

RELIANCE

MUTUAL
FUND

Markets for You

16 Aug 2017

Indices Performance

Global Indices	15-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,999	21,858	141	0.64
Nasdaq	6,333	6,257	76	1.22
FTSE	7,384	7,310	74	1.01
Nikkei	19,753	19,537	216	1.11
Hang Seng	27,175	27,250	-75	-0.28
Indian Indices	14-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,449	31,214	235	0.75
Nifty 50	9,794	9,711	83	0.86
Nifty 100	10,144	10,037	107	1.07
Nifty Bank	24,116	23,986	130	0.54
SGX Nifty	9,830	9,739	92	0.94
S&P BSE Power	2,266	2,211	55	2.50
S&P BSE Small Cap	15,409	15,036	373	2.48
S&P BSE HC	13,091	12,808	283	2.21

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
14-Aug	23.48	1.24	25.02	0.98
Month Ago	23.47	1.22	25.42	1.08
Year Ago	20.70	1.39	23.71	1.24

Nifty 50 Top 3 Gainers

Company	14-Aug	Prev_Day	% Change [#]
Cipla	570	541	5.29
Sun Pharma	472	450	4.84
Tata Steel	624	597	4.52

Nifty 50 Top 3 Losers

Company	14-Aug	Prev_Day	% Change [#]
Bosch	22138	22623	-2.14
Bharti Airtel	409	415	-1.45
HCL Tech	860	872	-1.40

Advance Decline Ratio

	BSE	NSE
Advances	1874	1379
Declines	695	338
Unchanged	157	49

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1829	54622
MF Flows**	-38	57407

*14th Aug 2017; **10th Aug 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	1.88% (Jul-17)	3.85% (Apr-17)	0.63% (Jul-16)
IIP	-0.10% (Jun-17)	4.10% (Mar-17)	8.00% (Jun-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

- Asian markets broadly closed in the green as the geopolitical tensions between the U.S. and North Korea continued to ease after both the nations indicated a willingness to avert a deepening crisis over North Korea's nuclear program. Japanese markets rose after data showed that the nation's industrial production rebounded more than initially estimated in Jun 2017. Today (As of Aug 16), Asian markets opened on mixed note. Strong corporate earnings and rise in crude oil prices boosted investor's sentiments. However, investors were still keeping eye on the receding geopolitical tensions. While Nikkei Average was down 0.03%, Hang Seng was up 0.44% (as at 8.a.m. IST).
- As per the last close, European market ended on a positive note amid easing tensions between the U.S. and North Korea and steady oil prices after sharp overnight falls.
- As per the last close, U.S markets ended on a slightly lower note owing to sharp fall in U.S. retail stocks. However, better than expected U.S. retail sales and rebound in import prices in Jul and easing tensions between the U.S. and North Korea supported the indices.

Indian Equity Market

- Indian equity market ended in the green amid slight ease in tensions between North Korea and the U.S. Also, weak U.S. inflation data lowered the prospects of rate hike in 2017, thereby improving investors' sentiment. Meanwhile, Wholesale Price Index surged for the month of Jul 2017. Also, investors awaited for the Consumer Price Index based inflation data later in the day.
- Key benchmark indices S&P BSE Sensex as well as Nifty 50 grew 0.75% and 0.86% to close at 31,449.03 and 9,794.15, respectively. S&P BSE Small-Cap and S&P BSE Mid-Cap went up 2.48% and 2.49%, respectively.
- On the BSE sectoral front, indices closed on a positive note. Among the gainers were S&P BSE Realty (5.95%), S&P BSE Metal (3.53%), S&P BSE Basic Materials (2.82%), S&P BSE Consumer Durables (2.53%), S&P BSE Power (2.50%), S&P BSE Utilities (2.28%), and S&P BSE Healthcare (2.21%). Meanwhile, the losers comprised S&P BSE Information Technology, down 0.56%, trailed by S&P BSE Teck (-0.40%).

Domestic News

- Government data showed that retail inflation grew 2.36% in Jul 2017 from 1.46% in the previous month. Retail inflation in the same month of the previous year stood at 6.07%. The consumer food price index (CFPI) also contracted 0.29% in Jul compared with a contraction of 2.12% in the previous month and an expansion of 8.35% in the same month of the previous year.
- Government data showed that Wholesale Price Index (WPI) based inflation grew 1.88% in Jul 2017 from 0.90% in the previous month and 0.63% in the same month of the previous year.
- Government data showed that India's trade deficit expanded to \$11.45 billion in Jul 2017 from \$7.76 billion in the same month of the previous year. Imports grew 15.42% YoY to \$33.99 billion in Jul 2017 from \$29.45 billion in the Jul 2016 while exports grew 3.94% YoY to \$22.54 billion in Jul from \$21.69 billion in the same month of the previous year. Imports grew as gold imports increased 95% to \$2.10 billion in Jul from \$1.07 billion in the same month of the previous year. Oil imports also grew 15.02% to \$7.84 billion in Jul from \$6.82 billion in the same month last fiscal.
- Tata Power reported a net profit of Rs. 163.78 crore for the quarter ended Jun 30, 2017, which more than doubled from the year-ago figure of Rs. 72.49 crore. The increase in net profit reflected improved performance of its associates and joint ventures. The company's total income grew 3% YoY to Rs. 6,999.9 crore.
- IDBI Bank posted net loss of Rs. 853 crore as against a profit of Rs. 241.10 crore in the year-ago period. This marked the third quarterly loss in a row. The downside reflects higher provisioning against bad loans.
- State Bank of India has cut down its staff headcount by 6,622 in the first quarter of FY18 to 2.73 lakh from 2.80 lakh. This was due to retirements and a voluntary retirement scheme. Driven by the merger of its associate banks and also due to digitisation, the bank is planning to redeploy more than 10,000 employees.

FII Derivative Trade Statistics		14-Aug	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2347.05	3754.63	24306.45
Index Options	68353.32	67824.40	84284.35
Stock Futures	12192.61	12280.77	54950.01
Stock Options	11549.91	11689.76	9498.25
Total	94442.89	95549.56	173039.06

Derivative Statistics- Nifty Options			
	14-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.12	1.06	0.06
Put Call Ratio(Vol)	1.11	1.02	0.09

Debt Watch				
	14-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.86%	5.94%	6.09%	6.43%
CBLO	5.93%	5.97%	6.16%	6.42%
Repo	6.00%	6.00%	6.25%	6.50%
Reverse Repo	5.75%	5.75%	6.00%	6.00%
91 Day T-Bill	6.10%	6.13%	6.15%	6.54%
364 Day T-Bill	6.24%	6.19%	6.28%	6.67%
10 Year Gilt	6.52%	6.46%	6.46%	7.10%
G-Sec Vol. (Rs.Cr)	28910	26304	47498	68126
1 Month CP Rate	6.39%	6.41%	6.48%	6.85%
3 Month CP Rate	6.55%	6.57%	6.59%	7.04%
5 Year Corp Bond	7.10%	7.08%	7.21%	7.53%
1 Month CD Rate	6.12%	6.14%	6.26%	6.51%
3 Month CD Rate	6.19%	6.18%	6.31%	6.64%
1 Year CD Rate	6.47%	6.48%	6.62%	7.23%

Currency Market			
Currency	14-Aug	Prev_Day	Change
USD/INR	64.03	64.17	-0.14
GBP/INR	83.28	83.27	0.01
EURO/INR	75.70	75.46	0.25
JPY/INR	0.58	0.59	0.00

Commodity Prices				
Commodity	15-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	47.52	49.02	46.48	44.42
Brent Crude(\$/bl)	49.79	52.54	47.98	44.66
Gold(\$/oz)	1271	1260	1229	1336
Gold(Rs./10 gm)*	28901	28554	27850	31018

Source: ICRON Research * As on 14th Aug 2017

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Derivatives Market

- Nifty Aug 2017 Futures were at 9,815.6, a premium of 21.45 points above the spot closing of 9,794.15. The turnover on NSE's Futures and Options segment went down from Rs. 5,71,218.61 crore on Aug 11 to Rs. 3,68,608.31 crore on Aug 14.
- The Put-Call ratio stood at 0.95 against previous session's close of 0.85.
- The Nifty Put-Call ratio stood at 1.12 compared with the previous session's close of 1.06.
- The open interest on Nifty Futures stood at 24.35 million as against previous session's close of 24.81 million.

Indian Debt Market

- Bond yields rose on concerns over increase in retail price inflation in Jul 2017 from the previous month that may hurt the chances of monetary easing by the Reserve Bank of India in the next policy meet.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 2 bps to 6.52% from 6.50% in the previous trading session. During the session, bond yields traded in the range of 6.49% and 6.52%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,620 crore (gross) on Aug 14, lower than Rs. 2,280 crore (gross) borrowing on Aug 11. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 11,518 crore on Aug 11.
- Banks borrowed Rs. 1,030 crore under the central bank's Marginal Standing Facility on Aug 11 as against borrowing of Rs. 300 crore on Aug 10.

Currency Market Update

- The Indian rupee rose initially against the greenback following gains in the domestic equity market. However, most of the gains were offset as foreign banks bought the greenback towards the end of the trading session. The Indian rupee inched up 0.02% to close at 64.12 per dollar from the previous close of 64.13 per dollar.
- The euro weakened against the U.S. dollar as tensions between the U.S. and North Korea eased to some extent. Euro was trading at \$1.1739, down 0.33% compared with the previous close of \$1.1778.

Commodity Market Update

- Gold prices moved down on easing tension between the U.S. and North Korea.
- Brent crude prices dropped on concerns over global supply glut and slower demand in China.

International News

- According to a report from Eurostat, euro zone's industrial output fell 0.6% on MoM basis in Jun 2017 as against the revised 1.2% gain in May 2017. This marked the first decrease since Feb 2017. The production decreased mainly due to fall in capital goods and durable consumer goods by 1.9% and 1.2%, respectively. On a yearly basis, industrial production growth eased more than expected to 2.6% in Jun from 3.9% in May.
- A preliminary report from the Cabinet Office showed that Japan's gross domestic product (GDP) was up 1.0% in the second quarter of 2017, marking sixth consecutive quarter of growth. The data came better than market expectations and revised 0.4% growth in first quarter of 2017. On an annual basis, GDP surged 4.0% compared with revised 1.5% growth in the prior quarter.



Thank you for
your time.