

Indices Performance

Global Indices	09-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,533	18,529	4	0.02
Nasdaq	5,225	5,213	12	0.24
FTSE	6,851	6,809	42	0.62
Nikkei	16,765	16,651	114	0.69
Hang Seng	22,466	22,495	-29	-0.13
Indian Indices	09-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	28,085	28,183	-97	-0.35
Nifty 50	8,678	8,711	-33	-0.38
Nifty 100	8,884	8,921	-37	-0.42
Nifty Bank	18,933	18,939	-6	-0.03
SGX Nifty	8,711	8,735	-24	-0.27
S&P BSE Power	2,077	2,082	-4	-0.20
S&P BSE Small Cap	12,338	12,394	-56	-0.45
S&P BSE HC	16,215	16,331	-116	-0.71

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
9-Aug	20.75	1.39	23.73	1.26
Month Ago	19.77	1.44	22.85	1.25
Year Ago	22.59	1.29	23.61	1.40

Nifty 50 Top 3 Gainers

Company	09-Aug	Prev_Day	% Change [#]
Tata Power	75	73	3.64
Zee Entertainment	512	500	2.38
Coal India	337	332	1.57

Nifty 50 Top 3 Losers

Company	09-Aug	Prev_Day	% Change [#]
Idea Cellular	97	103	-5.77
Lupin	1607	1693	-5.08
Ambuja Cem	271	277	-2.17

Advance Decline Ratio

	BSE	NSE
Advances	1161	611
Declines	1588	987
Unchanged	138	67

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1172	35729
MF Flows**	400	10033

*9th Aug 2016; **5th Aug 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	1.20% (Jun-16)	-0.45% (Mar-16)	-2.13% (Jun-15)
IIP	1.20% (May-16)	1.90% (Feb-16)	2.0% (May-15)
GDP	7.90 (Mar-16)	7.20 (Dec-15)	6.70 (Mar -15)

Global Indices

- Most of the Asian markets closed in the positive terrain as lower inflation figures in China raised hopes for more monetary stimulus measures. China's consumer inflation rose 1.8% YoY in Jul, down from 1.9% in Jun. Today (As on Aug 10), Asian market opened mixed as investors awaited Chinese data and decrease in crude oil prices. Nikkei Average traded down 0.38% and Hang Seng traded up 0.56% (as at 8.00 a.m IST).
- As per the last close, European market closed in green following better than expected financial results reported by some of the corporate. BoE member's speech which hinted on further rate cuts and expansion of the quantitative easing by the central bank added to the gains. Also, the decision of OPEC members to hold informal talks at an energy conference in Sep 2016 to limit production boosted the energy sector.
- As per the last close, the U.S. market closed slightly higher after decrease in crude oil prices. Investors preferred to remain on sidelines as they were waiting for U.S. retail sales and producer prices data due on Aug 12.

Indian Equity Market

- Indian equity market slipped following the outcome of the Reserve Bank of India's latest policy meeting. Although the central bank's decision to maintain status quo on its key interest rates came in line with market expectation, the risk of higher retail inflation, as mentioned in the policy statement, owing to sharper than anticipated increase in food prices weighed on investor sentiment. Market participants are now shifting their focus to the corporate earnings numbers.
- Key benchmark indices S&P BSE Sensex and Nifty 50 slipped 0.35% and 0.38% to close at 28,085.16 points and 8,678.25 points, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap went down 0.35% and 0.45%, respectively.
- The overall market breadth on BSE was weak with 1,588 scrips declining and 1,161 scrips advancing. A total of 138 scrips remained unchanged.
- On the BSE sectoral front, barring S&P BSE Consumer Durables, all the indices closed in the red. S&P BSE Telecom was the major laggard, down 1.15%, followed by S&P BSE Oil & Gas and S&P BSE Basic Materials, which slipped 0.88% and 0.82%, respectively.

Domestic News

- The Reserve Bank of India (RBI), in its third bi-monthly monetary policy meeting, maintained status quo on policy rates. Thus, repo and reverse repo rate were unchanged at 6.5% and 6% but maintained its accommodative stance going forward. However, RBI said the recent rise in consumer inflation, which was higher than expected, has pushed up the estimated growth rate of inflation for the rest of the year. Nonetheless, Governor has retained its inflation target of 5% for FY17, notwithstanding unforeseen eventualities.
- RBI maintained its gross value added growth forecast at 7.6% for FY17. The apex bank said that currently the risk is evenly balanced out. Negative impact of slower global growth is expected to get offset by positive impact from agricultural growth and rural demand following normal monsoon as well as consumption growth emanating from the 7th Pay Commission's recommendation.
- According to the finance minister, the tax rate under the GST regime will be kept at minimum workable rate. He has further mentioned that the GST will bring in an efficient system and help bring down the tax rates gradually. The Chief Economic Advisor had suggested a band of 16.9-18.9% for fixing GST rate.
- As per a global rating agency, India's food inflation will remain moderate in the near term helped by larger than average monsoon rainfall. This will help keep the consumer inflation index within or close to RBI's target of 5% in FY17.
- Healthcare major Lupin 's consolidated profit for the Apr-Jun quarter increased sharply by 55% YoY to Rs. 882 crore, which can be attributed to business growth in the U.S. and Japan.
- Dr. Reddy's Laboratories Ltd. has completed acquisition of eight Abbreviated New Drug Applications (ANDAs) in the U.S. from Teva Pharmaceutical Industries Ltd. and an affiliate of Allergan plc.

FII Derivative Trade Statistics	09-Aug		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1456.73	1052.24	22082.40
Index Options	21400.59	20562.48	61394.14
Stock Futures	5639.31	6251.76	56860.85
Stock Options	3547.51	3531.35	5013.43
Total	32044.14	31397.83	145350.82

Derivative Statistics- Nifty Options			
	09-Aug	Prev_Day	Change
Put Call Ratio (OI)	0.99	1.00	-0.02
Put Call Ratio(Vol)	1.01	1.12	-0.10

Debt Watch				
	09-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.48%	6.38%	6.44%	7.12%
CBLO	6.60%	6.36%	5.75%	6.78%
Repo	6.50%	6.50%	6.50%	7.25%
Reverse Repo	6.00%	6.00%	6.00%	6.25%
91 Day T-Bill	6.54%	6.51%	6.55%	7.40%
364 Day T-Bill	6.65%	6.64%	6.82%	7.55%
10 Year Gilt	7.12%	7.17%	7.38%	7.81%
G-Sec Vol. (Rs.Cr)	150065	73536	97993	26185
1 Month CP Rate	6.85%	6.95%	7.50%	7.49%
3 Month CP Rate	7.06%	7.21%	7.77%	7.80%
5 Year Corp Bond	7.59%	7.62%	8.01%	8.44%
1 Month CD Rate	6.48%	6.50%	6.47%	7.30%
3 Month CD Rate	6.65%	6.63%	6.73%	7.49%
1 Year CD Rate	7.25%	7.24%	7.37%	7.89%

Currency Market			
Currency	09-Aug	Prev_Day	Change
USD/INR	66.84	66.84	0.00
GBP/INR	86.99	87.28	-0.28
EURO/INR	74.18	74.06	0.11
JPY/INR	0.65	0.65	0.00

Commodity Prices				
Commodity	09-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	42.78	39.50	45.37	43.87
Brent Crude(\$/bl)	42.97	39.60	43.88	47.74
Gold(\$/oz)	1340	1363	1366	1094
Gold(Rs./10 gm)	30895	31283	31204	24668

Source: ICRON Research

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Derivatives Market

- Nifty Aug 2016 Futures were at 8,702.55 points, a premium of 24.30 points, over the spot closing of 8,678.25 points. The turnover on NSE's Futures and Options segment went up from Rs. 1,94,725.64 crore on Aug 8 to Rs. 3,04,272.89 crore on Aug 9.
- The Put-Call ratio stood at 0.88, compared with the previous session's close of 0.92.
- The Nifty Put-Call stood at 0.99, compared with the previous session's close of 1.00.
- The open interest on Nifty Futures stood at 27.54 million, compared with the previous session's close of 27.53 million.

Indian Debt Market

- Bond yields fell after the Reserve Bank of India (RBI) announced Open Market Operation (OMO) of notes to manage liquidity in the system. Meanwhile, RBI kept the key interest rate unchanged at 6.50% in its third Bi-monthly monetary policy meeting, as per expectations.
- Yield on 10-year benchmark bond (7.59% GS 2026) declined 5 bps to stand at 7.12% compared with the previous close of 7.17%. During the session, bond yields moved in the region of 7.11% to 7.19%.
- On the basis of current assessment of prevailing and evolving liquidity conditions, RBI announced to conduct the OMO of five dated securities, namely, 8.12% GS 2020, 8.83% GS 2023, 8.33% GS 2026, 7.95% GS 2032, and 8.33% GS 2036 for aggregate amount of Rs. 10,000 crore on Aug 11.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 10,121 crore (gross), compared with gross borrowing of Rs. 9,097 crore on Aug 8.

Currency Market Update

- The Indian rupee fell initially against the U.S. dollar following demand for the greenback from importers and weak domestic equity market. However, losses were reversed at the end due to dollar sales by exporters. The rupee was steady at 66.84 per dollar compared with the previous close.
- Euro was marginally lower as the greenback continued to get support from the upbeat jobs data for Jul, which ignited hopes of an interest rate hike in the U.S. during the year. Euro was trading at \$1.1077 compared with the previous week close of \$1.1090.

Commodity Market Update

- Gold prices fell to a one-week low amid concerns of a U.S. interest rate hike by the end of this year.
- Brent crude prices gained on expectations of a fall in the U.S. inventories. Sentiment improved further after OPEC said the market is moving towards rebalancing and any drop in prices would be temporary.

International News

- The National Bureau of Statistics report showed that inflation in China dropped to 1.8% YoY in Jul 2016 from 1.9% in Jun 2016, whereas, consumer prices improved 0.2% MoM as against a 0.1% fall registered in Jun. Food inflation also declined to 3.3% YoY in Jul from 4.6%, while non-food inflation rose to 1.4% from 1.2% in Jun.
- Data from the Office for National Statistics showed that U.K. industrial production moved up 0.1% MoM in Jun 2016 compared with 0.6% fall registered in May 2016. On QoQ basis, industrial production improved 2.1%, while, on yearly basis it increased 1.6%.