

RELIANCE

MUTUAL
FUND

Markets for You

22 May 2018

Indices Performance

Global Indices	21-May	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,013	24,715	298	1.21
Nasdaq	7,394	7,354	40	0.54
FTSE	7,859	7,779	80	1.03
Nikkei	23,002	22,930	72	0.31
Hang Seng	31,234	31,048	186	0.60
Indian Indices	21-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	34,616	34,848	-232	-0.67
Nifty 50	10,517	10,596	-80	-0.75
Nifty 100	10,815	10,908	-93	-0.86
Nifty Bank	25,751	25,876	-125	-0.48
SGX Nifty	10,508	10,573	-65	-0.61
S&P BSE Power	2,084	2,106	-22	-1.06
S&P BSE Small Cap	16,946	17,327	-380	-2.20
S&P BSE HC	12,686	13,018	-332	-2.55

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
21-May	23.71	1.18	26.08	1.22
Month Ago	23.59	1.14	26.22	1.21
Year Ago	21.99	1.33	24.91	1.22

Nifty 50 Top 3 Gainers

Company	21-May	Prev_Day	% Change [#]
SBI	244	239	2.34
BPCL	394	386	1.94
Bharti Infratel	322	316	1.76

Nifty 50 Top 3 Losers

Company	21-May	Prev_Day	% Change [#]
Sun Pharma	444	465	-4.55
Dr.Reddy	1893	1982	-4.49
United Phos	683	709	-3.79

Advance Decline Ratio

	BSE	NSE
Advances	653	355
Declines	2003	1469
Unchanged	146	60

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-276	3741
MF Flows**	55	53210

*21st May 2018; **18th May 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.58% (Apr-18)	5.07% (Jan-17)	2.99% (Mar-17)
IIP	4.40% (Mar-18)	7.10% (Dec-17)	4.10% (Mar-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 rose on the back of easing concerns over U.S.–China trade war. In the latest development, both the nations have agreed to put the trade war on hold and build a framework to address trade imbalances in the future. Today (as of May 22), Asian markets opened on a soft note despite gains in Wall Street in the last session. Most of the Nikkei's subsectors traded lower. However, steel and oil stocks witnessed gains. Nikkei fell 0.08% (as at 8.a.m. IST). Hang seng remained closed.
- As per the last close, European markets ended on a higher note as investors were encouraged by the easing trade tensions between the U.S. and China after U.S. Treasury Secretary stated that both countries are putting the trade war on hold. However, trading was a bit thinner in Europe as several markets were closed.
- As per the last close, U.S markets ended higher due to optimism about a positive outcome from trade talks between the U.S. and China after trade war was kept on hold. Gains in natural gas and transportation stocks boosted the indices.

Indian Equity Market

- Political uncertainty over government formation in Karnataka continued to keep the Indian equity markets under pressure. Further, rising oil prices and higher U.S. bond yields weighed on the market sentiment. Meanwhile, easing concerns over trade war between U.S. and China cushioned the fall.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.67% and 0.75% to close at 34,616.13 and 10,516.70, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 1.64% and 2.20%, respectively.
- The overall market breadth on BSE was weak with 2,003 scrips declining and 653 scrips advancing. A total of 146 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Realty was the major loser, down 3.11%, followed by S&P BSE Healthcare that fell 2.55%. S&P BSE Consumer Durables and S&P BSE Industrials fell 2.07% and 2.03%, respectively. S&P BSE Information Technology was the major gainer, up 0.14% followed by S&P BSE Oil & Gas and S&P BSE Teck that grew 0.10% and 0.07%, respectively.

Domestic News

- According to media reports, the Ministry of Finance will extend all possible assistance to the eleven state run banks that are being placed under the Reserve Bank of India's Prompt Corrective Action (PCA) framework. The Ministry of Finance further added that each of the banks will come out with an action plan to improve their performance.
- According to media reports, the formal government and corporate sector of the nation (India Inc.) has urged the Indian government to lower excise duty on petrol and diesel immediately. The development comes amid increase in global crude oil prices that have fueled worries among market participants. India Inc. also urged the government to bring automobile fuels under the purview of Goods and Services Tax (GST).
- According to media reports, increase in global crude oil prices may widen the current account deficit of the country to 2.5% of the GDP in the current fiscal. This is because increase in global crude oil prices will adversely impact the imports of the country. The report also advocated for measures to boost exports of the country.
- According to media reports, the IT ministry may come out with a slew of measures to give a fillip to electronics export in the country. The new measures are expected to improve the ease of doing business within the country and remove hindrances that companies face while exporting to overseas markets.
- According to media reports, the IT ministry may come out with a slew of measures to give a fillip to electronics export in the country. The new measures are expected to improve the ease of doing business within the country and remove hindrances that companies face while exporting to overseas markets.
- Hyundai announced increase in profit by 6% to Rs. 22 billion in 2017. Revenue of the company also increased by 6% in 2017.
- As per media reports, Punjab National Bank's local and foreign currency deposit rating has been downgraded by a major global rating agency to junk.

FII Derivative Trade Statistics		21-May	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1973.11	3407.42	20221.89
Index Options	64921.87	65749.16	74376.32
Stock Futures	10735.02	10975.31	84484.69
Stock Options	9708.87	9770.53	9537.92
Total	87338.87	89902.42	188620.82

Derivative Statistics- Nifty Options			
	21-May	Prev_Day	Change
Put Call Ratio (OI)	1.28	1.36	-0.08
Put Call Ratio(Vol)	0.92	0.92	0.00

Debt Watch				
	21-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.96%	5.91%	5.97%	6.06%
CBLO	6.00%	6.00%	6.01%	6.05%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	6.00%
91 Day T-Bill	6.25%	6.12%	6.13%	6.23%
364 Day T-Bill	6.80%	6.56%	6.00%	6.47%
10 Year Gilt	7.81%	7.83%	7.72%	6.70%
G-Sec Vol. (Rs.Cr)	27694	21083	43122	42883
FBIL MIBOR	6.05%	6.01%	6.01%	6.25%
3 Month CP Rate	8.30%	7.95%	7.05%	6.75%
5 Year Corp Bond	8.57%	8.52%	8.42%	7.45%
1 Month CD Rate	7.10%	6.61%	6.56%	6.30%
3 Month CD Rate	7.71%	7.41%	6.79%	6.43%
1 Year CD Rate	8.12%	7.89%	7.43%	6.84%

Currency Market			
Currency	21-May	Prev_Day	Change
USD/INR	68.09	67.96	0.13
GBP/INR	91.41	91.88	-0.47
EURO/INR	79.93	80.28	-0.35
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Commodity	21-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	72.21	70.96	68.21	50.27
Brent Crude(\$/bl)	79.33	79.16	75.36	52.42
Gold(\$/oz)	1292	1312	1335	1255
Gold(Rs./10 gm)	30881	31427	31298	28659

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 10,538.75 points, a premium of 22.05 points, above the spot closing of 10,516.70. The turnover on NSE's Futures and Options segment went up to Rs. 6,35,473.34 crore on May 21 from Rs. 5,32,191.61 crore on May 18.
- The Put-Call ratio stood at 0.84 against previous session's close of 0.85.
- The Nifty Put-Call ratio stood at 1.28 against the previous session's close of 1.36.
- Open interest on Nifty Futures stood at 24.74 million as against the previous session's close at 25.53 million.

Indian Debt Market

- Bond yields fell on expectations that the Reserve Bank of India (RBI) will conduct another open market purchase of bonds soon, thereby easing the supply pressure.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 2 bps to close at 7.81% from the previous close of 7.83%. During the session, bond yields traded in the range of 7.80% and 7.90%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 10,668 crore (gross) on May 21 compared with Rs. 12,419 crore on May 18. Sale of securities under RBI's reverse repo window stood at Rs. 11,158 crore on May 18.
- Banks borrowed Rs. 155 crore under the central bank's Marginal Standing Facility on May 17 as against borrowing of Rs. 250 crore on May 16.

Currency Market Update

- The Indian rupee weakened and touched 16 month low against the U.S. dollar following decline in Asian counterparts. The rupee fell 0.17% to close at 68.12 per dollar from the previous close of 68.01
- Euro fell marginally against the U.S. dollar on easing concerns of a trade war between the U.S. and China. Euro was last seen trading at \$1.1766 compared with the previous close of \$1.1775.

Commodity Market Update

- Gold prices traded lower post the recent negotiation between China and the U.S. where both the countries have agreed to put a halt on imposing import tariffs and have decided to set up a framework to address the related issue.
- Brent crude inched down on higher crude oil production in U.S.

International News

- A report from the property tracking website Rightmove showed that U.K.'s house prices were up 0.8% MoM in May 2018 as against an increase of 0.4% in Apr 2018. House prices grew 1.1% in May on yearly basis, down from 1.6% in Apr.
- According to a report from Ministry of Finance, Japan's merchandise trade surplus came in at 625.977 billion yen in Apr 2018, up 30.9% on year as against downwardly revised 797.0 billion yen surplus in Mar 2018 (797.3 billion yen originally reported). Exports were up 7.8% on year to 6.822 trillion yen in Apr as against an increase of 2.1% in Mar.
- A report from the Census and Statistics Department showed that Hongkong's consumer prices grew 1.9% YoY in Apr 2018, down from 2.6% increase witnessed in Mar 2018.

Thank you for
your time.