

RELIANCE

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FUND

Markets for You

11 May 2018

Indices Performance

Global Indices	10-May	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,740	24,543	197	0.80
Nasdaq	7,405	7,340	65	0.89
FTSE	7,701	7,663	38	0.50
Nikkei	22,497	22,409	88	0.39
Hang Seng	30,809	30,536	273	0.89
Indian Indices	10-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,246	35,319	-73	-0.21
Nifty 50	10,717	10,742	-25	-0.23
Nifty 100	11,053	11,095	-43	-0.38
Nifty Bank	26,131	26,154	-23	-0.09
SGX Nifty	10,745	10,758	-13	-0.12
S&P BSE Power	2,159	2,193	-34	-1.55
S&P BSE Small Cap	17,840	18,085	-245	-1.36
S&P BSE HC	13,474	13,682	-208	-1.52

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
10-May	23.45	1.15	26.60	1.20
Month Ago	23.41	1.15	25.82	1.23
Year Ago	22.87	1.33	23.89	1.22

Nifty 50 Top 3 Gainers

Company	10-May	Prev_Day	% Change [#]
ONGC	188	183	2.95
Bharti Airtel	412	402	2.40
Tech Mahindra	664	654	1.45

Nifty 50 Top 3 Losers

Company	10-May	Prev_Day	% Change [#]
Dr.Reddy	1990	2064	-3.62
Aurobindo Pharma	594	609	-2.46
Tata Motors	334	342	-2.44

Advance Decline Ratio

	BSE	NSE
Advances	750	452
Declines	1909	1343
Unchanged	128	68

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-690	4987
MF Flows**	727	48515

*10th 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 largely remained positive supported by recent strength in global crude oil prices. Buying interest found additional support after U.S President said he would announce the site for a summit with North Korean leader within three days. Today (as of May 11), Asian markets opened higher following gains in the U.S. Wall Street. Hang seng and Nikkei grew 0.70% and 0.83%, respectively (as at 8.a.m. IST).
- As per the last close, European markets ended almost higher after Bank of England left interest rates unchanged. However, downgrade of expectation of economic growth for second quarter of 2018 likely capped the gains.
- As per the last close, U.S markets ended higher following slightly weaker than expected increase in consumer prices in Apr 2018. Gains in telecom, semiconductor, utilities, and healthcare stocks further boosted the indices.

Indian Equity Market

- Indian equity markets closed in the red as investors preferred to remain on the sidelines ahead of the upcoming assembly elections in Karnataka.. Surging oil prices stoked concerns over domestic fiscal deficit. Decline in banking stocks due to disappointing quarterly earning numbers from one of the major private sector lender added to the woes..
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.21% and 0.23% to close at 35,246.27 and 10,716.55, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 1.52% and 1.36%.
- The overall market breadth on BSE was weak with 1,909 scrips declining and 750 scrips advancing. A total of 128 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Realty was the major loser, down 2.02%, followed by S&P BSE Power that fell 1.55%. S&P BSE Healthcare and S&P BSE Utilities fell 1.52% and 1.38%, respectively. S&P BSE Energy was the major gainer, up 0.61% followed by S&P BSE Oil & Gas that grew 0.54%. S&P BSE Telecom grew 0.02%.

Domestic News

- Data from the Society of Indian Automobile Manufacturers (SIAM) showed that sale of domestic passenger cars grew 4.89% in Apr 2018 to 200,183 units from 190,854 units in Apr 2017. Subsequently the overall domestic passenger vehicle sales grew 7.50% in Apr 2018 to 298,504 units from 277,683 units in the same period of the previous year. Sale of utility vehicles grew 11.92% to 79,136 units while the sale of vans grew 18.99% to 19,185 units.
- According to media reports, the government is considering allowing 100% foreign direct investment in the insurance intermediaries. The objective of the move is to attract more funds and thereby give a fillip to the insurance sector. Presently, 49% foreign investment is allowed in the insurance sector. Industry experts are of the view that weak distribution network is adversely affecting the sector and hence it is required to strengthen the distribution network. According to reports, insurance penetration in the country is just over 3.4% and much lower than the global average penetration of 6.2%.
- Data from the ministry of shipping showed that cargo traffic in the country's major ports grew 1.7% to 56.81 million tonnes from 55.82 million tonnes in the same period of the previous year.
- Asian Paints' consolidated profit of Rs. 480.99 crore for the quarter ended Mar 31, 2018 grew 4% YoY from Rs. 462.22 crore in the previous year period. Total income came in at Rs. 4,531.52 crore, up from Rs. 4,442.25 crore in the year-ago period.
- According to the media reports, JM Financial Credit Solutions is planning to raise up to Rs. 2,000 crore through bond issue. The company intends to use the proceeds for lending, financing, and for repayment or prepayment of existing borrowings and general corporate purposes.
- Zee Entertainment's net profit fell 84.75% YoY to Rs. 231 crore for the quarter ended Mar 31, 2018. Meanwhile, operating revenue came in at Rs. 1,725.3 crore, up 12.9% YoY from Rs. 1,528.0 crore in the year-ago quarter.

FII Derivative Trade Statistics		10-May		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1650.49	1433.74	15574.67	
Index Options	65117.92	64541.29	66851.08	
Stock Futures	8204.52	8094.86	82864.79	
Stock Options	5012.88	4996.79	7776.13	
Total	79985.81	79066.68	173066.67	

Derivative Statistics- Nifty Options			
	10-May	Prev_Day	Change
Put Call Ratio (OI)	1.57	1.61	-0.05
Put Call Ratio(Vol)	1.05	1.07	-0.02

Debt Watch				
	10-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.89%	5.91%	5.89%	6.08%
CBLO	5.97%	5.90%	5.96%	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	6.26%	6.23%	6.05%	6.23%
364 Day T-Bill	6.64%	6.58%	6.48%	6.48%
10 Year Gilt	7.72%	7.73%	7.38%	6.94%
G-Sec Vol. (Rs.Cr)	14375	21113	52728	30080
FBIL MIBOR	6.05%	6.00%	6.00%	6.26%
3 Month CP Rate	7.95%	7.60%	6.85%	6.78%
5 Year Corp Bond	8.52%	8.43%	8.10%	7.51%
1 Month CD Rate	6.68%	6.64%	6.35%	6.23%
3 Month CD Rate	7.10%	7.12%	6.34%	6.42%
1 Year CD Rate	7.94%	7.84%	7.29%	6.72%

Currency Market			
Currency	10-May	Prev_Day	Change
USD/INR	67.38	67.38	0.00
GBP/INR	91.39	91.09	0.30
EURO/INR	79.89	79.75	0.14
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Commodity	10-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	71.31	68.40	65.43	47.23
Brent Crude(\$/bl)	78.58	74.44	70.09	47.30
Gold(\$/oz)	1321	1311	1339	1219
Gold(Rs./10 gm)	31261	30905	30624	28087

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 10,724.90 points, a premium of 8.35 points, above the spot closing of 10,716.55. The turnover on NSE's Futures and Options segment went up to Rs. 11,46,073.95 crore on May 10 from Rs. 6,50,876.98 crore on May 9.
- The Put-Call ratio stood at 1.09 against previous session's close of 1.00.
- The Nifty Put-Call ratio stood at 1.57 against the previous session's close of 1.61.
- Open interest on Nifty Futures stood at 25.07 million as against the previous session's close of 25.37 million.

Indian Debt Market

- Bond yields rose for the second consecutive day on concerns of inflationary pressure due to elevated global crude oil prices, that increased fear that Reserve Bank of India (RBI) will increase interest rates in the near term.
- Yield on the 10-year benchmark paper (7.17% GS 2028) increased 1 bps to close at 7.72% from the previous close of 7.71%. During the session, bond yields traded in the range of 7.71% and 7.76%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 5,608 crore (gross) on May 10 compared with Rs. 16,746 crore on May 09. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 10,766 crore on May 09.
- Banks did not borrow under the central bank's Marginal Standing Facility on May 09 compared with Rs. 1,145 crore borrowing on May 08.

Currency Market Update

- The Indian rupee weakened for the second consecutive day and touched 15-month low against the U.S. dollar due to sustained rise in global crude oil prices that reached more than three year high. The rupee fell 0.07% to close at 67.31 per dollar from the previous close of 67.26.
- Euro rose after falling in the last four consecutive days against the U.S. dollar as the greenback rally paused on fall in U.S. Treasury yields. Euro was trading at \$1.1909 compared with the previous close of \$1.1850.

Commodity Market Update

- Gold prices gained ahead of key U.S. economic data that will provide further cues on Federal Reserve's rate hike decision.
- Brent Crude prices continued with the upward momentum following U.S. decision to withdraw from an international nuclear deal with Iran.

International News

- A report from the Commerce Department showed that U.S. wholesale inventories missed market expectations and grew 0.3% in Mar 2018 as against a gain of 0.9% in Feb 2018. Inventories of durable goods grew 0.8%, while inventories of non-durable goods fell 0.4%.
- According to a report from the Labor Department, U.S. producer price index for final demand inched up 0.1% in Apr 2018 as against a gain of 0.3% in Mar 2018.
- Bank of England has decided to keep its key interest rate at 0.50%. Also, the policymakers decided to maintain the quantitative easing at GBP 435 billion. It lowered its near-term growth outlook and expects the economy to grow 1.4% by second quarter of 2018 instead of previous expectation of 1.8%.



Thank you for
your time.