

RELIANCE

MUTUAL
FUND

Markets for You

07 Aug 2018

Indices Performance

Global Indices	06-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,502	25,463	40	0.16
Nasdaq	7,860	7,812	48	0.61
FTSE	7,664	7,659	5	0.06
Nikkei	22,507	22,525	-18	-0.08
Hang Seng	27,820	27,676	143	0.52
Indian Indices	06-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	37,692	37,556	136	0.36
Nifty 50	11,387	11,361	26	0.23
Nifty 100	11,674	11,649	25	0.22
Nifty Bank	27,899	27,696	203	0.73
SGX Nifty	Closed	11,398	NA	NA
S&P BSE Power	1,996	1,992	4	0.23
S&P BSE Small Cap	16,900	16,834	66	0.39
S&P BSE HC	14,614	14,675	-61	-0.42

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
6-Aug	24.12	1.17	28.26	1.18
Month Ago	22.71	1.24	26.62	1.21
Year Ago	24.29	1.21	25.61	0.96

Nifty 50 Top 3 Gainers

Company	06-Aug	Prev_Day	% Change [#]
Axis Bank	597	575	3.84
ICICI Bank	315	305	3.31
SBI	309	299	3.09

Nifty 50 Top 3 Losers

Company	06-Aug	Prev_Day	% Change [#]
GAIL	376	388	-3.05
Dr.Reddy	2234	2281	-2.05
Kotak Bank	1283	1310	-2.04

Advance Decline Ratio

	BSE	NSE
Advances	1591	1056
Declines	1145	793
Unchanged	185	86

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	407	-3299
MF Flows**	117	72502

*6th Aug 2018; **3rd Aug 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	5.00%	4.28%	1.46%
	(Jun-18)	(Mar-18)	(Jun-17)
IIP	3.20%	6.90%	2.90%
	(May-18)	(Feb-18)	(May-17)
GDP	7.70%	7.00%	6.10%
	(Mar-18)	(Dec-17)	(Mar-17)

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 were mixed because intensified trade tensions between the U.S. and China on one hand and weak U.S. jobs data on the other. In retaliation to U.S.' move to hike tariffs on Chinese imports, China heightened its tariff threats against American products. Today (as of Aug 7), Asian markets opened mostly positive following positive close on the Wall Street overnight. Both Nikkei and Hang Seng were trading up 0.38% and 0.58%, respectively (as at 8 a.m. IST).
- As per the last close, European markets remained mixed after moving between gains and losses throughout the session as trade tensions between the U.S. and China intensified along with new Brexit concerns.
- As per the last close, U.S markets closed on positive note after moving in a range during the session. Market showed lack of direction amid a lack of major U.S. economic news following the series of data and events last week.

Indian Equity Market

- Domestic equity markets started the week on a high as benchmark indices touched new peaks getting positive cues from global markets. U.S. market was buoyed by upbeat earnings reports for the second quarter. Telecom and banking stocks were at the forefront of the upsurge.
- Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.36% and 0.23% to close at 37,691.89 and 11,387.10, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap grew 0.26% and 0.39%, respectively.
- The overall market breadth on BSE was strong with 1591 scrips advancing and 1145 scrips declining. A total of 185 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Telecom and S&P BSE Bankex were the major gainers, up 1.11% each. S&P BSE Energy and S&P BSE Metal grew 0.98% and 0.77%, respectively. S&P BSE Finance and S&P BSE Consumer Discretionary Goods and Services grew 0.6% and 0.46%. The major losers were S&P BSE Teck and S&P BSE Industrials, down 0.02% and 0.05%, respectively.

Domestic News

- The Goods and Service Tax (GST) meeting held on Aug 4 decided to initiate a pilot project to boost digital payment in the country. As per the project, the consumers will get cashback of 20% or maximum of Rs. 100 on all UPI and USSD transactions and also transactions done via RuPay card and BHIM app.
- As per the media reports, the government may increase import duty from the level of 5%-10% to 20% on around 300 textile products. This is being done to improve domestic manufacturing and create employment opportunities. Government may also ease foreign direct investment norms for the sector. Products on which imports duties are expected to increase includes some fabrics, garments and man-made fibres.
- Plantation of summer-sown crop has gone down 1.8% as of Aug 3, 2018, according to government data. Crops were sown on 85.456 million hectares as of Aug 3 from the year-ago period. Cotton sowing decreased 4% and rice planting 4.2%.
- The government is going to extend e-visa facility to 165 countries at 25 airports and five seaports to promote tourism. The government has launched the 'Incredible India 2.0' campaign, focusing this time on market-specific promotions than generic ones. A 24x7 toll free multi-lingual tourist helpline is also being planned.
- HDFC Bank has increased fixed deposit rates on various term deposits (ranging from 6 months one day period to a period of five years) by up to 0.6%, after the Reserve Bank of India raised key repo rates by 0.25% in the last week. The revised rate of interest is effective from Aug 6.
- Britannia Industries will launch 50 new products in 2018 to mark 100 years of its operation. The company is aiming at making Good Day the largest selling brand, overtaking Parle G of Parle Products, in the next 2-3 years.
- Paytm Money, the mutual fund arm of digital payments company Paytm, has started beta testing among its employees, according to media reports. Its employees will be able to invest through the app from Aug 6. The app is expected to go live by the end of Aug.

FII Derivative Trade Statistics			
	06-Aug		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2099.84	2580.67	25361.72
Index Options	44192.18	45080.18	55493.57
Stock Futures	10323.07	10342.59	82376.73
Stock Options	5048.77	5132.84	7811.44
Total	61663.86	63136.28	171043.46

Derivative Statistics- Nifty Options			
	06-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.70	1.73	-0.03
Put Call Ratio(Vol)	1.10	1.12	-0.02

Debt Watch				
	06-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.29%	6.19%	6.15%	5.90%
CBLO	6.24%	6.24%	4.99%	5.24%
Repo	6.50%	6.25%	6.25%	6.00%
Reverse Repo	6.25%	6.00%	6.00%	5.75%
91 Day T-Bill	6.76%	6.69%	6.33%	6.10%
364 Day T-Bill	7.23%	6.95%	7.16%	6.19%
10 Year Gilt	7.77%	7.79%	7.87%	6.44%
G-Sec Vol. (Rs.Cr)	18937	22108	17580	60615
FBIL MIBOR	6.45%	6.26%	6.19%	5.95%
3 Month CP Rate	7.55%	7.50%	7.20%	6.55%
5 Year Corp Bond	8.65%	8.66%	8.86%	7.36%
1 Month CD Rate	6.60%	6.81%	6.30%	6.13%
3 Month CD Rate	6.98%	7.25%	7.00%	6.19%
1 Year CD Rate	7.95%	7.99%	8.12%	6.48%

Currency Market			
Currency	06-Aug	Prev_Day	Change
USD/INR	68.68	68.79	-0.11
GBP/INR	89.26	89.52	-0.26
EURO/INR	79.38	79.67	-0.29
JPY/INR	0.62	0.62	0.00

Commodity Prices				
Commodity	06-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	68.96	70.81	73.73	49.52
Brent Crude(\$/bl)	72.15	75.63	74.57	52.97
Gold(\$/oz)	1206	1221	1254	1258
Gold(Rs./10 gm)	29491	29773	30540	28554

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty August 2018 Futures closed at 11,414.25, a premium of 27.15 points, above the spot closing of 11,387.10. The turnover on NSE's Futures and Options segment increased to Rs. 5,38,996.34 on Aug 06 compared with Rs. 4,72,158.52 on Aug 03.
- The Put-Call ratio stood at 1.00 against previous session's close of 0.97.
- The Nifty Put-Call ratio stood at 1.70 compared with the previous session's close of 1.73.
- Open interest on Nifty Futures stood at 27.64 million as against the previous session's close at 27.46 million.

Indian Debt Market

- Bond yields inched up following weakness in the domestic currency. Lack of fresh domestic triggers also weighed on the market sentiment. Market participants also remained on the sidelines ahead of key retail inflation data for Jul 2018 due Aug 13, 2018.
- Yield on the 10-year benchmark paper (7.17% GS 2028) inched up 1 bps to close at 7.77% as against its previous close of 7.76%. During the session, bond yields traded in the range of 7.74% and 7.77%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,416 crore (gross) on Aug 6, compared with Rs. 5,938 crore (gross) borrowed on Aug 3 Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 54,516 crore on Aug 3.
- Banks borrowed Rs. 1,100 crore under the central bank's Marginal Standing Facility on Aug 3. On Aug 2, the central bank borrowed none.

Currency Market Update

- The rupee weakened against the greenback as ongoing trade war tensions between U.S. and China weighed on the market sentiment. However, gains in the domestic equity market restricted further losses. The rupee fell 0.40% to close at 68.88 from the previous close of 68.61.
- The euro fell against the greenback as persisting trade war tensions between U.S. and China weighed on the common bloc currency. Euro was last seen trading at \$1.1544, down of 0.20% relative to the previous close of \$1.567.

Commodity Market Update

- Gold prices edged lower after dollar strengthened on growing possibility of continued rate hikes by the U.S. Federal Reserve.
- Brent crude went up after Saudi Arabia registered an unanticipated drop in crude oil production.

International News

- According to an Institute for Supply Management report, U.S. service sector activity growth slowed more than estimated in Jul 2018. The non-manufacturing index decreased to 55.7 in Jul from 59.1 in Jun 2018. New orders index dropped to 57.0 in Jul from 63.2 in Jun.
- According to the Commerce Department, exports declined and imports increased, widening the U.S. trade deficit in Jun 2018. Trade deficit widened to \$46.3 billion in Jun from a \$43.2 billion in May, which is slightly lower than estimated.
- A Sentix survey showed eurozone confidence among investors bettered to a 3-month high in Aug 2018 amid signs of relief in E.U.-U.S. trade dispute. The investor sentiment index increased to 14.7 in Aug from 12.1 in Jul 2018, the highest score since Jun 2018.

Thank you for
your time.