

RELIANCE

MUTUAL
FUND

Markets for You

18 Aug 2017

Indices Performance

Global Indices	17-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,751	22,025	-274	-1.24
Nasdaq	6,222	6,345	-123	-1.94
FTSE	7,388	7,433	-45	-0.61
Nikkei	19,703	19,729	-27	-0.14
Hang Seng	27,344	27,409	-65	-0.24
Indian Indices	17-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,795	31,771	25	0.08
Nifty 50	9,904	9,897	7	0.07
Nifty 100	10,255	10,250	5	0.05
Nifty Bank	24,237	24,438	-200	-0.82
SGX Nifty	9,900	9,894	6	0.06
S&P BSE Power	2,295	2,275	19	0.85
S&P BSE Small Cap	15,695	15,612	83	0.53
S&P BSE HC	13,148	13,215	-67	-0.51

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
17-Aug	23.78	1.23	25.30	0.97
Month Ago	23.51	1.22	25.17	1.08
Year Ago	20.51	1.40	23.58	1.25

Nifty 50 Top 3 Gainers

Company	17-Aug	Prev_Day	% Change [#]
Infosys	1021	975	4.68
NTPC	177	170	3.94
Coal India	247	238	3.78

Nifty 50 Top 3 Losers

Company	17-Aug	Prev_Day	% Change [#]
Cipla	573	590	-2.92
Adani Ports & SEZ	389	398	-2.08
ACC	1780	1811	-1.72

Advance Decline Ratio

	BSE	NSE
Advances	1387	923
Declines	1182	726
Unchanged	131	87

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-3048	51574
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

- Asian markets witnessed a mixed trend, as positive impact of the easing geopolitical tensions between the U.S. and North Korea was neutralized by the minutes of U.S. Federal Reserve's latest meeting, which showed concerns about U.S. inflation remaining persistently low. Nonetheless, a section of investors took positive cues from the same as it eased worries over probable rate hike by the U.S. central bank in Dec 2017. Today (As of Aug 18), Asian markets opened on a negative note as Wall Street closed down due to ongoing political concern in U.S. and terror attack in Barcelona, Spain. Both Nikkei Average and Hang Seng were down 0.96% and 1.07%, respectively. (as at 8.a.m. IST).
- As per the last close, European market ended lower as doubts over one more rate hike by the U.S. Federal Reserve weighed on the financial stocks. Also, minutes from the European Central Bank showed concerns over a possible overshoot in euro weighed on the market.
- As per the last close, U.S markets ended lower due to ongoing political turmoil in Washington, D.C and weak quarterly earnings reported by few companies.

Indian Equity Market

- Indian equity market inched up as one of the IT majors gained on announcement of considering a share buyback proposal in a meeting scheduled later in Aug 2017. Also, easing tensions between the U.S. and North Korea helped the markets. Meanwhile, investors took cues from Monetary Policy Committee's latest meeting minutes that indicated a probable surge in inflation rate later in 2017. The minutes also stated that focus should be on ensuring banks cut their lending rates further.
- Key benchmark indices S&P BSE Sensex as well as Nifty 50 went up 0.08% and 0.07% to close at 31,795.46 and 9,904.15, respectively. While S&P BSE Small-Cap went up 0.54%, S&P BSE Mid-Cap fell 0.35%.
- On the BSE sectoral front, indices closed on a mixed note. The topmost gainers were S&P BSE Information Technology (1.84%), S&P BSE Teck (1.79%), S&P BSE Telecom (1.54%), S&P BSE Utilities (1.05%), S&P BSE Power (0.85%), S&P BSE Metal (0.81%), and S&P BSE Realty (0.7%).

Domestic News

- Per the minutes of the Monetary Policy Committee's (MPC) latest meeting, the Reserve Bank of India (RBI) has moderately cut the rate by 25 basis points owing to the low food prices. Hence, repo rate was reduced to 6%. Meanwhile, the RBI governor is of the opinion that effective transmission of policy rate was key to non-inflationary growth and banks have still space to cut lending rates.
- According to RBI, investments in commercial papers (CPs) by banks stood at Rs. 1.19 lakh crore as of May 2017, up 35% YoY. The pure loans have grown only by 5% and the increase in investments in commercial papers reflects borrowers' preference for CPs.
- The Union cabinet approved the Central Goods and Services Tax (CGST) refund scheme with a budgetary allocation of Rs. 27,413 crore. The scheme will help industrial units in Himachal Pradesh, Uttarakhand, Jammu & Kashmir, and the North East till 2027. Sector wise, it would be beneficial for pharma, automobiles, and FMCG.
- HDFC Bank Ltd. lowered interest rates on most of its savings accounts to 3.5% from 4%.
- According to media reports, Infosys' board will consider a proposal to buy back shares in a meeting on Aug 19.
- Volkswagen has submitted a roadmap before the National Green Tribunal to recall over 3.23 lakh vehicles in the country. The recall comes amid reports that the vehicles are fitted with a 'defeat device' meant to fudge emission tests.
- Coal India in its latest annual report said that it plans to invest Rs. 8,500 crore as capital expenditure in 2017-18. For the current fiscal, Coal India has pegged the target of coal production at 600 million tonnes (mt) with an annual growth of about 8.3% over the achievement of last year.
- According to media reports, Cochin Shipyard Ltd. has chalked out expansion projects worth Rs. 2,800 crore. The IPO's proceeds will be utilised to fund these expansions.

FII Derivative Trade Statistics		17-Aug		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1746.77	3429.96	24613.35	
Index Options	70549.61	70773.99	88393.69	
Stock Futures	9366.73	9165.25	57035.67	
Stock Options	6985.14	6993.29	10075.09	
Total	88648.25	90362.49	180117.80	

Derivative Statistics- Nifty Options			
	17-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.21	1.18	0.03
Put Call Ratio(Vol)	1.10	0.99	0.11

Debt Watch				
	16-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	Closed	5.86%	6.07%	6.42%
CBLO	Closed	5.94%	6.17%	6.46%
Repo	Closed	6.00%	6.25%	6.50%
Reverse Repo	Closed	5.75%	6.00%	6.00%
91 Day T-Bill	Closed	6.14%	6.15%	6.55%
364 Day T-Bill	Closed	6.22%	6.28%	6.67%
10 Year Gilt	Closed	6.49%	6.46%	7.10%
G-Sec Vol. (Rs.Cr)	Closed	26849	47498	59933
1 Month CP Rate	Closed	6.41%	6.48%	6.85%
3 Month CP Rate	Closed	6.56%	6.58%	7.05%
5 Year Corp Bond	Closed	7.11%	7.23%	7.54%
1 Month CD Rate	Closed	6.12%	6.26%	6.52%
3 Month CD Rate	Closed	6.19%	6.30%	6.64%
1 Year CD Rate	Closed	6.49%	6.59%	7.23%

Currency Market			
Currency	17-Aug	Prev_Day	Change
USD/INR	Closed	64.24	Closed
GBP/INR	Closed	82.62	Closed
EURO/INR	Closed	75.38	Closed
JPY/INR	Closed	0.58	Closed

Commodity Prices				
Commodity	17-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	47.02	48.49	45.97	46.76
Brent Crude(\$/bl)	50.26	52.95	47.70	48.47
Gold(\$/oz)	1288	1286	1234	1348
Gold(Rs./10 gm)	28989	28901	28036	31073

Source: ICRON Research

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

Derivatives Market

- Nifty Aug 2017 Futures were at 9,909.45, a premium of 5.30 points above the spot closing of 9,904.15. The turnover on NSE's Futures and Options segment went up from Rs. 8,49,969.81 crore on Aug 16 to Rs. 11,47,206.52 crore on Aug 17.
- The Put-Call ratio stood at 0.81 against previous session's close of 0.79.
- The Nifty Put-Call ratio stood at 1.12 compared with the previous session's close of 1.21.
- The open interest on Nifty Futures stood at 26.83 million as against previous session's close of 25.27 million.

Indian Debt Market

- The domestic debt market remained closed on account of Parsi New Year.

Currency Market Update

- The domestic currency market remained closed on account of Parsi New Year.
- The euro plunged against the greenback after minutes of the European Central Bank's policy meeting on Jul 20 showed that policymakers were concerned over appreciation of the euro against the greenback. Policymakers also pointed out the risk that the exchange rate of the euro could increase further in future. Euro was trading at \$1.1701, down 0.57% compared with the previous close of \$1.1768.

Commodity Market Update

- Gold prices gained after the minutes of U.S. Federal Reserve's Jul policy meeting indicated a delay in further rate hikes.
- Brent crude prices inched down after the U.S. government data revealed a weekly climb in domestic production.

International News

- Data from the Labor Department showed that initial jobless claims in the U.S. for the week ended Aug 12 fell 12,000 to 232,000 from the previous week's unrevised level of 244,000.
- Minutes of U.S. Federal Reserve's meeting in Jul showed that policymakers expect to increase their benchmark lending rate by a quarter percentage point one more time this year. However, policymakers remained concerned of low inflation in the U.S. Many officials were of the view that inflation might remain below 2% for a longer period of time than they currently expected.
- Minutes of the European Central Bank's policy meeting on Jul 20 showed that policymakers were concerned over appreciation of the euro against the greenback. Policymakers also pointed out the risk that the exchange rate of the euro could increase in the future.



Thank you for
your time.