

RELIANCE

MUTUAL
FUND

Markets for You

31 May 2017

Indices Performance

Global Indices	30-May	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,029	Closed	NA	NA
Nasdaq	6,203	Closed	NA	NA
FTSE	7,527	Closed	NA	NA
Nikkei	19,678	19,683	-5	-0.02
Hang Seng	Closed	25,702	NA	NA
Indian Indices	30-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,159	31,109	50	0.16
Nifty 50	9,625	9,605	20	0.20
Nifty 100	9,906	9,878	28	0.29
Nifty Bank	23,307	23,183	125	0.54
SGX Nifty	9,615	9,610	5	0.05
S&P BSE Power	2,209	2,213	-5	-0.20
S&P BSE Small Cap	14,924	14,855	69	0.46
S&P BSE HC	13,518	13,217	301	2.28

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
30-May	22.63	1.29	24.36	1.19
Month Ago	22.49	1.37	23.63	1.23
Year Ago	19.56	1.46	22.69	1.31

Nifty 50 Top 3 Gainers

Company	30-May	Prev_Day	% Change [#]
Aurobindo Pharma	580	512	13.25
Adani Ports & SEZ	340	328	3.83
NTPC	161	157	3.04

Nifty 50 Top 3 Losers

Company	30-May	Prev_Day	% Change [#]
Power Grid	204	209	-2.39
BPCL	739	755	-2.13
Bharti Infratel	372	379	-1.87

Advance Decline Ratio

	BSE	NSE
Advances	1198	768
Declines	1479	894
Unchanged	159	84

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-808	49909
MF Flows**	288	30449

*30th 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

- Asian markets closed on a mixed note over worries of political uncertainties in Europe. Chances of early elections in Italy and concerns of a Greek bailout boosted the safe haven appeal of the yen, which in turn weakened the Japanese market. Thin trading volumes owing to public holidays in Hong Kong, China, and Taiwan further hurt sentiment. Dip in oil prices on sustained worries about oversupply also affected the markets. However, a bunch of positive economic data from Japan capped losses. Today (As on May 31), Asia market mostly trading lower with UK pound dropped ahead of UK election. While Nikkei Average was trading down 0.06%, Hang Seng was up 0.35% (as at 8.00 a.m IST).
- As per the last close, European market fell on dampening risk appetite due to political concerns in Britain, Italy and Greece as well as mounting tensions between North Korea and the West.
- As per the last close, U.S. market mostly fell marginally due to weakness in the energy and banking sectors. Markets was affected after data showed U.S. consumer confidence surprisingly dropped in May 2017, the second consecutive monthly decline.

Indian Equity Market

- Indian equity markets traded higher as Nifty settled above the 9,600-mark for the second session in a row. The growth was triggered by the monsoon's timely arrival at the southern Kerala coast, which increased chances of higher agricultural produce and improved economic growth. However, gains were restricted with investors booking profit.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.16% and 0.20% to close at 31,159.40 and 9,624.55, respectively. However, S&P BSE MidCap and S&P BSE SmallCap climbed 0.83% and 0.46%, respectively.
- On the BSE sectoral front, most indices closed positively. The highest gainer was S&P BSE Healthcare, up 2.28%, trailed by S&P BSE Realty (1.16%), S&P BSE Utilities (0.86%), S&P BSE Basic Materials (0.81%), and S&P BSE Bankex (0.59%). Losers comprised S&P BSE Capital Goods (-1.01%), S&P BSE Telecom and S&P BSE FMCG (-0.98%), and S&P BSE Consumer Durables (-0.86%).

Domestic News

- Market regulator, the Securities and Exchange Board of India, plans to charge a regulatory fee on brokers issuing Participatory Notes (P-Notes). P-Notes are offshore derivatives instrument that allows investors to invest in Indian market without registration. Therefore, charging a regulatory fee will put further restrictions and reduce the use of P-Notes.
- Niti Aayog vice chairman said that the government do not have any near term plans to create a bad bank to resolve the non-performing loans issue. To resolve the issue of bad loans, Niti Aayog has suggested going through private sector Asset Reconstruction Companies (ARCs) instead of bad bank, vice chairman said.
- As per media reports, India has lost market share in exports of readymade garments, gems and jewellery, and agricultural products in last five years, which have previously been its exporting prowess. Cars, diamonds, maize, trousers, make-up and skincare items, handbag, and cotton sweaters are few from the list of 61 products where India has lost market share between 2011 and 2016.
- According to the World Bank, India is one of the fastest growing economies but has the lowest rate of female employment. This case has worsened over the last decade. According to the World Bank, it is a serious concern since only 27% of Indian women are working or actively looking for a job. As per the bank, creating more jobs for women will help India to achieve its double digit growth target.
- Reliance Communications has assured lenders that it will repay Rs. 25,000 crore by Sep 30. The fund is expected to be generated from two business deals.
- Hindalco reported standalone profit of Rs. 505.52 crore for the quarter ended Mar 31, 2017, up 25% on a YoY basis from prior-year period. Revenue from aluminium and copper business grew 9.5% and 48%, respectively, from same quarter last year.
- Mahindra & Mahindra reported consolidated profit of Rs. 874 crore for the quarter ended Mar 31, 2017, up 26.30% on YoY basis. Consolidated gross revenue and other income of the company rose 5.2% YoY to Rs. 12,889 crore.

FII Derivative Trade Statistics	30-May		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2994.34	1786.02	19224.11
Index Options	53717.43	52685.19	54106.13
Stock Futures	8836.82	9135.58	68278.63
Stock Options	6231.90	6189.95	3644.20
Total	71780.49	69796.74	145253.07

Derivative Statistics- Nifty Options			
	30-May	Prev_Day	Change
Put Call Ratio (OI)	1.13	1.13	0.00
Put Call Ratio(Vol)	0.93	0.94	-0.01

Debt Watch				
	30-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.02%	6.06%	6.03%	6.38%
CBLO	6.06%	6.04%	5.44%	6.47%
Repo	6.25%	6.25%	6.25%	6.50%
Reverse Repo	6.00%	6.00%	6.00%	6.00%
91 Day T-Bill	6.26%	6.25%	6.20%	6.82%
364 Day T-Bill	6.43%	6.46%	6.40%	6.82%
10 Year Gilt	6.80%	6.79%	6.96%	7.46%
G-Sec Vol. (Rs.Cr)	20187	63204	37758	32546
1 Month CP Rate	6.50%	6.55%	6.53%	7.74%
3 Month CP Rate	6.70%	6.74%	6.75%	7.98%
5 Year Corp Bond	7.42%	7.42%	7.48%	8.10%
1 Month CD Rate	6.21%	6.28%	6.16%	6.93%
3 Month CD Rate	6.40%	6.42%	6.37%	7.21%
1 Year CD Rate	6.84%	6.87%	6.69%	7.48%

Currency Market			
Currency	30-May	Prev_Day	Change
USD/INR	64.63	64.56	0.08
GBP/INR	82.79	82.82	-0.03
EURO/INR	71.83	72.14	-0.30
JPY/INR	0.58	0.58	0.00

Commodity Prices				
Commodity	30-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	49.58	51.07	49.26	49.31
Brent Crude(\$/bl)	50.29	52.83	50.15	49.28
Gold(\$/oz)	1263	1251	1268	1205
Gold(Rs./10 gm)	28849	28853	28887	28408

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 9,619.85, a discount of 4.70 over the spot closing of 9,624.55. Turnover on NSE's Futures and Options segment went down from Rs. 4,26,242.89 crore on May 29 to Rs. 3,72,242.96 crore on May 30.
- The Put-Call ratio stood at 0.85 compared with previous day's close of 0.87.
- The Nifty Put-Call ratio stood unchanged from the previous day's close of 1.13.
- The open interest on Nifty Futures stood at 21.96 million as against previous session's close of 21.58 million.

Indian Debt Market

- Bond yields inched down as cut-off yield for 77-day Cash Management Bills (CMB) came in line with market expectations, in an auction held earlier during the day. However, no fresh triggers in the market dampened investors' sentiment.
- Yield on the existing 10-year benchmark paper (6.97% GS 2026) dropped 1 bps to close at 6.80% compared with the previous close of 6.81%. During the trading session, bond yields traded in the range of 6.80% and 6.82%.
- Yield on the new 10-year benchmark paper (6.79% GS 2027) dropped 1 bps to close at 6.66% compared with the previous close of 6.67%. During the session, bond yields traded in the range of 6.66% and 6.67%.
- Banks borrowed Rs. 180 crore under the central bank's Marginal Standing Facility on May 29 as against Rs. 40 crore on May 26.

Currency Market Update

- The Indian rupee fell against the U.S. dollar as political uncertainties in Europe spooked market sentiment. The rupee fell 0.26% to close at 64.66 per dollar from the previous close of 64.49.
- The euro rose against the greenback after data showed that France's economy grew at a faster rate in the first quarter than was initially estimated. However, political uncertainties in Europe kept the common bloc currency under pressure. Euro was trading at \$1.1187, up 0.21% from the previous close of \$1.1164.

Commodity Market Update

- Gold prices rose in response to rising political uncertainty in Europe, which boosted the safe haven demand.
- Brent crude prices inched down on concerns of a persistent global supply glut.

International News

- According to a report from the European Commission, eurozone's economic confidence index missed market expectations and surprisingly dropped to 109.2 in May 2017 from a revised index of 109.7 in Apr 2017. The decline from almost a decade high figure reflects weak confidence in services and retail trade. However, the reports signalled a pick-up in growth momentum.
- According to a report from Destatis, import prices in Germany came in below market expectations and grew 6.1% on a YoY basis in Apr 2017, in line with growth experienced in Mar 2017. On a MoM basis, it fell 0.1% and missed market expectations of an increase of 0.1%.



Thank you for
your time.