

RELIANCE

MUTUAL
FUND

Markets for You

10 May 2018

Indices Performance

Global Indices	09-May	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,543	24,360	182	0.75
Nasdaq	7,340	7,267	73	1.00
FTSE	7,663	7,566	97	1.28
Nikkei	22,409	22,509	-100	-0.44
Hang Seng	30,536	30,403	133	0.44
Indian Indices	09-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,319	35,216	103	0.29
Nifty 50	10,742	10,718	24	0.22
Nifty 100	11,095	11,082	13	0.12
Nifty Bank	26,154	26,091	64	0.25
SGX Nifty	10,758	10,733	25	0.23
S&P BSE Power	2,193	2,206	-13	-0.57
S&P BSE Small Cap	18,085	18,109	-24	-0.13
S&P BSE HC	13,682	13,747	-64	-0.47

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
9-May	23.47	1.15	26.66	1.19
Month Ago	23.35	1.15	25.76	1.23
Year Ago	22.60	1.35	23.67	1.23

Nifty 50 Top 3 Gainers

Company	09-May	Prev_Day	% Change [#]
Tata Motors	342	332	2.95
TCS	3489	3441	1.40
United Phos	731	722	1.36

Nifty 50 Top 3 Losers

Company	09-May	Prev_Day	% Change [#]
Ultratech Cem	3966	4064	-2.41
Ambuja Cem	225	229	-2.09
BPCL	385	393	-1.82

Advance Decline Ratio

	BSE	NSE
Advances	1157	753
Declines	1527	1019
Unchanged	127	87

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	364	5677
MF Flows**	-14	47774

*9th May 2018; **8th 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 mostly traded in low following U.S. President's decision to formally withdraw from Iran's nuclear deal. Lower cues from overnight U.S. market further dented sentiment. However, improved crude oil prices and weak yen provided some respite. Today (as of May 10), Asian markets opened higher following gains in Wall Street as oil prices traded higher after touching multi-year highs. Hang seng and Nikkei grew 0.68% and 0.10%, respectively (as at 8.a.m. IST).
- As per the last close, European markets ended higher following positive opening on Wall street. Gains in energy stocks driven by strong rally in oil prices after U.S. President decided to withdraw from the Iran nuclear deal boosted the indices.
- As per the last close, U.S markets ended higher following gains in energy stocks driven by strong rally in oil prices. The increase reflects U.S. President's decision to withdraw from the Iran nuclear deal. Gains in chemical, financial, biotechnology and semiconductor stocks further boosted the indices.

Indian Equity Market

- Indian equity markets closed on a higher note as investors remained focused on corporate earnings reports. Gains in one of the multinational automotive manufacturing company owing to increase in retail sales of its wholly owned subsidiary in Apr 2018, helped investor sentiment. Stocks of oil marketing companies came under pressure due to U.S. President's sanctions on Iran and its likely impact on global crude oil prices, thereby capping the gains.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.29% and 0.22% to close at 35,319.35 and 10,741.70, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 0.63% and 0.13%.
- The overall market breadth on BSE was weak with 1,527 scrips declining and 1,157 scrips advancing. A total of 127 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Information Technology was the major gainer, up 0.74%, followed by S&P BSE Teck that grew 0.56%. S&P BSE Consumer Durables and S&P BSE Capital Goods grew 0.46% and 0.40%, respectively. S&P BSE Power was the major loser (-0.57%) followed by S&P BSE Utilities that fell 0.49%.

Domestic News

- According to the International Monetary Fund (IMF), the Indian economy is expected to grow 7.4% in FY19. The growth is expected to accelerate further to 7.8% in FY19 as the economy recovers gradually from the impact of demonetization and goods and services tax (GST). IMF also underlined challenges and risks for the Indian economy which includes tightening of global financial conditions, slower productivity growth and rise of digitization. IMF forecasted the Chinese economy to grow 6.6% in the current year which will slow down to 6.4% in the next fiscal.
- According to media reports, the Reserve Bank of India has not approved the government's demand to ease guidelines that govern resolution of stressed assets for power companies. Earlier the ministry of power has sought an extension in resolution period for power projects from 180 days to 1 year. RBI was of the view that it doesn't look into sectoral aspects and was thus unable to give any relaxation.
- According to media reports, the ministry of finance is considering giving relief to banks from the burden of non-performing assets by issuing provisional 'shore-up certificates' (PSCs) against their stressed assets. The certificates will carry a coupon rate and will be guaranteed by the bank. The PSCs will be redeemed as when the bad loans get resolved.
- According to the media reports, Walmart Inc. has announced that it has agreed to acquire 77% stake in Flipkart for \$16 billion. This marks the largest e-commerce acquisition in the world.
- Eicher Motors' consolidated profit for the quarter ended Mar 31, 2018 came in at Rs. 461.53 crore, marginally up 0.45% YoY from Rs. 459.44 crore in the previous year period. Meanwhile, consolidated total revenue from operation surged 18.54% to Rs. 2,528.01 crore in Q4FY18.
- Jaguar Land Rover's (JLR) retail sales grew 11.9% to 45,180 units in Apr 2018. The increase in sales reflects introduction of new models. Retail sales for April were up significantly YoY in China and U.K. but down in Europe.

FII Derivative Trade Statistics		09-May	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1796.97	1891.42	14815.72
Index Options	46278.88	45399.76	64410.71
Stock Futures	9646.74	9185.97	82140.76
Stock Options	6551.54	6415.33	7452.26
Total	64274.13	62892.48	168819.45

Derivative Statistics- Nifty Options			
	09-May	Prev_Day	Change
Put Call Ratio (OI)	1.61	1.56	0.05
Put Call Ratio(Vol)	1.07	0.99	0.08

Debt Watch				
	09-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.91%	5.89%	5.91%	6.08%
CBLO	6.01%	5.87%	5.87%	6.22%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	6.00%
91 Day T-Bill	6.27%	6.23%	6.06%	6.23%
364 Day T-Bill	6.63%	6.57%	6.47%	6.48%
10 Year Gilt	7.71%	7.73%	7.23%	6.94%
G-Sec Vol. (Rs.Cr)	22921	14066	45982	30080
FBIL MIBOR	6.05%	6.00%	6.00%	6.26%
3 Month CP Rate	7.80%	7.55%	6.85%	6.78%
5 Year Corp Bond	8.51%	8.42%	7.96%	7.51%
1 Month CD Rate	6.66%	6.67%	6.41%	6.23%
3 Month CD Rate	7.11%	7.06%	6.70%	6.42%
1 Year CD Rate	7.89%	7.87%	7.05%	6.72%

Currency Market			
Currency	09-May	Prev_Day	Change
USD/INR	67.38	67.08	0.30
GBP/INR	91.09	91.14	-0.05
EURO/INR	79.75	80.01	-0.26
JPY/INR	0.61	0.62	0.00

Commodity Prices				
Commodity	09-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	71.11	67.86	63.39	45.79
Brent Crude(\$/bl)	78.59	74.03	67.98	46.27
Gold(\$/oz)	1312	1304	1336	1221
Gold(Rs./10 gm)	31143	30918	30526	28100

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.icronline.com/legal/standard-disclaimer.html>

Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.

Derivatives Market

- Nifty May 2018 Futures were at 10769.3 points, a premium of 27.60 points, above the spot closing of 10,741.70. The turnover on NSE's Futures and Options segment went up to Rs. 6,50,876.98 crore on May 9 from Rs. 5,49,795.20 crore on May 8.
- The Put-Call ratio stood at 1.00 against previous session's close of 0.93.
- The Nifty Put-Call ratio stood at 1.61 against the previous session's close of 1.56.
- Open interest on Nifty Futures stood at 25.37 million as against the previous session's close of 24.93 million.

Indian Debt Market

- Bond yields surged due to rising inflationary pressure after U.S. withdrew from the Iran nuclear deal, that further increased global crude oil prices.
- Yield on the 10-year benchmark paper (7.17% GS 2028) increased 13 bps to close at 7.71% from the previous close of 7.58%. During the session, bond yields traded in the range of 7.63% and 7.72%.
- Data from RBI showed that reserve money increased at an annualised rate of 25.4% in the week to May 04, compared with a decrease of 10.3% a year earlier. The currency in circulation rose 31.6% during the week compared with a fall of 16.2% a year earlier. India's money supply grew 10.6% on a yearly basis in the fortnight ending Apr 27 against a growth of 6.7% a year earlier. Demand deposits with bank increased 8.8% for the same period as against a growth of 22.0% a year earlier.

Currency Market Update

- The Indian rupee weakened and touched 15 month low following rise in global crude oil prices that touched their highest levels since 2014. The rupee fell 0.27% to close at 67.26 per dollar from the previous close of 67.08.
- Euro initially fell against the U.S. dollar following the U.S. exit from an Iran nuclear pact and political uncertainty in Italy. However, the currency reversed its losses as dollar rally showed signs of fading after rising in the last three consecutive sessions. Euro was trading at \$1.1878 compared with the previous close of \$1.1862.

Commodity Market Update

- Gold prices moved down on stronger dollar against the euro after the U.S. President decided to withdraw from an international nuclear deal with Iran.
- Brent Crude prices rose after U.S. decided to withdraw from an international nuclear deal with Iran.

International News

- The European Bank for Reconstruction and Development (EBRD) expects EBRD economies to grow 3.3% in 2018 as against its previous growth expectation of 3%. Growth is expected to be 3.2% in 2019. The bank is cautious that the expectations are subject to several risks with significant rise in corporate debt levels being a source of concern.
- A report from the British Retail Consortium showed that U.K.'s like-for-like sales fell 4.2% YoY in Apr 2018 as against an increase of 1.4% in Mar 2018. Non-food item sales fell 4.9% in three months to Apr 2018.
- A report from the IHS Markit and the Recruitment & Employment Confederation showed that U.K. permanent job placement noticeably grew in Apr 2018.

Thank you for
your time.