

RELIANCE

MUTUAL
FUND

Markets for You

21 Aug 2018

Indices Performance

Global Indices	20-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,759	25,669	89	0.35
Nasdaq	7,821	7,816	5	0.06
FTSE	7,591	7,559	33	0.43
Nikkei	22,199	22,270	-71	-0.32
Hang Seng	27,598	27,213	385	1.41
Indian Indices	20-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	38,279	37,948	331	0.87
Nifty 50	11,552	11,471	81	0.71
Nifty 100	11,838	11,747	91	0.77
Nifty Bank	28,274	28,129	146	0.52
SGX Nifty	11,592	11,485	107	0.93
S&P BSE Power	1,991	1,977	13	0.68
S&P BSE Small Cap	16,890	16,866	24	0.14
S&P BSE HC	15,132	15,014	118	0.79

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
20-Aug	24.88	1.14	28.25	1.16
Month Ago	22.90	1.21	27.36	1.22
Year Ago	23.58	1.24	25.10	0.97

Nifty 50 Top 3 Gainers

Company	20-Aug	Prev_Day	% Change [#]
L&T Ltd.	1324	1240	6.74
Tata Motors	270	258	4.59
ONGC	169	163	3.47

Nifty 50 Top 3 Losers

Company	20-Aug	Prev_Day	% Change [#]
Infosys	1384	1430	-3.22
GAIL	379	388	-2.23
HCL Tech	988	1003	-1.48

Advance Decline Ratio

	BSE	NSE
	Advances	1437
Declines	1307	816
Unchanged	205	92

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1336	-2708
MF Flows**	15	72753

*20th Aug 2018; **7th Aug 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.17%	4.58%	2.36%
	(Jul-18)	(Apr-18)	(Jul-17)
IIP	7.00%	5.30%	-0.30%
	(Jun-18)	(Mar-18)	(Jun-17)
GDP	7.70%	7.00%	6.10%
	(Mar-18)	(Dec-17)	(Mar-17)

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 were mixed as optimism prevailed over upcoming U.S.-China trade talks. Investors are hoping for a resolution to the trade dispute. China markets gained after the country's securities regulator started discussion with brokerage economists and strategists to control market volatility. Today (as of Aug 21), Asian markets opened mostly lower despite positive finish on the Wall Street overnight amid absence of key economic or market data. While Nikkei was trading lower 0.43%, Hang Seng was up 1.41% (as at 8 a.m. IST).

• As per the last close, European markets rose as market participants looks optimistic about upcoming trade talks between the U.S. and China. Greece has finally come out of its final bailout programme helping it to re-enter the financial markets to raise funds for the first time in eight years.

• As per the last close, U.S markets closed on a positive note as market participants seems to be optimistic about upcoming trade talks between the U.S. and China.

Indian Equity Market

• Indian equity markets ended at new highs as U.S.-China trade meet date drawing closer buoyed global bourses. U.S. and China have agreed to discuss the trade issues on Aug 21, just before the fresh set of tariffs come into effect on both sides. The rupee recovered from its record low and investors were optimistic over upbeat corporate results.

• Key benchmark indices S&P BSE Sensex and Nifty 50 grew 0.87% and 0.71% to close at 38,278.75 and 11,551.75, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap grew 1.05% and 0.14%, respectively.

• The overall market breadth on BSE was strong with 1437 scrips advancing and 1307 scrips declining. A total of 205 scrips remained unchanged.

• On the BSE sectoral front, S&P BSE Capital Goods and S&P BSE Industrials were the major gainers, up 3.74% and 2.60%, respectively. S&P BSE Metal and S&P BSE Energy grew 2.58% and 2.15%, respectively. S&P BSE Oil and Gas and S&P BSE Basic Materials grew 1.3% and 1.1%. The major losers were S&P BSE Information Technology and S&P BSE Teck, down 1.25% and 1.00%, respectively.

Domestic News

• According to a major global credit rating agency, India's current account deficit (CAD) could widen to 2.5% of GDP in FY19 from 1.5% in FY18 because of higher oil prices and rupee depreciation, experts and a leading global rating agency have said. Rupee has dipped to a record low of 70.32 against the dollar in the week to Aug 17, 2018. CAD may increase due to higher oil prices and strong non-oil import demand. Net oil imports made up 2.6% of GDP in FY18 and could increase FY19.

• According to a Reserve Bank of India (RBI) report, Micro, Small and Medium Enterprises (MSME) exports were hit more by issues around GST implementation than demonetisation. Delay in refund of upfront GST and input tax credit affected cash-driven working capital requirements of MSME. MSMEs constitute around 40% of the overall shipments from India. The report said credit growth in the sector was decelerating even before demonetisation and decreased even more during note-ban.

• In order to raise capital for a special situations fund, Housing Development Finance Corp. Ltd (HDFC) is setting up a new venture. The fund will invest in stressed projects in real estate. HDFC is in talks with investors to raise capital via the alternative investment fund (AIF) route.

• Hindustan Petroleum Corp. Ltd (HPCL) will abandon 19 of its 21 exploration and production blocks because of bad prospects, the company has said in its 2017-18 annual report. It added that the net worth of its fully owned exploration and production subsidiary Prize Petroleum Co. Ltd has eroded partially.

• According to media reports, private equity firm TPG Capital could invest in Jet Airways India Ltd. It would raise money for the troubled airline. The investment could be around \$100 million.

• Private equity fund Chryscapital could acquire a minority stake in Dr Agarwal's Health Care Ltd, which is an eyecare chain. Chryscap will invest about Rs. 200-250 crore, according to media reports.

FII Derivative Trade Statistics	20-Aug		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1874.43	2569.85	30356.38
Index Options	54925.69	53011.42	69030.26
Stock Futures	10898.93	10043.50	87279.64
Stock Options	8344.02	8556.46	10938.40
Total	76043.07	74181.23	197604.68

Derivative Statistics- Nifty Options	20-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.73	1.66	0.07
Put Call Ratio (Vol)	1.17	1.15	0.02

Debt Watch	20-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.38%	6.34%	6.20%	5.86%
CBLO	6.38%	6.34%	5.78%	5.08%
Repo	6.50%	6.50%	6.25%	6.00%
Reverse Repo	6.25%	6.25%	6.00%	5.75%
91 Day T-Bill	6.79%	6.65%	6.58%	6.12%
364 Day T-Bill	7.28%	7.23%	7.21%	6.23%
10 Year Gilt	7.84%	7.82%	7.79%	6.51%
G-Sec Vol. (Rs.Cr)	17078	35977	21859	49756
FBIL MIBOR	6.50%	6.50%	6.21%	5.99%
3 Month CP Rate	7.75%	7.65%	7.55%	6.55%
5 Year Corp Bond	8.66%	8.63%	8.73%	7.39%
1 Month CD Rate	6.53%	6.80%	6.62%	6.09%
3 Month CD Rate	7.18%	7.12%	6.97%	6.19%
1 Year CD Rate	8.01%	8.00%	7.98%	6.48%

Currency Market	20-Aug	Prev_Day	Change
Currency			
USD/INR	69.76	Closed	Closed
GBP/INR	88.87	Closed	Closed
EURO/INR	79.67	Closed	Closed
JPY/INR	0.63	Closed	Closed

Commodity Prices	20-Aug	Wk Ago	Mth. Ago	Year Ago
Commodity				
NYMEX Crude(\$/bl)	66.45	67.20	70.26	48.54
Brent Crude(\$/bl)	70.30	69.81	71.83	51.10
Gold(\$/oz)	1190	1193	1231	1284
Gold(Rs./10 gm)	29381	29674	29849	29134

Source: Thomson Reuters Eikon

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 August 2018 Futures closed at 11,578.95, a premium of 27.20 points, above the spot closing of 11,551.75. The turnover on NSE's Futures and Options segment increased to Rs. 5,83,536.00 on Aug 20 compared with Rs. 5,52,873.53 on Aug 17.
- The Put-Call ratio stood at 1.00 against previous session's close of 0.92.
- The Nifty Put-Call ratio stood at 1.00 compared with the previous session's close of 1.66.
- Open interest on Nifty Futures stood at 32.67 million as against the previous session's close at 31.87 million.

Indian Debt Market

- Bond yields fell after the rupee strengthened against the greenback. Market participants also hoped that trade talks between U.S. and China would help ease tensions between the two countries.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 2 basis points to close at 7.84% as against previous close of 7.86%. During the session, bond yields traded in the range of 7.82% and 7.84%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,921 crore (gross) on Aug 20 compared to a borrowing of Rs. 5,221 crore on Aug 16. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 31,380 crore on Aug 16.
- Banks borrowed Rs. 185 crore under the central bank's Marginal Standing Facility on Aug 16 compared to that of Aug 14 when banks borrowed none.

Currency Market Update

- The rupee surged against the greenback and witnessed the biggest single session gain in nearly two months as market participants remained optimistic ahead of trade talks between the U.S. and China likely this week.
- The euro was almost steady against the greenback ahead of trade talks between the United States and China, due this week. Market participants hope that trade talks would help ease tensions between the two countries.

Commodity Market Update

- Gold prices traded higher despite gains in dollar against the euro likely as investors did bet that the metal has reached a tentative bottom.
- Brent crude traded slightly higher on concerns over slowdown of global economic growth.

International News

- A major global credit rating agency downgraded Turkey's credit rating into junk category and attributed the downgrade to a volatile Lira and wide current-account deficit. The global credit rating agency noted that the weakening of the lira is putting pressure on the indebted corporate sector which has considerably increased the funding risk for Turkey's banks.
- Data from Eurostat showed that Eurozone construction output increased for the third straight month in Jun 2018. Construction output grew 0.2% on a monthly basis in Jun but slower than 0.3% rise in May 2018. However, on a yearly basis construction output accelerated 2.6% in Jun from 2.0% in the previous month that was upwardly revised from 1.8% reported earlier.

Thank you for
your time.