

RELIANCE

MUTUAL
FUND

Markets for You

29 May 2018

Indices Performance

Global Indices	28-May	Prev_Day	Abs. Change	% Change [#]
Dow Jones	Closed	24,753	NA	NA
Nasdaq	Closed	7,434	NA	NA
FTSE	Closed	7,730	NA	NA
Nikkei	22,481	22,451	30	0.13
Hang Seng	30,792	30,588	204	0.67
Indian Indices	28-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,165	34,925	241	0.69
Nifty 50	10,689	10,605	84	0.79
Nifty 100	11,034	10,934	100	0.91
Nifty Bank	26,614	26,274	341	1.30
SGX Nifty	10,671	10,603	68	0.64
S&P BSE Power	2,135	2,109	26	1.25
S&P BSE Small Cap	17,426	17,151	274	1.60
S&P BSE HC	13,319	13,044	275	2.11

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
28-May	23.14	1.14	27.23	1.20
Month Ago	23.71	1.13	26.54	1.20
Year Ago	22.91	1.29	24.32	1.19

Nifty 50 Top 3 Gainers

Company	28-May	Prev_Day	% Change [#]
Sun Pharma	500	466	7.13
HPCL	313	295	6.06
BPCL	402	381	5.64

Nifty 50 Top 3 Losers

Company	28-May	Prev_Day	% Change [#]
Tech Mahindra	675	703	-3.91
Power Grid	207	212	-2.41
HCL Tech	895	916	-2.35

Advance Decline Ratio

	BSE	NSE
Advances	1843	1295
Declines	848	508
Unchanged	169	67

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-2047	-1020
MF Flows**	760	56282

*28th May 2018; **23rd 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 traded in the mixed after the U.S. President indicated that the country is open to discussion with North Korea in the upcoming summit. China's improved growth in industrial profit in Apr also helped sentiment. However, lower commodity prices restricted upside. Today (as of May 29), Asian markets opened lower following political uncertainty in Italy and decline in crude oil prices. Both Nikkei and Hang Seng were down 0.69% and 0.28%, respectively (as at 8.a.m. IST).
- As per the last close, European markets closed lower following renewed concerns between the U.S. and North Korea and political uncertainty in Italy. Also, U.K. market was closed on account of spring bank holiday.
- U.S. market was closed on May 28 on account of Memorial Day holiday.

Indian Equity Market

- Indian Equity markets closed on a positive note following decline in oil prices and strengthening of rupee. Fall in oil prices reflected announcement by Saudi Arabia and Russia of an increase in supply. On the global front, reports that U.S. and North Korea were focusing towards holding a summit helped improve investor sentiment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.69% and 0.79% to close at 35,165.48 and 10,688.65, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap grew 1.35% and 1.60%, respectively.
- The overall market breadth on BSE was strong with 1,843 scrips advancing and 848 scrips declining. A total of 169 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Capital Goods was the major gainer, up 2.50% followed by S&P BSE Oil & Gas and S&P BSE Healthcare that grew 2.47% and 2.11%, respectively. S&P BSE Basic Industrials and S&P BSE Realty surged 1.71% and 1.58%. S&P BSE Information Technology was the loser, down 1.72% followed by S&P BSE Teck that fell 1.33%.

Domestic News

- The Ministry of Finance is planning to build up a fund under the National Investment and Infrastructure Fund (NIIF). The fund will be dedicated for strategic investments. The NIIF plans to raise Rs. 8,000 crore from various sources to fund projects worth Rs. 16,000 crore for the current fiscal.
- According to Confederation of Indian Industry (CII), Indian economy is expected to grow at 7.3% - 7.7% in FY19. As per the industry body, sustained structural reforms, recovery in global markets and a normal monsoon has led to rebound in the country's economy. These factors have made businesses across several key sectors witness firm growth trends.
- The Central Board of Indirect Taxes and Customs (CBIC) has directed its field offices to levy goods and service tax (GST) on goods in customs warehouse during final clearance only. This move will ensure ease of doing business for importers.
- The trustees of Employees' Provident Fund Organisation (EPFO), in its meeting on Feb 21, had decided to reduce the administrative charges to 0.50% from 0.65% of total wage paid by employers following expanding business and high recovery of such fees. The decision has now been notified and will be effective from Jun 1. Post this move, 5 lakh employers altogether will save around Rs. 900 crore annually.
- The Prime Minister of India announced that under its initiative the government has distributed 10 crore LPG connections including 4 crore free connections to poor women in last four years. However, only 13 crore LPG connections were distributed in six decades since independence. Meanwhile, the government also launched Pradhan Mantri Ujjwala Yojana in May 2016 that aims to provide 5 crore free cooking gas connections to poor women in next three years.
- As per media reports, oil ministry has provided in-principle approval to petrol and diesel futures, however, the final decision will be taken by the Securities and Exchange Board of India (SEBI). Meanwhile, ICEX (Indian Commodity Exchange) has requested SEBI's approval to launch petrol, diesel futures.

FII Derivative Trade Statistics 28-May

(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3572.68	3034.26	24026.26
Index Options	79393.14	78945.87	75254.00
Stock Futures	13292.94	12886.26	84513.90
Stock Options	9094.44	9090.47	10512.48
Total	105353.20	103956.86	194306.64

Derivative Statistics- Nifty Options

	28-May	Prev_Day	Change
Put Call Ratio (OI)	1.52	1.47	0.05
Put Call Ratio(Vol)	1.11	1.07	0.04

Debt Watch

	28-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.86%	5.96%	6.02%	6.03%
CBLO	5.86%	6.00%	5.53%	5.00%
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%	6.25%	6.19%	6.22%
364 Day T-Bill	6.19%	6.80%	6.45%	6.40%
10 Year Gilt	7.74%	7.81%	7.77%	6.65%
G-Sec Vol. (Rs.Cr)	35810	27694	23708	52225
FBIL MIBOR	6.05%	6.05%	6.00%	6.19%
3 Month CP Rate	8.25%	8.30%	7.40%	6.70%
5 Year Corp Bond	8.68%	8.56%	8.44%	7.43%
1 Month CD Rate	6.77%	7.10%	6.69%	6.20%
3 Month CD Rate	7.91%	7.71%	7.07%	6.40%
1 Year CD Rate	8.23%	8.12%	7.71%	6.87%

Currency Market

Currency	28-May	Prev_Day	Change
USD/INR	67.44	68.26	-0.82
GBP/INR	89.89	91.22	-1.33
EURO/INR	79.00	79.88	-0.88
JPY/INR	0.62	0.62	-0.01

Commodity Prices

Commodity	28-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	Closed	72.21	68.06	49.53
Brent Crude(\$/bl)	Closed	79.33	76.07	50.48
Gold(\$/oz)	1298	1292	1322	1267
Gold(Rs./10 gm)	30901	30881	31190	28782

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty May 2018 Futures were at 10678.85 points, a discount of 9.80 points, below the spot closing of 10,688.65. The turnover on NSE's Futures and Options segment went up to Rs. 7,64,196.64 crore on May 28 from to 7,04,102.93 crore on May 25.
- The Put-Call ratio stood at 0.98 against previous session's close of 0.94.
- The Nifty Put-Call ratio stood at 1.52 against the previous session's close of 1.47.
- India VIX moved up 3.14% to 13.0425 from 12.6450 in the previous trading session.
- Open interest on Nifty Futures stood at 25.23 million as against the previous session's close at 24.76 million.

Indian Debt Market

- Bond yields fell for the second consecutive session following decline in crude oil prices and gains in domestic currency.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 5 bps to close at 7.74% from the previous close of 7.79%. During the session, bond yields traded in the range of 7.71% and 7.79%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,858 crore (gross) on May 28 compared with Rs. 6,908 crore (gross) on May 25. Sale of securities under RBI's reverse repo window stood at Rs. 36,808 crore on May 25.
- Banks did not borrow under the central bank's Marginal Standing Facility on May 25 as against borrowing of Rs. 2,200 on May 24.
- RBI conducted a 7-day variable rate reverse repo auction for a notified amount of Rs. 35,000 crore for which Rs. 13,889 crore was allotted at a cut-off rate of 5.99%.

Currency Market Update

- The Indian rupee gained against the U.S. dollar following decline in global crude oil prices. Also decline in U.S. Treasury yields increased losses in greenback. The rupee rose 0.51% to close at 67.43 per U.S. dollar from the previous close of 67.78.
- Euro was trading lower against the U.S. dollar on rising political uncertainty in Italy after Italy's president set the country on a path to fresh elections. Euro was trading at \$1.1618 compared with the previous close of \$1.1650.

Commodity Market Update

- Gold prices moved down on easing geopolitical tension after the U.S. President has indicated that the country is open to discussion with North Korea in the scheduled summit.
- Brent crude prices plunged after the OPEC and non-OPEC country Russia indicated to raise production level.

International News

- According to revised data released by the University of Michigan, U.S. consumer sentiment index was downwardly revised to 98.0 for May 2018 as against preliminary reading as well as Apr 2018 reading of 98.8. Current economic conditions index declined to 111.8 in May from 114.9 in Apr. Meanwhile, the index of consumer expectations came in at 89.1 in May as against 88.4 in Apr.
- According to a report from the Bank of Japan, Japan's producer prices surpassed market expectations and grew 0.9% YoY in Apr 2018 as against a gain of 0.5% in Mar 2018. Producer prices inched up 0.1% MoM as against a gain of 0.5% in Mar.

Thank you for
your time.