

RELIANCE

MUTUAL
FUND

Markets for You

07 Aug 2017

Indices Performance

Global Indices	04-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	22,093	22,026	67	0.30
Nasdaq	6,352	6,340	11	0.18
FTSE	7,512	7,475	37	0.49
Nikkei	19,952	20,029	-77	-0.38
Hang Seng	27,563	27,531	32	0.12
Indian Indices	04-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	32,325	32,238	88	0.27
Nifty 50	10,066	10,014	53	0.53
Nifty 100	10,420	10,354	65	0.63
Nifty Bank	24,827	24,675	152	0.62
SGX Nifty	10,115	10,050	65	0.65
S&P BSE Power	2,336	2,318	18	0.77
S&P BSE Small Cap	15,927	15,911	15	0.10
S&P BSE HC	13,878	14,010	-132	-0.94

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
4-Aug	24.29	1.21	25.61	0.96
Month Ago	22.84	1.26	24.47	1.11
Year Ago	20.46	1.41	23.38	1.28

Nifty 50 Top 3 Gainers

Company	04-Aug	Prev_Day	% Change [#]
Indian Oil	419	387	8.24
BPCL	518	490	5.69
Vedanta	289	280	3.18

Nifty 50 Top 3 Losers

Company	04-Aug	Prev_Day	% Change [#]
Dr.Reddy	2240	2324	-3.63
Tata Power	80	83	-2.90
Aurobindo Pharma	725	741	-2.16

Advance Decline Ratio

	BSE	NSE
Advances	1175	831
Declines	1420	850
Unchanged	163	68

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	56	57001
MF Flows**	-25	54599

*4th Aug 2017; **2nd Aug 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	0.90%	5.11%	-0.09%
	(Jun-17)	(Mar-17)	(Jun-16)
IIP	1.70%	0.80%	8.00%
	(May-17)	(Feb-17)	(May-16)
GDP	6.10%	7.00%	9.20%
	(Mar-17)	(Dec-16)	(Mar-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

- Most of the Asian markets closed mixed ahead of the release of the U.S. monthly jobs report due later during the day. Political ambiguities in the U.S., and the services sector's non-manufacturing index dropping to 53.9 in Jul 2017 from 57.4 in Jun 2017, as shown by data from the Institute for Supply Management, also weighed on sentiment. Today (As of Aug 7), markets opened higher on upbeat U.S. nonfarm payroll data. Both Nikkei Average and Hang Seng were up 0.56% and 0.55%, respectively. (as at 8 a.m. IST).
- As per the last close, European market closed higher following better than expected U.S. non-farm payroll data for Jul 2017. Upbeat German factory orders data added to the upside. Meanwhile, series of mixed corporate earnings results were also witnessed.
- As per the last close, U.S markets ended on a positive note on better than anticipated U.S. non-farm payroll data for Jul 2017. Non-farm payroll employment surged 209,000 jobs in Jul better than upwardly revised 231,000 jobs in Jun 2017. Also unemployment edged down and average hourly employee earnings were up 2.5% in Jul 2017.

Indian Equity Market

- The Indian equity market settled in the green after trading on a lower note throughout the session. Higher opening of European stocks helped gains. Meanwhile, India Meteorological Department said that actual cumulative area weighted rainfall for the country till Aug 2, 2017 equaled normal rainfall. Also, the finance minister announced the formation of Bharat-22 ETF, which will comprise shares of 22 companies and help to gear up divestment drive and meet the target for FY18.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.27% and 0.53% to close at 32,325.41 and 10,066.40, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap moved up 0.66% and 0.10%, respectively.
- On the BSE sectoral front, most of the indices closed in the green, barring S&P BSE HC (-0.94%) and S&P BSE Telecom (-0.43%). S&P BSE CD (4.21%) stood as the major gainer followed by S&P BSE Oil & Gas (2.63%) and S&P BSE Metal (2.5%). Healthcare sector fell after facing U.S. regulatory and pricing pressure in different companies.

Domestic News

- According to the agriculture ministry, it received Rs. 16,094.13 crore in the first quarter of the FY18 to implement various schemes which was 53% higher compared to Rs. 10,498.90 crore received by the ministry in the same period last year. The ministry's total budget allocation for the current fiscal year has been increased to Rs. 62,125.02 crore from Rs. 44,721.84 crore in last fiscal year to achieve the goal of doubling farmers' income by 2022.
- The GST Council in a meeting scheduled on Aug 5 is likely to lower tax rate on job works making fabric to garments to 5% and finalise a mechanism to pre-register goods online before they can be transported having a value above Rs. 50,000.
- Government is planning to impose anti-dumping duty on Chinese castings for wind operated power generators to safe the domestic players from below-cost imports and to ensure fair trade and provide a level-playing field to the domestic industry.
- The government is planning to list its four defence Public Sector Units (PSUs) by selling up to 25% stake in each of the four PSUs through an initial public offering (IPO).
- Mahindra & Mahindra reported standalone profit after tax of Rs. 765.96 crore for the quarter ended Jun 30, 2017, down 19.79% YoY from Rs. 954.95 crore in the year-ago period. Quarterly profit fell 20% as sales growth in passenger vehicles slowed ahead of the transition to goods and service tax.
- The government announced that it has disinvested 6.83% paid-up equity in Hindustan Copper Ltd. The disinvestment has been done through an Offer for Sale and is expected to bring in proceeds worth Rs. 400 crore.
- Hindustan Petroleum Company announced that its profit for the quarter ended Jun 30, 2017, fell 56% YoY to Rs. 925 crore or \$145.26 million. Gross refining margins, or profit earned on each barrel of crude processed fell to \$5.86 per barrel from \$6.83 per barrel in the year ago period.

FII Derivative Trade Statistics			
	04-Aug		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1146.30	1515.58	19601.56
Index Options	60646.85	60447.52	70034.80
Stock Futures	7131.29	6940.07	55580.92
Stock Options	6534.21	6392.70	6264.33
Total	75458.65	75295.87	151481.61

Derivative Statistics- Nifty Options			
	04-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.27	1.21	0.06
Put Call Ratio(Vol)	1.01	0.91	0.09

Debt Watch				
	04-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.90%	6.08%	6.04%	6.41%
CBLO	5.24%	6.15%	6.04%	6.41%
Repo	6.00%	6.25%	6.25%	6.50%
Reverse Repo	5.75%	6.00%	6.00%	6.00%
91 Day T-Bill	6.10%	6.12%	6.27%	6.53%
364 Day T-Bill	6.19%	6.22%	6.35%	6.69%
10 Year Gilt	6.44%	6.46%	6.55%	7.17%
G-Sec Vol. (Rs.Cr)	60615	40832	49477	88510
1 Month CP Rate	6.41%	6.44%	6.58%	6.86%
3 Month CP Rate	6.55%	6.53%	6.71%	7.11%
5 Year Corp Bond	7.11%	7.18%	7.35%	7.67%
1 Month CD Rate	6.13%	6.23%	6.31%	6.50%
3 Month CD Rate	6.19%	6.24%	6.37%	6.63%
1 Year CD Rate	6.48%	6.53%	6.70%	7.24%

Currency Market			
Currency	04-Aug	Prev_Day	Change
USD/INR	63.71	63.63	0.08
GBP/INR	83.71	84.16	-0.45
EURO/INR	75.66	75.39	0.27
JPY/INR	0.58	0.58	0.00

Commodity Prices				
Commodity	04-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	49.52	49.67	45.97	41.87
Brent Crude(\$/bl)	52.97	52.04	49.39	40.92
Gold(\$/oz)	1258	1269	1224	1361
Gold(Rs./10 gm)	28554	28443	28149	31182

Source: ICRON Research

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Derivatives Market

- Nifty Aug 2017 Futures were at 10,108.55, a premium of 42.15 points above the spot closing of 10,066.40. The turnover on NSE's Futures and Options segment went down from Rs. 11,07,707.48 crore on Aug 3 to Rs. 4,47,879.00 crore on Aug 4.
- The Put-Call ratio stood at 0.90 against previous session's close of 0.87.
- The Nifty Put-Call ratio stood at 1.27 compared with the previous session's close of 1.21.
- The open interest on Nifty Futures stood at 22.72 million as against previous session's close of 22.99 million.

Indian Debt Market

- Bond yields rose due to fresh supply of debts. Also, investors were cautious ahead of U.S. jobs report for Jul 2017 due on Aug 4.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 1 bps to 6.44% from 6.43% in the previous trading session. During the session, bond yields traded in the range of 6.41% and 6.44%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,310 crore (gross) on Aug 4, down from Rs. 2,165 crore (gross) borrowing on Aug 3. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 11,829 crore on Aug 3.
- Banks borrowed Rs. 775 crore under the central bank's Marginal Standing Facility on Aug 3 as against borrowing of Rs. 2,500 crore on Aug 2.

Currency Market Update

- The Indian rupee rose against the U.S. dollar amid ongoing political worries in the U.S. The greenback also remained under pressure after the U.S. service sector grew at a notably slower rate in Jul 2017.
- The euro weakened against the U.S. dollar after non-farm payroll employment in the U.S. surged more than expected in Jul 2017.

Commodity Market Update

- Gold prices remained steady ahead of the U.S. employment data, scheduled later during the day.
- Brent crude prices slipped amid concerns over rising output from the Organization of the Petroleum Exporting Countries (OPEC).

International News

- Data from the U.S. Labor Department showed that non-farm payroll employment surged by 209,000 jobs in Jul 2017 after spiking by an upwardly revised 231,000 jobs (222,000 jobs originally reported) in Jun 2017. The unemployment rate also edged down to 4.3% in Jul from 4.4% in Jun.
- According to the Labor Department, U.S. initial jobless claims fell to 240,000 for the week ended Jul 29, down 5,000 from the previous week's revised level of 245,000 (originally reported 244,000). Meanwhile, continuing claims grew by 3,000 to 1.968 million for the week ended Jul 22.



Thank you for
your time.