

RELIANCE

MUTUAL
FUND

Markets for You

30 May 2017

Indices Performance

Global Indices	29-May	Prev_Day	Abs. Change	% Change [#]
Dow Jones	Closed	21,080	NA	NA
Nasdaq	Closed	6,210	NA	NA
FTSE	Closed	7,548	NA	NA
Nikkei	19,683	19,687	-4	-0.02
Hang Seng	25,702	25,639	62	0.24
Indian Indices	29-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,109	31,028	81	0.26
Nifty 50	9,605	9,595	10	0.10
Nifty 100	9,878	9,884	-6	-0.07
Nifty Bank	23,183	23,362	-179	-0.77
SGX Nifty	9,610	9,560	51	0.53
S&P BSE Power	2,213	2,239	-26	-1.15
S&P BSE Small Cap	14,855	15,086	-231	-1.53
S&P BSE HC	13,217	13,591	-374	-2.75

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
29-May	22.64	1.29	24.31	1.19
Month Ago	22.49	1.37	23.63	1.23
Year Ago	19.61	1.44	22.66	1.32

Nifty 50 Top 3 Gainers

Company	29-May	Prev_Day	% Change [#]
Power Grid	209	202	3.41
Cipla	505	489	3.36
HDFC Ltd.	1599	1548	3.29

Nifty 50 Top 3 Losers

Company	29-May	Prev_Day	% Change [#]
Tech Mahindra	379	429	-11.58
Sun Pharma	503	568	-11.46
Adani Ports & SEZ	328	348	-5.80

Advance Decline Ratio

	BSE	NSE
Advances	843	462
Declines	1820	1224
Unchanged	188	71

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-316	50717
MF Flows**	288	30449

 *29th May 2017; **25th May 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.85% (Apr17)	4.26% (Jan-17)	-1.09% (Apr-16)
IIP	2.70% (Mar-17)	2.60% (Dec-16)	5.50% (Mar-16)
GDP	7.00% (Dec-16)	7.40% (Sep-16)	6.90% (Dec-15)

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

- Most Asian markets closed in the red as the G7 group of wealthy economies failed to clear differences on climate change. North Korea sending another missile off its east coast, disregarding international pressure, also added to the hurt. Losses deepened after opinion polls post the Manchester terrorist attack revealed that the British Prime Minister's lead over the opposition party has come down ahead of the elections on Jun 8, 2017. Today (As on May 30), Asia market moved in a range following subdued trade on Monday as major markets were closed. While Nikkei Average was trading lower 0.44%, Hang Seng was up 0.24% (as at 8.00 a.m IST).
- As per the last close, European market remained subdued and were little changed. Fall in crude oil prices impacted the market. Italian banks fell after a media reported that one of the Italian bank is considering closing branches and lowering costs in a strategy shift. Trading volumes were low amid holidays in the U.K. and the United States.
- As per the last close, U.S. market was closed on the occasion of Memorial Day.

Indian Equity Market

- Indian equity markets slipped into the negative zone in initial trade following disappointing quarterly earnings of a number of major companies. However, markets soon recovered and managed to touch record closing highs on the back of renewed buying interest across different sectors.
- Key benchmark indices S&P BSE Sensex and Nifty 50 rose 0.26% and 0.10% to close at 31,109.28 and 9,604.90, respectively. However, S&P BSE Mid-Cap and S&P BSE Small-Cap slipped 1.03% and 1.53%, respectively.
- The overall market breadth on BSE was weak with 1,820 scrips declining and 843 scrips advancing. A total of 188 scrips remained unchanged.
- On the BSE sectoral front, majority of the indices closed in the red. S&P BSE Realty was the major loser, down 4.39%, followed by S&P BSE Healthcare and S&P BSE IT, which fell 2.75% and 1.27%, respectively. S&P BSE Power and S&P BSE Industrials slipped 1.15% and 1.06%, respectively. Meanwhile, S&P BSE FMCG was the top gainer, up 1.55%, followed by S&P BSE Auto and S&P BSE Energy, which gained 0.30% and 0.20%, respectively.

Domestic News

- Owing to the impact of demonetisation and investment recovery, the World Bank expects India's Gross Domestic Product to grow at a rate of 7.2% in 2017-2018 as against growth rate of 6.8% in 2016-2017. Also, it expects growth rate of 7.7% by 2019-2020.
- According to a domestic rating agency, road engineering, procurement and construction (EPC) companies shall experience a top line growth of 15% in the current financial year owing to the road ministry's efforts to improve the financial health of road construction companies in the country. Also, the agency stated that credit profiles of these EPC companies have improved a lot.
- By imposing cess, the Centre expects to earn as much as Rs. 55,000 crore in the nine-month period beginning Jul 1, 2017, post the roll-out of the Goods and Services Tax. The amount gathered by levying cess on coal as well as luxury items shall be used for compensating states for revenue shortfall after the functioning of the new tax regime.
- In Employees Provident Fund Organisation (EPFO) Central Board of Trustees decided to raise the limit of ETF investments from 10% to 15% of investible deposits. The trustees, in a meeting held in Pune, stated that as a result of this increase it will invest Rs. 20,000 crore in exchange traded funds in FY18.
- Larsen & Toubro Ltd reported consolidated net profit that surpassed market expectations and stood at Rs. 3,180 crore for the quarter ended Mar 31, 2017, up from Rs. 2,482 crore in the prior-year period. The profit growth was attributed to higher revenue from the infrastructure segment. Also, the company announced bonus issue in the ratio 1:2.
- Coal India Ltd. reported consolidated profit that missed market expectations and stood at Rs. 2,716 crore for the quarter ended Mar 31, 2017, down 38% on YoY basis from Rs. 4,398 crore in the prior year period. The decline in profit was mainly due to higher costs. However, coal production grew to 176.37 million tonnes from 165.24 million tonnes in the prior-year period.

FII Derivative Trade Statistics	29-May		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3159.33	2275.10	17309.78
Index Options	42124.01	39677.72	52850.10
Stock Futures	9291.33	9359.44	68213.79
Stock Options	5742.78	5415.13	2656.93
Total	60317.45	56727.39	141030.60

Derivative Statistics- Nifty Options	29-May	Prev_Day	Change
Put Call Ratio (OI)	1.13	1.10	0.03
Put Call Ratio(Vol)	0.94	0.98	-0.04

Debt Watch	29-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.09%	6.05%	6.03%	6.39%
CBLO	6.08%	6.06%	5.44%	5.64%
Repo	6.25%	6.25%	6.25%	6.50%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.27%	6.22%	6.20%	6.78%
364 Day T-Bill	6.44%	6.14%	6.40%	6.90%
10 Year Gilt	6.81%	6.77%	6.96%	7.47%
G-Sec Vol. (Rs.Cr)	20840	42883	37758	34736
1 Month CP Rate	6.50%	6.55%	6.53%	7.73%
3 Month CP Rate	6.69%	6.76%	6.75%	7.98%
5 Year Corp Bond	7.42%	7.42%	7.48%	8.09%
1 Month CD Rate	6.21%	6.29%	6.16%	6.93%
3 Month CD Rate	6.40%	6.43%	6.37%	7.18%
1 Year CD Rate	6.87%	6.84%	6.69%	7.47%

Currency Market	29-May	Prev_Day	Change
USD/INR	64.56	64.59	-0.04
GBP/INR	82.82	83.18	-0.37
EURO/INR	72.14	72.33	-0.20
JPY/INR	0.58	0.58	0.00

Commodity Prices	29-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	Closed	50.76	49.26	49.31
Brent Crude(\$/bl)	51.29	52.99	50.15	49.28
Gold(\$/oz)	1267	1260	1268	1212
Gold(Rs./10 gm)	28846	28673	28887	28802

Source: ICRON Research

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

Derivatives Market

- Nifty Jun 2017 Futures were at 9,605.70, a premium of 0.80 over the spot closing of 9,604.90. Turnover on NSE's Futures and Options segment went up from Rs. 3,60,975.06 crore on May 26 to Rs. 4,26,242.89 crore on May 29.
- The Put-Call ratio stood at 0.87 compared with previous day's close of 0.80.
- The Nifty Put-Call ratio stood at 1.13 compared with previous day's close of 1.10.
- The open interest on Nifty Futures stood at 21.58 million as against previous session's close of 19.95 million.

Indian Debt Market

- Bond yields rose as investors remained cautious ahead of cash management bills auction scheduled on May 30 by the Reserve Bank of India (RBI).
- Yield on the 10-year benchmark paper (6.97% GS 2026) rose 2 bps to close at 6.81% compared with the previous close of 6.79%. During the trading session, bond yields traded in the range of 6.79% and 6.81%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 1,747 crore (gross) on May 29, compared with the gross borrowing of Rs. 1,621 crore on May 26. Sale of securities under RBI reverse repo window stood at Rs. 46,666 crore on May 26.
- Banks borrowed Rs. 40 crore under the central bank's Marginal Standing Facility on May 26, while there was no borrowing on May 25.

Currency Market Update

- The Indian rupee fell against the U.S. dollar following upbeat U.S. gross domestic product data. However, gains in domestic equity market restricted further losses. The rupee fell 0.07% to close at 64.49 per dollar from the previous close of 64.44.
- The euro stood little changed against the U.S. dollar as trade volumes remained thin with financial markets in the U.S. closed on account of Memorial Day holiday. Euro was trading at \$1.1184, up 0.02% from the previous close of \$1.1182.

Commodity Market Update

- Gold prices climbed owing to reduced trade on account of Memorial Day holiday in the U.S..
- Brent crude prices traded lower as major oil producers' agreement to extend production-cut for nine months till Mar 2018 fell short of market's expectations for longer or deeper cuts.

International News

- A report from University of Michigan showed that consumer sentiment in the U.S. came in lower than market expectations and was downwardly revised to 97.1 in May 2017 (preliminary reading was 97.7), only slightly up as compared with the final reading of 97.0 in Apr 2017. One-year inflation expectations slightly grew to 2.6% in May from 2.5% in Apr.
- According to a report by the National Bureau of Statistics, China's industrial profits surged 14% on an annual basis in Apr 2017, which was slower than 23.8% growth in Mar 2017. Industrial profits for the moth stood at CNY 572.78 billion.



Thank you for
your time.