

RELIANCE

MUTUAL
FUND

Markets for You

15 May 2018

Indices Performance

Global Indices	14-May	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,899	24,831	68	0.27
Nasdaq	7,411	7,403	8	0.11
FTSE	7,711	7,725	-14	-0.18
Nikkei	22,866	22,758	107	0.47
Hang Seng	31,541	31,122	419	1.35
Indian Indices	14-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,557	35,536	21	0.06
Nifty 50	10,807	10,807	0	0.00
Nifty 100	11,124	11,132	-8	-0.07
Nifty Bank	26,475	26,413	62	0.23
SGX Nifty	10,803	10,827	-24	-0.22
S&P BSE Power	2,146	2,151	-5	-0.25
S&P BSE Small Cap	17,640	17,818	-178	-1.00
S&P BSE HC	13,353	13,370	-16	-0.12

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
14-May	24.17	1.14	26.82	1.19
Month Ago	23.53	1.14	26.01	1.22
Year Ago	23.03	1.32	23.88	1.22

Nifty 50 Top 3 Gainers

Company	14-May	Prev_Day	% Change [#]
NTPC	172	167	2.51
Dr.Reddy	2018	1991	1.37
SBI	254	250	1.30

Nifty 50 Top 3 Losers

Company	14-May	Prev_Day	% Change [#]
Zee Ente.	578	593	-2.56
Bosch	18213	18658	-2.39
Tata Motors	324	331	-2.18

Advance Decline Ratio

	BSE	NSE
Advances	815	523
Declines	1860	1283
Unchanged	157	70

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-305	4511
MF Flows**	73	49830

*14th May 2018; **11th May 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.58%	5.07%	2.99%
	(Apr-18)	(Jan-17)	(Mar-17)
IIP	4.40%	7.10%	4.10%
	(Mar-18)	(Dec-17)	(Mar-17)
GDP	7.20%	6.50%	6.80%
	(Dec-17)	(Sep-17)	(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 as U.S. and China commenced the second round of trade talks in Washington. Weakness in Japanese yen against U.S. dollar supported gains in the Japanese markets. Today (as of May 15), Asian markets opened on a mixed note. Positive close on the Wall Street overnight failed to lift the Asian indices. While Hang Seng was trading lower 0.45% Nikkei was up 0.05% (as at 8 a.m. IST), respectively.
- As per the last close, European markets ended on a mixed note after moving between gains and losses during the session. Positive start on the Wall Street supported the upside but market participants remained focused on the political situation in Italy.
- As per the last close, U.S markets closed on a positive note on hopes of a breakthrough in trade tensions between the U.S. and China ahead of their second round of trade discussions this week.

Indian Equity Market

- Indian Equity markets ended flat as investors remained cautious ahead of Karnataka election results. Post release of disappointing wholesale price index (WPI)-based inflation data in Apr 2018, investors turned cautious as they awaited the consumer price inflation data for April 2018 that was due after market hours. Weak industrial output data for Mar 2018 released on May 11 weighed on the market sentiment. However, positive cues from Asian peers after U.S. and China prepared to continue trade talks in Washington capped the losses.
- Key benchmark indices S&P BSE Sensex grew 0.06% to close at 35,556.71 and Nifty 50 remained unchanged at 10,806.60, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 0.88% and 1.00%, respectively.
- On the BSE sectoral front, S&P BSE Consumer Durables was the major loser, down 2.50%, followed by S&P BSE Telecom that fell 1.14%. S&P BSE Industrials and S&P BSE Auto fell 0.97% and 0.93%, respectively. S&P BSE Bankex was the major gainer, up 0.17% followed by S&P BSE Oil & Gas that grew 0.15%. S&P BSE Utilities and Finance grew 0.06% and 0.04%, respectively.

Domestic News

- The Consumer Price Index (CPI)-based inflation or retail inflation grew 4.58% in Apr 2018, up from 4.28% in Mar 2018 and from 2.99% in Apr 2017. The increase reflects increase in prices of fruits and vegetables by 9.65% and 7.29%, respectively. However, prices of pulses and products, and sugar and confectionery, declined 12.35% and 4.05%, respectively. The retail inflation growth remained above the Reserve Bank of India's medium-term target of 4% for the sixth consecutive month. The Consumer Food Price Index also grew 2.80% in Apr 2018, down from 2.81% in the previous month and up from 0.61% in the same month of the previous year.
- Government data showed that India's Wholesale Price Index-based inflation (WPI) sharply rose to four-month high to 3.18% in Apr 2018 from a provisional 2.47% in Mar 2018 and 3.85% in Apr 2017. The WPI Food Index also increased to 0.67% in Apr 2018 from -0.07% in Mar 2018. The inflation for fuel items surged to 7.85% in Apr 2018 from 4.70% in Mar 2018.
- The Securities and Exchange Board of India has constituted a team to redraft the rules and regulations for foreign portfolio investors (FPIs). Without changing the broader framework, the redrafting aims at making trading easier for offshore funds in India. SEBI would re-consider the rules for foreign institutional investors that are registered with matured jurisdictions like the U.S. but pool their money in a tax haven like Cayman Islands. The FPIs may be given more time to make their funds broad-based that require a minimum number of 20 investors.
- Hindustan Unilever Ltd. reported increase in profit by 14% to Rs. 13.51 billion in the quarter ended Mar 2018 as compared with Rs. 11.83 billion a year ago. The increase in profit was due to higher sales in its home care business whose revenue rose by 3.26% to Rs. 31.02 billion in quarter ended Mar 2018.

FII Derivative Trade Statistics			
	14-May		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2579.08	1715.49	17515.66
Index Options	45282.39	45905.69	68692.03
Stock Futures	8848.58	8288.32	83966.72
Stock Options	5662.87	5812.72	8795.34
Total	62372.92	61722.22	178969.75

Derivative Statistics- Nifty Options			
	14-May	Prev_Day	Change
Put Call Ratio (OI)	1.64	1.66	-0.02
Put Call Ratio(Vol)	1.17	1.24	-0.07

Debt Watch				
	14-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.91%	5.94%	5.86%	6.11%
CBLO	6.00%	6.00%	4.86%	5.64%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	6.00%
91 Day T-Bill	6.12%	6.22%	6.05%	6.28%
364 Day T-Bill	6.56%	6.48%	6.47%	6.47%
10 Year Gilt	7.83%	7.62%	7.43%	6.73%
G-Sec Vol. (Rs.Cr)	21083	25757	37876	54208
FBIL MIBOR	6.01%	6.00%	6.00%	6.20%
3 Month CP Rate	7.95%	7.70%	6.67%	6.81%
5 Year Corp Bond	8.55%	8.41%	8.12%	7.47%
1 Month CD Rate	6.61%	6.65%	6.47%	6.23%
3 Month CD Rate	7.41%	7.16%	6.67%	6.42%
1 Year CD Rate	7.89%	7.76%	7.30%	6.78%

Currency Market			
Currency	14-May	Prev_Day	Change
USD/INR	67.32	67.22	0.10
GBP/INR	91.25	90.88	0.37
EURO/INR	80.51	80.09	0.42
JPY/INR	0.62	0.61	0.00

Commodity Prices				
Commodity	14-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	70.96	70.69	67.30	47.78
Brent Crude(\$/bl)	79.16	75.74	73.62	48.29
Gold(\$/oz)	1312	1314	1345	1228
Gold(Rs./10 gm)	31427	31191	30874	28066

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 10814.70 points, a premium of 8.10 points, above the spot closing of 10,806.60. The turnover on NSE's Futures and Options segment went up to Rs. 4,04,390.21 crore on May 14 from Rs. 3,87,111.61 crore on May 11.
- The Put-Call ratio stood at 0.98 against previous session's close of 0.89.
- The Nifty Put-Call ratio stood at 1.64 against the previous session's close of 1.66.
- India VIX moved up 1.94% to 14.0425 from 13.9775 in the previous trading session.
- Open interest on Nifty Futures stood at 25.68 million as against the previous session's close of 26.13 million.

Indian Debt Market

- Bond yields rose following more than expected rise in wholesale prices in Apr 2018 and gains in crude oil prices. Both the factors also created concerns amongst investors over accelerated consumer price inflation in Apr.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 10 bps to close at 7.83% from the previous close of 7.73%. During the session, bond yields traded in the range of 7.70% and 7.83%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 7,257 crore (gross) on May 14 compared with Rs. 7,231 crore on May 11. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 33,950 crore on May 11.
- Banks borrowed Rs. 803 crore under the central bank's Marginal Standing Facility on May 11 as against no borrowing on May 10.

Currency Market Update

- The Indian rupee weakened for the fourth consecutive session and touched more than 15 month low against the U.S. dollar due to greenback demand from oil importers and foreign banks amid a rebound in global crude oil prices. The rupee fell 0.27% to close at 67.51 per dollar from the previous close of 67.33.
- Euro rose for the third consecutive session against the U.S. dollar as risk appetite returned and market participants thought that the recent rally of greenback may have run out of steam. Euro was trading at \$1.1988 compared with the previous close of \$1.1942.

Commodity Market Update

- Gold prices traded higher as dollar weakened against the euro.
- Brent Crude prices traded higher after OPEC stated that excess supply has been virtually eliminated, partly due to the ongoing supply cuts by OPEC and accelerating global demand.

International News

- According to a report from the Labor Department, U.S. import prices rose less than expected by 0.3% in Apr 2018 as compared with revised 0.2% fall in Mar 2018. However, export prices of the country rose more than expected by 0.6% in Apr from 0.3% in Mar.
- According to data from the Hellenic Statistical Authority, import prices in Greece rose 5.3% YoY in Mar 2018 as compared with 3% rise in Feb 2018. Import prices rose 1% in Mar following 1.6% fall in Feb.

Thank you for
your time.