-0.11
JPY/INR	0.62	0.61	0.00

Commodity Prices				
Commodity	08-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	68.78	68.51	62.02	46.41
Brent Crude(\$/bl)	75.15	76.66	65.70	45.82
Gold( \$/oz)	1314	1315	1333	1226
Gold(Rs./10 gm)	31082	31033	30396	28161

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 10735.05 points, a premium of 17.25 points, above the spot closing of 10,717.80. The turnover on NSE's Futures and Options segment went up to Rs. 5,49,795.20 crore on May 8 from Rs. 3,69,960.32 crore on May 7.
- The Put-Call ratio stood at 0.93 against previous session's close of 0.99.
- The Nifty Put-Call ratio stood unchanged at 1.56 against the previous session's close.
- India VIX moved up 2.14% to 14.0550 from 13.6400 in the previous trading session.
- Open interest on Nifty Futures stood at 24.93 million as against the previous session's close of 24.74 million.

**Indian Debt Market**

- Bond yields fell after comments from a government official indicated that the central bank will continue buying bonds through open market operations.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 4 bps to close at 7.58% from the previous close of 7.62%. During the session, bond yields traded in the range of 7.55% and 7.66%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 17,237 crore (gross) on May 08 compared with Rs. 14,502 crore on May 07. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 6,073 crore on May 07.
- Banks borrowed Rs. 300 crore under the central bank's Marginal Standing Facility on May 07 compared with Rs. 430 crore borrowing on May 04.

**Currency Market Update**

- The Indian rupee inched up against the greenback as selling of the greenback by foreign banks offset concerns emanating from an increase in global crude oil prices. The rupee inched up 0.08% to close at 67.08 per dollar from the previous close of 67.13.
- Euro fell against the U.S. dollar as market participants grew pessimistic regarding U.S.-Iran nuclear deal that improved the safe haven appeal of the greenback. Euro was trading at \$1.1845, down 0.63% compared with the previous close of \$1.1920.

**Commodity Market Update**

- Gold prices traded lower following growing speculation over faster pace of rate hikes by U.S. Federal Reserve.
- Brent Crude prices traded higher ahead of the high anticipated U.S. Federal Reserve's decision on whether to withdraw from the Iran nuclear deal.

**International News**

- According to a report from the Halifax and IHS Markit, U.K. house prices fell 3.1% in Apr 2018 as against a gain of 1.6% in Mar 2018. This marked a decline in house prices for the first time in three months. House prices grew 2.2% on yearly basis in three months to Apr as against an increase of 2.7% in three months to Mar.
- A report from Destatis showed that Germany's exports grew 1.7% in Mar 2018 as against a decline of 3.1% in Feb 2018. This marked the first increase since Nov 2017. However, imports declined 0.9% in Mar as against a decline of 1.4% in Feb. Therefore, the trade surplus surged to EUR 22 billion (seasonally adjusted) in Mar from EUR 19.4 billion in Feb.



Thank you for  
your time.