

RELIANCE

MUTUAL
FUND

Markets for You

22 Aug 2017

Indices Performance

Global Indices	21-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,704	21,675	29	0.13
Nasdaq	6,213	6,217	-3	-0.05
FTSE	7,319	7,324	-5	-0.07
Nikkei	19,393	19,470	-77	-0.40
Hang Seng	27,155	27,048	107	0.40
Indian Indices	21-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,259	31,525	-266	-0.84
Nifty 50	9,754	9,837	-83	-0.84
Nifty 100	10,095	10,193	-98	-0.96
Nifty Bank	23,937	24,074	-138	-0.57
SGX Nifty	9,773	9,839	-66	-0.67
S&P BSE Power	2,250	2,285	-35	-1.53
S&P BSE Small Cap	15,468	15,618	-150	-0.96
S&P BSE HC	12,730	12,938	-208	-1.61

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
21-Aug	23.36	1.25	24.99	0.97
Month Ago	23.50	1.22	25.32	1.01
Year Ago	20.54	1.39	23.70	1.25

Nifty 50 Top 3 Gainers

Company	21-Aug	Prev_Day	% Change [#]
Axis Bank	495	490	0.90
M&M	1379	1370	0.63
TCS	2529	2514	0.60

Nifty 50 Top 3 Losers

Company	21-Aug	Prev_Day	% Change [#]
Infosys	873	923	-5.40
BOB	142	147	-3.46
Indian Oil	413	427	-3.31

Advance Decline Ratio

	BSE	NSE
Advances	839	518
Declines	1747	1197
Unchanged	158	65

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1849	47797
MF Flows**	-38	57407

*21st 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 closed in the negative following the removal of chief strategist of the U.S. by the country's President, and commencement of the combined military drills by the U.S. and South Korea. Meanwhile, investors awaited the U.S. Federal Reserve's annual central banking symposium to be held in Wyoming later during the week. Today (As of Aug 22), Asian markets opened on mixed note as investors are cautious ahead of the U.S. Federal Reserve Chairperson's economic policy symposium in Jackson Hole on Aug 25. While Nikkei Average fell 0.02%, Hang Seng was up 0.93% (as at 8.a.m. IST).
- As per the last close, European market ended on a negative note amid persisting tensions between North Korea and the United States. Investors are also looking forward to comments from the U.S. Federal Reserve Chairperson's economic policy symposium in Jackson Hole on Aug 25.
- As per the last close, U.S markets ended on a mixed note after showing lack of direction during the session. Investors remained concerned about U.S. President's ability to implement his agenda. Some investors remained on the sidelines amid absence of major U.S. economic data.

Indian Equity Market

- The Indian equity market closed in the red after shares of a major software company continued to suffer huge losses for the second day following the resignation of the Chief Executive Officer (CEO) and Managing Director (MD) of the company. Meanwhile, media reported that four U.S. law firms would be investigating on the IT major, on behalf of the investors, whether some of the officers and directors violated federal securities laws. Weak global cues on the back of growing uncertainty over U.S. President's economic agenda and geopolitical concerns further dented sentiment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.84% each to close at 31,258.85 and 9,754.35, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap moved down 1.45% and 0.96%, respectively.
- On the BSE sectoral front, all the indices closed in the red. S&P BSE IT (-2.04%) stood as the major loser, followed by S&P BSE Teck (-1.89%) and S&P BSE HC (-1.61%). S&P BSE Oil & Gas (-1.57%), S&P BSE Power (-1.53%), S&P BSE Metal (-1.43%) also fell heavily. IT sector fell as a major IT company plunged post resignation of its CEO and MD.

Domestic News

- According to media reports, the government is considering an alternative mechanism for undertaking mergers in state-run banks. The objective of the move is to speed up decisions on possible mergers among public sector banks. With the alternative mechanism in place, approvals from the cabinet would not be required at every stage which would make the overall process faster.
- Capital market regulator Securities and Exchange Board of India (SEBI) is considering making Aadhaar compulsory for stock trading. SEBI in this regard has asked stock exchanges for their feedback on preparedness of the brokers to get their clients to submit Aadhaar card details before Dec 31, 2017.
- According to the Ministry of Finance, the Goods and Services Tax (GST) Implementation Committee has taken a decision to extend the last date for payment of GST for the month of Jul to Aug 25, 2017. Earlier the last date was Aug 20, 2017. The extension comes as technical glitch held up filing of GST return.
- Results of a private survey showed that consumer confidence in India declined in the period from Apr to Jun of 2017 to 128 from 136 in the last polled survey in the fourth quarter of 2016. The dip came amid concerns of job security and lower optimism on employment prospects.
- Essar Oil announced that it has completed the sale of its Indian assets to the Russian government-controlled Rosneft-led consortium for \$12.9 billion. The deal that was announced in Oct 2015 is the largest foreign direct investment into the country till date.
- Per media reports, Aurobindo Pharma has received tentative approval from the U.S. Food and Drug Administration under the U.S. President's Emergency Plan For AIDS Relief for its new drug application for dolutegravir, lamivudine, and tenofovir disoproxil fumarate tablets. These tablets are used in treating HIV in the U.S.
- Tata Power announced that it has installed its first electric vehicle charging facility at Vikhroli, Mumbai. The company intends to build a network and make it easier for people to adopt to electric vehicles and be future ready.

FII Derivative Trade Statistics			
(Rs Cr)	21-Aug		
	Buy	Sell	Open Int.
Index Futures	1985.70	2371.03	25760.64
Index Options	54304.65	55746.66	89600.83
Stock Futures	8913.42	9577.79	57377.07
Stock Options	8386.72	8499.18	10859.92
Total	73590.49	76194.66	183598.46

Derivative Statistics- Nifty Options			
	21-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.07	1.14	-0.07
Put Call Ratio(Vol)	1.04	1.10	-0.07

Debt Watch				
	21-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.99%	5.86%	6.10%	6.40%
CBLO	5.98%	5.93%	5.62%	4.79%
Repo	6.00%	6.00%	6.25%	6.50%
Reverse Repo	5.75%	5.75%	6.00%	6.00%
91 Day T-Bill	6.12%	6.10%	6.12%	6.50%
364 Day T-Bill	6.21%	6.24%	6.22%	6.59%
10 Year Gilt	6.51%	6.52%	6.44%	7.10%
G-Sec Vol. (Rs.Cr)	21285	28910	87997	103314
1 Month CP Rate	6.40%	6.39%	6.44%	6.83%
3 Month CP Rate	6.54%	6.55%	6.58%	7.08%
5 Year Corp Bond	7.13%	7.10%	7.19%	7.57%
1 Month CD Rate	6.07%	6.12%	6.21%	6.49%
3 Month CD Rate	6.18%	6.19%	6.25%	6.66%
1 Year CD Rate	6.49%	6.47%	6.52%	7.21%

Currency Market			
Currency	21-Aug	Prev_Day	Change
USD/INR	64.03	64.10	-0.08
GBP/INR	82.40	82.62	-0.22
EURO/INR	75.21	75.21	0.01
JPY/INR	0.59	0.59	0.00

Commodity Prices				
Commodity	21-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	47.34	47.54	45.73	48.43
Brent Crude(\$/bl)	52.23	51.18	47.01	49.28
Gold(\$/oz)	1291	1282	1254	1341
Gold(Rs./10 gm)	28944	28901	28320	31252

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 9,768.6, a premium of 14.25 points above the spot closing of 9,754.35. The turnover on NSE's Futures and Options segment went up from Rs. 4,61,058.12 crore on Aug 18 to Rs. 5,04,350.08 on Aug 21.
- The Put-Call ratio stood at 0.81 against previous session's close of 0.93.
- The Nifty Put-Call ratio stood at 1.07 compared with the previous session's close of 1.14.
- India VIX moved up 1.68% to 14.8150 from 14.5700 in the previous trading session.
- The open interest on Nifty Futures stood at 27.60 million as against previous session's close of 26.99 million.

Indian Debt Market

- Bond yields stood unchanged as investors preferred to stay on the sidelines amid lack of cues on future policy action and ahead of fresh supply of papers this week.
- Yield on the 10-year benchmark paper (6.79% GS 2027) stood steady at 6.51%. During the session, bond yields traded in the range of 6.50% and 6.52%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 11,914 crore (gross) on Aug 21, higher than Rs. 3,155 crore (gross) borrowing on Aug 18. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 28,938 crore on Aug 18.
- RBI conducted a 7-day variable rate reverse repo auction for a notified amount of Rs. 10,000 crore for which Rs. 371 crore was allotted at a cut-off rate of 5.99%.

Currency Market Update

- The Indian rupee rose initially following greenback sales by foreign banks. However, most of the gains were neutralised due to losses in the domestic equity market. The rupee inched up 0.01% to close at 64.13 per dollar from the previous close of 64.14.
- The euro rose against the weak U.S. dollar due to political tensions in the U.S. Euro was trading at \$1.1782, UP 0.19% compared with the previous close of \$1.1760.

Commodity Market Update

- Gold prices traded in the positive terrain ahead of the annual meeting of top central banks across the globe.
- Brent crude prices witnessed signs of recovery as data from Baker Hughes showed that drillers cut five oil rigs in the week to Aug 18, bringing the total count down to 763.

International News

- A preliminary report from the University of Michigan showed that U.S. consumer sentiment index surpassed market expectations and grew to 97.6 in Aug 2017 from the final reading of 93.4 in Jul 2017. This marked the highest level since Jan 2017.
- According to a report from IHS Markit and financial information provider Ipsos Mori, U.K.'s Household Finance Index (seasonally adjusted) surged to 43.5 in Aug 2017 from 41.6 in Jul 2017, marking a three-year low. However, a score below 50 reflects pessimism regarding finances among the U.K. households. The index measuring the outlook for financial well-being over the next twelve months, inched up to 47.2 in Aug from 47.1 in Jul.



Thank you for
your time.