

RELIANCE

MUTUAL
FUND

Markets for You

08 Aug 2017

Indices Performance

Global Indices	07-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	22,118	22,093	26	0.12
Nasdaq	6,384	6,352	32	0.51
FTSE	7,532	7,512	20	0.27
Nikkei	20,056	19,952	104	0.52
Hang Seng	27,690	27,563	128	0.46
Indian Indices	07-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	32,274	32,325	-52	-0.16
Nifty 50	10,057	10,066	-9	-0.09
Nifty 100	10,434	10,420	14	0.14
Nifty Bank	24,906	24,827	79	0.32
SGX Nifty	10,105	10,115	-10	-0.10
S&P BSE Power	2,342	2,336	5	0.23
S&P BSE Small Cap	16,109	15,927	183	1.15
S&P BSE HC	13,891	13,878	13	0.09

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
7-Aug	24.24	1.21	25.67	0.96
Month Ago	23.06	1.24	24.60	1.10
Year Ago	20.78	1.39	23.74	1.26

Nifty 50 Top 3 Gainers

Company	07-Aug	Prev_Day	% Change [#]
Tata Steel	600	576	4.20
Indian Oil	431	419	2.92
SBI	311	305	1.95

Nifty 50 Top 3 Losers

Company	07-Aug	Prev_Day	% Change [#]
Bharti Infratel	398	407	-2.14
Tata Motors-DVR	250	255	-1.82
NTPC	174	177	-1.64

Advance Decline Ratio

	BSE	NSE
Advances	1550	1041
Declines	1055	655
Unchanged	195	76

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-869	56132
MF Flows**	-25	54599

*7th Aug 2017; **2nd Aug 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	0.90%	5.29%	-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 major indices closed in the green after U.S. non-farm payroll data came better-than-expected in Jul 2017. Economic data in China and Japan improved as China's foreign exchange reserves increased again in Jul and Japan's leading index reached its highest level in more than three years in Jun. Today (As of Aug 8), Asian markets opened on negative note amid slow session as investors remained cautious ahead of release of China July trade data due later in the day. Both Nikkei Average and Hang Seng were down 0.22% and 0.01%, respectively. (as at 8.a.m. IST).
- As per the last close, European market ended on a mixed note. Weaker than expected economic data negatively impacted investor's sentiment. However, gains from basic resources and energy stocks capped the losses.
- As per the last close, U.S markets rose following better than expected corporate results and upbeat monthly jobs report. However, investors remained cautious ahead of reports on consumer price inflation and other economic data in the coming days.

Indian Equity Market

- Indian equity market ended in the red amid absence of fresh triggers and muted earnings results from some corporates. Also, losses in software exporters due to weakness in the dollar against the rupee, which traded at two-year highs dented investors' sentiment. However, downtrend was restricted by foreign fund inflows and positive global signals.
- Key benchmark indices S&P BSE Sensex as well as Nifty 50 fell 0.16% and 0.09% to close at 32,273.67 and 10,057.40, respectively. S&P BSE Small-Cap and S&P BSE Mid-Cap went up 1.15% and 1.06%, respectively.
- The overall market breadth on BSE was strong with 1,550 scrips advancing and 1,055 scrips declining. A total of 195 scrips remained unchanged.
- On the BSE sectoral front, indices closed on a positive note. Among the gainers were S&P BSE Oil & Gas (1.60%), S&P BSE Realty (1.40%), S&P BSE Metal (1.15%), S&P BSE Consumer Durables (0.82%), S&P BSE Energy (0.81%), S&P BSE Basic Materials & Consumer Discretionary Goods & Services (both 0.63%), and S&P BSE Utilities (0.61%).

Domestic News

- According to data from the Securities and Exchange Board of India (SEBI), Indian companies have raised Rs. 4,212 crore during Apr-May of 2017 through issuance of shares on preferential basis. This was down approximately 54% from Rs. 9,148 crore in the year-ago period. The funds were used for business expansion, refinancing of debt, working capital requirements, and other general corporate purposes.
- SEBI has asked rating companies to downgrade rating of any company to 'junk' immediately if it misses its loan repayment. Per the new rule, a company will be downgraded as soon as it defaults repayment even banks follow Reserve Bank of India's asset classification norm that would not term them as non-performing asset before 90 days.
- According to the Indian Ports Association, 12 major ports of the country experienced 4.13% growth in their cargo traffic to 221.95 million tonnes for the period Apr-Jul 2017. The growth was driven by increased demand from sectors like iron ore, petroleum oil and lubricants (POL), and containers. While Iron ore traffic volumes surged 32.28%, volumes of POL grew 10.40%.
- The government announced that the tender process for coal mines being auctioned under 5th round has been terminated in accordance with Clause 3.3.2(b) of the tender document. This was due to weak response from bidders. Post termination, six mines will stand terminated.
- Tata Steel's net profit came in at Rs. 921 crore in the quarter ended Jun 30, as against a loss of Rs. 3,183 crore a year earlier. Total steel deliveries in the first quarter grew 9%, with domestic deliveries accounting for 47% of the total.
- Tata Motors-owned Jaguar Land Rover reported retail sales of 46,074 units for Jul 2017. This corresponds to an increase of 3.6% from the same month in the previous year.

FII Derivative Trade Statistics			
	07-Aug		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	703.58	989.88	20308.81
Index Options	45493.27	44614.15	72353.10
Stock Futures	7531.95	7481.64	56394.42
Stock Options	6285.19	6255.25	6817.21
Total	60013.99	59340.92	155873.54

Derivative Statistics- Nifty Options			
	07-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.25	1.27	-0.02
Put Call Ratio(Vol)	1.13	1.01	0.13

Debt Watch				
	07-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.94%	6.10%	6.09%	6.39%
CBLO	5.97%	6.18%	4.95%	5.73%
Repo	6.00%	6.25%	6.25%	6.50%
Reverse Repo	5.75%	6.00%	6.00%	6.00%
91 Day T-Bill	6.13%	6.12%	6.27%	6.53%
364 Day T-Bill	6.19%	6.22%	6.32%	6.68%
10 Year Gilt	6.46%	6.47%	6.53%	7.17%
G-Sec Vol. (Rs.Cr)	26304	36804	53756	104867
1 Month CP Rate	6.41%	6.45%	6.55%	6.84%
3 Month CP Rate	6.57%	6.60%	6.67%	7.09%
5 Year Corp Bond	7.08%	7.15%	7.30%	7.67%
1 Month CD Rate	6.14%	6.22%	6.28%	6.48%
3 Month CD Rate	6.18%	6.21%	6.35%	6.65%
1 Year CD Rate	6.48%	6.52%	6.66%	7.24%

Currency Market			
Currency	07-Aug	Prev_Day	Change
USD/INR	63.74	63.71	0.03
GBP/INR	83.16	83.71	-0.55
EURO/INR	75.10	75.66	-0.56
JPY/INR	0.58	0.58	0.00

Commodity Prices				
Commodity	07-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	49.32	50.16	44.20	41.78
Brent Crude(\$/bl)	51.91	52.18	46.71	42.06
Gold(\$/oz)	1257	1269	1213	1335
Gold(Rs./10 gm)	28554	28513	28009	31285

Source: ICRON Research

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Derivatives Market

- Nifty Aug 2017 Futures were at 10,091.75, a premium of 34.35 points above the spot closing of 10,057.40. The turnover on NSE's Futures and Options segment went down from Rs. 4,47,879.00 crore on Aug 4 to Rs. 2,98,101.06 crore on Aug 7.
- The Put-Call ratio stood at 0.98 against previous session's close of 0.90.
- The Nifty Put-Call ratio stood at 1.25 compared with the previous session's close of 1.27.
- The open interest on Nifty Futures stood at 22.97 million as against previous session's close of 22.72 million.

Indian Debt Market

- Bond yields rose following rise in the U.S. Treasury yields after U.S. jobs data for Jul 2017 came better than market expectations. Market participants also remained on the sidelines ahead of the weekly debt auction due later in the week. Lack of any major positive triggers also weighed on market's sentiment.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 2 bps to 6.46% from 6.44% in the previous trading session.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 8,040 crore (gross) on Aug 7, higher than Rs. 3,310 crore (gross) borrowing on Aug 4. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 25,727 crore on Aug 4.
- Banks borrowed Rs. 2,215 crore under the central bank's Marginal Standing Facility on Aug 4 as against borrowing of Rs. 775 crore on Aug 3.

Currency Market Update

- The Indian rupee weakened against the U.S. dollar after U.S. jobs data for Jul 2017 came better than market expectations. The rupee fell 0.34% to close at 63.80 per dollar from the previous close of 63.58.
- The euro strengthened against the U.S. dollar as market participants remained on the sidelines ahead of U.S. producer price inflation data and consumer price inflation data for Jul 2017 due to be released later in the week. Euro was trading at \$1.1789, up 0.18% compared with the previous close of \$1.1768.

Commodity Market Update

- Gold prices traded marginally lower amid cautious stance ahead of the U.S. inflation data for Jul 2017.
- Brent crude prices traded lower ahead of the meeting between the OPEC and non-OPEC members to discuss ways to boost compliance with the deal on production cut.

International News

- According to Sentix, euro zone's investor confidence index fell to 27.7 in Aug 2017 from 28.3 in Jul 2017, thereby marking a three-month low. Germany's investor confidence index fell to 33.2 in Aug from 37.5 in Jul. This marked the lowest score since Feb 2017.
- According to preliminary data from the Cabinet Office, Japan's leading index that measures future economic activity surpassed market expectations and grew to 106.3 in Jun 2017 from 104.7 in May 2017. Meanwhile, coincident index that reflects the current economic activity came in line with market expectations and grew to 117.2 in Jun, up from 115.8 in May. Both indexes marked their highest score since Mar 2014.

Thank you for
your time.