

RELIANCE

MUTUAL
FUND

Markets for You

09 Aug 2017

Indices Performance

Global Indices	08-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	22,085	22,118	-33	-0.15
Nasdaq	6,370	6,384	-13	-0.21
FTSE	7,543	7,532	11	0.14
Nikkei	19,996	20,056	-60	-0.30
Hang Seng	27,855	27,690	165	0.59
Indian Indices	08-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	32,014	32,274	-259	-0.80
Nifty 50	9,979	10,057	-79	-0.78
Nifty 100	10,345	10,434	-89	-0.86
Nifty Bank	24,600	24,906	-307	-1.23
SGX Nifty	10,008	10,105	-97	-0.96
S&P BSE Power	2,298	2,342	-44	-1.88
S&P BSE Small Cap	15,904	16,109	-205	-1.27
S&P BSE HC	13,706	13,891	-184	-1.32

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
8-Aug	24.05	1.22	25.50	0.97
Month Ago	23.06	1.24	24.60	1.10
Year Ago	20.85	1.39	23.82	1.26

Nifty 50 Top 3 Gainers

Company	08-Aug	Prev_Day	% Change [#]
Vedanta Limited	298	288	3.48
Hindalco	235	228	3.18
Tata Steel	616	600	2.73

Nifty 50 Top 3 Losers

Company	08-Aug	Prev_Day	% Change [#]
Dr.Reddy	2096	2207	-5.04
BPCL	505	528	-4.29
Indian Oil	413	431	-4.16

Advance Decline Ratio

	BSE	NSE
Advances	566	344
Declines	2020	1355
Unchanged	121	35

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-166	55966
MF Flows**	-25	54599

*8th Aug 2017; **2nd Aug 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	0.90% (Jun-17)	5.29% (Mar-17)	-0.09% (Jun-16)
IIP	1.70% (May-17)	0.80% (Feb-17)	8.00% (May-16)
GDP	6.10% (Mar-17)	7.00% (Dec-16)	9.20% (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 red on stronger yen and lower-than-expected Chinese trade data. Meanwhile, Japan's current account surplus expanded in the Jan-Jun period of 2017 to the highest level since 2007. Today (As of Aug 9), Asian markets opened on negative note amid remarks by U.S. President that added to concerns about rising tensions between the U.S. and North Korea. Both Nikkei Average and Hang Seng were down 1.28% and 0.50%, respectively (as at 8.a.m. IST).
- As per the last close, European market ended in green following positive opening on the Wall Street overnight. However, disappointing trade data from both China and Germany and mixed second quarter earnings results, restricted most of the gains.
- As per the last close, U.S markets ended on negative note amid remarks by U.S. President that added to concerns about rising tensions between the U.S. and North Korea. Also, investors remained cautious ahead of reports on consumer price inflation and other economic data in the coming days.

Indian Equity Market

- Indian equity markets slumped soon after commencing the trading session. Buying interest was affected after the Securities and Exchange Board of India (SEBI) directed stock exchanges to impose trading restrictions on 331 listed entities, suspected to be used as medium for various financial manipulations or kept dormant for future use in some other capacity. The capital market regulator also restrained trading in shares held by the promoters and directors of such companies. Weak Asian cues further dented investor sentiment following weak Chinese trade data for Jul 2017.
- S&P BSE Sensex and Nifty 50 fell 0.80% and 0.78% to close at 32,014.19 and 9,978.55, respectively. Moreover, S&P BSE Mid-Cap and S&P BSE Small-Cap fell 1.20% and 1.27%, respectively.
- On the BSE sectoral front, barring S&P BSE Metal and S&P BSE Basic Materials, all the indices closed in the red. S&P BSE Realty was the major loser, down 4.53%, followed by S&P BSE Oil & Gas and S&P BSE Power, which slipped 2.16% and 1.88%, respectively.

Domestic News

- The Securities and Exchange Board of India (SEBI) has asked Bombay Stock Exchange, National Stock Exchange, and the Metropolitan Stock Exchange, to initiate action against 331 suspected shell companies that are listed and these scrips will not be available for trade in Aug 2017. With immediate effect, bourses have been asked by the market regulator to keep 331 shares in stage four of the Graded Surveillance Mechanism. These 331 listed companies that were shared by corporate affairs ministry could even face compulsory delisting.
- According to the Central Board of Direct Taxes, returns filed by individuals stood at 2.79 crore as August 5, up 25.3% YoY from 2.23 in the corresponding period of 2016-2017. The increase reflects that substantial number of new taxpayers has been brought into the tax net subsequent to demonetisation.
- SEBI is planning to extend the trading hours for the derivatives market. Accordingly, trading in index futures could be kept open even after the close of cash market. The move will help investors with a tool to price in news flow that comes after market hours. SEBI has undertaken a review of the equity derivatives market and floated a discussion paper on this last month.
- Per media reports, Goods and Service Tax (GST) Council could lower the rates on over two dozen products of daily use, ranging from idli-dosa batter to kitchen gas lighter, after anomalies in their fixations were pointed out.
- Bharti Airtel has sold 6.7 crore shares worth Rs. 2,570 crore of its subsidiary Bharti Infratel. Bharti Airtel will mainly use the proceeds from this sale to reduce its debt.
- Future Retail's standalone net profit came in at Rs. 147.85 crore in the quarter ended Jun 30, as against profit of Rs. 70.55 crore a year earlier. The increase in profit was driven by higher income which grew 18.12% to Rs. 4,707.44 crore as against Rs. 3,985.22 crore in the year ago period.

FII Derivative Trade Statistics		08-Aug		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	523.63	1296.33	20560.05	
Index Options	25230.01	25120.60	74168.95	
Stock Futures	6248.73	6625.05	56816.96	
Stock Options	5777.89	5671.42	7531.32	
Total	37780.26	38713.40	159077.28	

Derivative Statistics- Nifty Options			
	08-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.15	1.25	-0.10
Put Call Ratio(Vol)	1.03	1.13	-0.11

Debt Watch				
	08-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.90%	6.11%	6.09%	6.45%
CBLO	6.01%	6.19%	4.95%	6.49%
Repo	6.00%	6.25%	6.25%	6.50%
Reverse Repo	5.75%	6.00%	6.00%	6.00%
91 Day T-Bill	6.12%	6.11%	6.27%	6.53%
364 Day T-Bill	6.18%	6.22%	6.32%	6.65%
10 Year Gilt	6.46%	6.44%	6.53%	7.17%
G-Sec Vol. (Rs.Cr)	25276	61724	53756	73202
1 Month CP Rate	6.41%	6.46%	6.55%	6.86%
3 Month CP Rate	6.59%	6.59%	6.67%	7.11%
5 Year Corp Bond	7.09%	7.16%	7.30%	7.63%
1 Month CD Rate	6.13%	6.23%	6.28%	6.51%
3 Month CD Rate	6.19%	6.21%	6.35%	6.65%
1 Year CD Rate	6.49%	6.53%	6.66%	7.25%

Currency Market			
Currency	08-Aug	Prev_Day	Change
USD/INR	63.74	63.74	0.00
GBP/INR	83.15	83.16	-0.01
EURO/INR	75.29	75.10	0.19
JPY/INR	0.58	0.58	0.00

Commodity Prices				
Commodity	08-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	49.02	49.14	44.20	43.01
Brent Crude(\$/bl)	52.54	51.04	46.71	42.83
Gold(\$/oz)	1260	1269	1213	1335
Gold(Rs./10 gm)	28447	28544	28009	30876

Source: ICRON Research

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Derivatives Market

- Nifty Aug 2017 Futures were at 9,999.45, a premium of 20.90 points above the spot closing of 9,978.55. The turnover on NSE's Futures and Options segment went up from Rs. 2,98,101.06 crore on Aug 7 to Rs. 7,25,969.57 crore on Aug 8.
- The Put-Call ratio stood at 0.92 against previous session's close of 0.98.
- The Nifty Put-Call ratio stood at 1.15 compared with the previous session's close of 1.25.
- The open interest on Nifty Futures stood at 24.36 million as against previous session's close of 22.97 million.

Indian Debt Market

- Bond yields stood unchanged as investors remained on the sidelines due to lack of major triggers in the bond market.
- Yield on the 10-year benchmark paper (6.79% GS 2027) stood steady at 6.46%. During the session, bond yields traded in the range of 6.45% and 6.46%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 8,620 crore (gross) on Aug 8, higher than Rs. 8,040 crore (gross) borrowing on Aug 7. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 2,792 crore on Aug 7.
- Banks borrowed Rs. 830 crore under the central bank's Marginal Standing Facility on Aug 7 as against borrowing of Rs. 2,215 crore on Aug 4.

Currency Market Update

- The Indian rupee strengthened against the U.S. dollar as some U.S. Fed officials favoured holding rates at current levels amid signs of soft inflation in the U.S., hurting demand for the greenback. The rupee fell 0.27% to close at 63.63 per dollar from the previous close of 63.80.
- The euro strengthened against the U.S. dollar as the latter remained muted due to lack of any trigger. Euro was trading at \$1.1811, up 0.15% compared with the previous close of \$1.1793.

Commodity Market Update

- Gold prices climbed as investors awaited the monthly U.S. inflation indicators due later in the week.
- Brent crude prices gained as investors awaited the result of a meeting of certain OPEC and non-OPEC countries' officials.

International News

- A report from the U.S. Federal Reserve showed that consumer credit for Jun 2017 came in less than expected and grew \$12.4 billion after a gain of \$18.3 billion in May 2017. Meanwhile, non-revolving credit such as student loans and car loans surged \$8.2 billion in Jun after increasing \$11.5 billion in May.
- A report from the Cabinet Office showed that Japan's current index of Economy Watchers' survey came in lower than expected and fell to 49.7 in Jul 2017 from 50.0 in Jun 2017. The outlook index also declined to 50.3 in Jul from 50.5 in Jun.

Thank you for
your time.