

RELIANCE

MUTUAL
FUND

Markets for You

17 Aug 2017

Indices Performance

Global Indices	16-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	22,025	21,999	26	0.12
Nasdaq	6,345	6,333	12	0.19
FTSE	7,433	7,384	49	0.67
Nikkei	19,729	19,753	-24	-0.12
Hang Seng	27,409	27,175	234	0.86
Indian Indices	16-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,771	31,449	322	1.02
Nifty 50	9,897	9,794	103	1.05
Nifty 100	10,250	10,144	106	1.04
Nifty Bank	24,438	24,116	322	1.34
SGX Nifty	9,894	9,830	64	0.65
S&P BSE Power	2,275	2,266	9	0.40
S&P BSE Small Cap	15,612	15,409	202	1.31
S&P BSE HC	13,215	13,091	124	0.95

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
16-Aug	23.66	1.23	25.28	0.97
Month Ago	23.47	1.22	25.42	1.08
Year Ago	20.60	1.39	23.63	1.25

Nifty 50 Top 3 Gainers

Company	16-Aug	Prev_Day	% Change [#]
Tech Mahindra	420	402	4.41
Tata Motors	389	375	3.69
Cipla	590	570	3.58

Nifty 50 Top 3 Losers

Company	16-Aug	Prev_Day	% Change [#]
Asian Paints	1141	1154	-1.10
NTPC	170	172	-0.96
Yes Bank	1762	1779	-0.94

Advance Decline Ratio

	BSE	NSE
Advances	1635	1148
Declines	949	538
Unchanged	120	68

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1524	53098
MF Flows**	-38	57407

*16th 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

- Most of the Asian markets closed in the green as concerns over geo political tensions between North Korea and U.S. continued to recede. However, major indices witnessed pressure amid growing speculation over probable rate hike by the U.S. Federal Reserve in Dec 2017. Also, International Monetary Fund warned that China's credit growth is on a "dangerous trajectory". Today (As of Aug 17), Asian markets opened on a lower note amid stronger yen that weighed on Japanese market and political turmoil in the U.S. Both Nikkei Average and Hang Seng were down 0.19% and 0.15%, respectively.
- As per the last close, European market ended on a positive note amid easing geopolitical tensions in the Korean peninsula and slightly better than expected gross domestic product data of Eurozone for the second quarter.
- As per the last close, U.S markets ended on a slightly higher note as U.S. Federal Reserve minutes showed that the central bank is on track to unwind its \$4.5 trillion balance sheet at an upcoming meeting. Expectations of one more rate hike this year also supported the indices.

Indian Equity Market

- Indian equity market closed in the green amid firm global signals on receding tensions between the U.S. and North Korea. Also, positive signals from European markets before the release of U.S. Federal Reserve meeting minutes and British unemployment data helped improve market sentiment. However, hopes of further rate cut by the Reserve Bank of India dampened after India's Consumer Price Index data for Jul 2017 came in more than expected.
- Key benchmark indices S&P BSE Sensex as well as Nifty 50 grew 1.02% and 1.05% to close at 31,770.89 and 9,897.30, respectively. S&P BSE Small-Cap and S&P BSE Mid-Cap went up 1.31% and 1.26%, respectively.
- On the BSE sectoral front, indices closed on a positive note. Among the gainers were S&P BSE FMCG (2.49%), S&P BSE Metal (1.72%), S&P BSE Auto (1.62%), S&P BSE Finance (1.42%), S&P BSE Basic Materials (1.30%), S&P BSE Bankex (1.26%), and S&P BSE Consumer Discretionary Goods & Services, and S&P BSE Healthcare both (0.95%). The losers comprised S&P BSE Capital Goods, down 0.13%, trailed by S&P BSE Utilities (-0.05%).

Domestic News

- The Securities and Exchange Board of India (SEBI) announced that it has increased focused inspection of suspected brokers and other entities, thereby leading to action against hundreds of them. This comes in the wake of crack down on the misuse of the stock market for money laundering.
- Government has allowed export of gold jewellery (plain or studded) and other articles having 8 carat and above up to maximum limit of 22 carat purity. However, above 22 carat export has been banned with an aim to check round tripping of the precious metal. The limit is applicable for domestic tariff area and export-oriented units, electronics hardware technology parks, software technology parks, and bio technology parks.
- According to the government's fourth advance estimates of production of major crops, total foodgrains output during FY17 is projected to be record 275.68 million tonne (mt), higher than the target of 270.10 mt in the third estimates. Rice at 110 mt and wheat production at 98.38 mt are expected to surpass the earlier estimate. However, at 32.1 mt, the estimated shortfall in oilseeds has widened than that was projected in the previous advanced estimates.
- Cadila Healthcare announced that U.S. Food and Drug Administration has given final approval to market its group firm Zydus Cadila drug diltiazem hydrochloride. Besides blood pressure, diltiazem hydrochloride is also prescribed for angina and certain heart rhythm disorders.
- Coal India has posted 23% decline in its consolidated profit to Rs. 2,351 crore for the quarter ended Jun 30 as against Rs. 3,065.2 crore in the year-ago period. The decline in profit was due to higher expenses. The company has also planned capital expenditure investment of Rs. 8,500 crore in 2017-18.
- Biocon Ltd. has withdrawn its application seeking European Union (EU) approval for two drugs Trastuzumab and Pegfilgrastim after the EU drugs regulator asked for re-inspection of their production facility. The company will re-submit the application form after the completion of inspection.

FII Derivative Trade Statistics		16-Aug	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1084.46	1537.10	23960.60
Index Options	39945.93	38389.38	86551.62
Stock Futures	8324.99	7753.73	56138.85
Stock Options	6612.63	6615.15	9776.76
Total	55968.01	54295.36	176427.83

Derivative Statistics- Nifty Options			
	16-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.18	1.12	0.06
Put Call Ratio(Vol)	0.99	1.11	-0.12

Debt Watch				
	16-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.84%	5.91%	6.09%	6.42%
CBLO	5.84%	6.02%	6.16%	6.46%
Repo	6.00%	6.00%	6.25%	6.50%
Reverse Repo	5.75%	5.75%	6.00%	6.00%
91 Day T-Bill	6.13%	6.14%	6.15%	6.55%
364 Day T-Bill	6.24%	6.22%	6.28%	6.67%
10 Year Gilt	6.53%	6.47%	6.46%	7.10%
G-Sec Vol. (Rs.Cr)	33146	26849	47498	59933
1 Month CP Rate	6.39%	6.43%	6.48%	6.85%
3 Month CP Rate	6.55%	6.58%	6.59%	7.05%
5 Year Corp Bond	7.14%	7.09%	7.21%	7.54%
1 Month CD Rate	6.09%	6.12%	6.26%	6.52%
3 Month CD Rate	6.19%	6.19%	6.31%	6.64%
1 Year CD Rate	6.48%	6.49%	6.62%	7.23%

Currency Market			
Currency	16-Aug	Prev_Day	Change
USD/INR	64.24	64.03	0.22
GBP/INR	82.62	83.28	-0.66
EURO/INR	75.38	75.70	-0.33
JPY/INR	0.58	0.58	0.00

Commodity Prices				
Commodity	16-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	46.75	49.54	46.48	46.52
Brent Crude(\$/bl)	50.28	52.52	47.98	48.16
Gold(\$/oz)	1283	1277	1229	1346
Gold(Rs./10 gm)	28726	28560	27850	31295

Source: ICRON Research

Disclaimer:

The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since Reliance Nippon Life Asset Management Company Limited (RNLAM) (formerly Reliance Capital Asset Management Limited) has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrive data; RNLAM does not in any manner assure the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect RNLAM's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor(s), the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor(s), the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Readers are requested to click here for ICRON disclaimer - <http://www.icraonline.com/legal/standard-disclaimer.html>

Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.

Derivatives Market

- Nifty Aug 2017 Futures were at 9,904.95, a premium of 40.30 points above the spot closing of 9,897.30. The turnover on NSE's Futures and Options segment went up from Rs. 3,68,608.31 crore on Aug 14 to Rs. 8,49,969.81 crore on Aug 16.
- The Put-Call ratio stood at 0.79 against previous session's close of 0.95.
- The Nifty Put-Call ratio stood at 1.18 compared with the previous session's close of 1.12.
- The open interest on Nifty Futures stood at 25.27 million as against previous session's close of 24.35 million.

Indian Debt Market

- Bond yields rose after retail inflation grew higher than expected in Jul 2017 lowering hopes of any further easing by the Monetary Policy Committee in the near term.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 1 bps to 6.53% from 6.52% in the previous trading session. During the session, bond yields traded in the range of 6.52% and 6.55%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,180 crore (gross) on Aug 16, lower than Rs. 2,620 crore (gross) borrowing on Aug 14. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 5,033 crore on Aug 14.
- Banks borrowed Rs. 950 crore under the central bank's Marginal Standing Facility on Aug 14 as against borrowing of Rs. 1,030 crore on Aug 11.

Currency Market Update

- The Indian rupee inched down against the greenback as market participants remained on the sidelines ahead of the release of U.S. Federal Open Market Committee's Jul meeting minutes. The Indian rupee inched down 0.05% to close at 64.15 per dollar from the previous close of 64.12 per dollar.
- The euro weakened against the U.S. dollar after U.S. retail sales witnessed their biggest increase in seven months in Jul 2017. Euro was trading at \$1.1706, down 0.23% compared with the previous close of \$1.1733.

Commodity Market Update

- Gold prices gained ahead of the release of U.S. Federal Reserve's Jul 2017 policy meeting minutes.
- Brent crude prices inched up after data from the American Petroleum Institute indicated that U.S. oil inventories fell by 9.16 million barrels in the week ended Aug 11.

International News

- A report from the National Association of Home Builders showed that U.S. NAHB/Wells Fargo Housing Market Index came in better than market expectations and surged to 68 in Aug 2017 from 64 in Jul 2017. The index rebounded after falling in the previous two months.
- According to the Commerce Department, U.S. business inventories grew 0.5% in Jun 2017, up from a gain of 0.3% in May 2017. The number came in slightly better than market expectations.
- A report from the Commerce Department showed that U.S. retail sales surpassed market expectations and grew 0.6% in Jul 2017 as against upwardly revised gain of 0.3% in Jun 2017 (0.2% decline originally reported).



Thank you for
your time.