

RELIANCE

MUTUAL
FUND

Markets for You

24 Aug 2018

Indices Performance

Global Indices	23-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,657	25,734	-77	-0.30
Nasdaq	7,878	7,889	-11	-0.13
FTSE	7,563	7,574	-11	-0.15
Nikkei	22,411	22,363	48	0.22
Hang Seng	27,790	27,928	-137	-0.49
Indian Indices	23-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	38,337	38,286	51	0.13
Nifty 50	11,583	11,571	12	0.10
Nifty 100	11,881	11,862	19	0.16
Nifty Bank	28,028	28,258	-230	-0.81
SGX Nifty	11,583	11,607	-24	-0.20
S&P BSE Power	2,035	2,022	13	0.66
S&P BSE Small Cap	16,923	16,947	-24	-0.14
S&P BSE HC	15,426	15,302	124	0.81

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
23-Aug	24.72	1.15	28.32	1.16
Month Ago	23.08	1.20	27.54	1.21
Year Ago	23.59	1.24	25.45	0.96

Nifty 50 Top 3 Gainers

Company	23-Aug	Prev_Day	% Change [#]
Aurobindo Pharma	683	663	3.06
Tech Mahindra	727	709	2.43
L&T Ltd.	1352	1323	2.23

Nifty 50 Top 3 Losers

Company	23-Aug	Prev_Day	% Change [#]
Tata Motors	257	269	-4.43
BPCL	358	369	-2.98
Indian Oil	153	158	-2.73

Advance Decline Ratio

	BSE	NSE
Advances	1217	797
Declines	1512	1010
Unchanged	166	110

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	427	-2148
MF Flows**	563	74728

*23rd Aug 2018; **20th 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 closed largely on positive note as investors are keenly looking ahead to the trade talks between U.S. and China following the imposition of tariffs by both the nations on goods imported from the each other. Market participants also took positive cues from a private survey showing continued expansion in Japan's manufacturing sector in Aug. Today (as of Aug 24), Asian markets opened on a mixed note on renewed trade concerns between China and the U.S and economic data from Japan. While Nikkei was trading higher 0.23%, Hang Seng was down 0.75% (as at 8 a.m. IST).
- As per the last close, European markets closed marginally lower on concerns over trade tensions between the U.S. and China. However, losses were almost neutralized encouraged by some positive economic data from both Germany and France.
- As per the last close, U.S markets closed slightly lower amid renewed concerns after the U.S. imposed tariffs on \$16 billion worth of Chinese goods. China said to lodge a complaint against the measure under the World Trade Organization's dispute settlement mechanism.

Indian Equity Market

- Indian equity markets rose with benchmark indices touching fresh record closing highs. Investors took positive cues from reports stating that a major index heavyweight became the first company to cross Rs 8 trillion in terms of market capitalisation, resulting in India's most valued firm. Some positive corporate announcements from pharma majors generated buying interest.
- Nonetheless, gains were largely restricted by speculation that the U.S. President's political position may be jeopardised by the legal woes of two former advisors. Sentiments dampened further after both U.S. and China imposed fresh tariffs on each other's goods.
- Key benchmark indices S&P BSE Sensex and Nifty 50 rose 0.13% and 0.10% to close at 38,336.76 and 11,582.75, respectively. Meanwhile, broader markets witnessed a mixed trend with S&P BSE Mid Cap rising by 0.20%, while S&P BSE Small Cap slipping by 0.14%.
- The overall market breadth on BSE was weak with 1,512 scrips declining and 1,217 scrips advancing. A total of 166 scrips remained unchanged.

Domestic News

- A major global credit rating agency expects the Indian economy to grow 7.5% in 2018 and 2019. The rating agency opined that the Indian economy is resilient to external pressures like that of increase in global crude oil prices. The rating agency further noted that while an increase in global crude oil prices will raise domestic inflationary pressures temporarily, strong urban and rural demand coupled with improved industrial activity will provide support to the growth prospects of the Indian economy. On a separate note, the rating agency for G-20 economies forecasted a growth rate of 3.3% in 2018 and 3.1% in 2019. For advanced economies the rating agency expects a growth rate of 2.3% in 2018 and 2.0% in 2019. For G-20 emerging economies, the rating agency projected a growth rate of 5.1% in both 2018 and 2019.
- According to media reports, the U.S. has levied preliminary anti-dumping duties of more than 50% on metal pipes that are being imported from India, China and four other countries. The move is being seen as an aggressive tactic by the U.S. Administration to give protection to the American industry. As per reports, the U.S. Administration has taken the move after six pipe manufacturers in U.S. filed a antidumping complaint with the U.S. Commerce Department in Jan 2018. Dumping is said to occur when a company of foreign sells an imported product at an artificially low price.
- According to media reports, Reliance Industries has become the first company to cross Rs. 8 trillion in terms of market capitalization thereby becoming the country's most valued firm.
- According to media reports, Reliance Infrastructure has missed payments for its non-convertible debentures worth Rs. 1.33 billion. The company has informed that the payments will be made from the sale proceeds of the Mumbai distribution business.
- According to media reports, Cognizant has agreed to acquire SaaS Focus which is a digital transformation company focused on the Salesforce platform. The objective of the move is to boost its consultancy capabilities in cloud space and expand its geographical reach in the Asia-Pacific region.

FII Derivative Trade Statistics			
	23-Aug		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1666.60	2034.64	31622.15
Index Options	72012.40	71648.14	71737.97
Stock Futures	13074.50	13173.96	87980.17
Stock Options	9586.36	9515.00	11395.39
Total	96339.86	96371.74	202735.68

Derivative Statistics- Nifty Options			
	23-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.73	1.70	0.02
Put Call Ratio(Vol)	1.22	1.20	0.02

Debt Watch				
	23-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.41%	6.44%	6.23%	5.92%
CBLO	6.51%	5.84%	6.33%	5.99%
Repo	6.50%	6.50%	6.25%	6.00%
Reverse Repo	6.25%	6.25%	6.00%	5.75%
91 Day T-Bill	6.80%	6.78%	6.60%	6.11%
364 Day T-Bill	7.29%	7.28%	7.21%	6.26%
10 Year Gilt	7.88%	7.86%	7.81%	6.54%
G-Sec Vol. (Rs.Cr)	24506	24619	23443	29351
FBIL MIBOR	6.55%	6.46%	6.31%	6.03%
3 Month CP Rate	7.75%	7.70%	7.75%	6.55%
5 Year Corp Bond	8.65%	8.70%	8.75%	7.39%
1 Month CD Rate	6.53%	6.53%	6.63%	6.07%
3 Month CD Rate	7.19%	7.19%	6.99%	6.19%
1 Year CD Rate	8.03%	7.92%	7.95%	6.49%

Currency Market			
Currency	23-Aug	Prev_Day	Change
USD/INR	70.07	69.67	0.40
GBP/INR	90.26	89.40	0.86
EURO/INR	81.05	80.25	0.80
JPY/INR	0.63	0.63	0.00

Commodity Prices				
Commodity	23-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	68.93	65.39	67.85	48.40
Brent Crude(\$/bl)	73.62	68.40	73.73	52.62
Gold(\$/oz)	1185	1174	1224	1290
Gold(Rs./10 gm)	29530	29361	29948	28975

Source: Thomson Reuters Eikon

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

Derivatives Market

- Nifty August 2018 Futures closed at 11,595.4, a premium of 12.65 points, above the spot closing of 11,582.75. The turnover on NSE's Futures and Options segment increased to Rs. 17,81,185.26 on Aug 23 compared with Rs. 7,11,442.95 on Aug 21.
- The Put-Call ratio stood at 0.82 against previous session's close of 0.91.
- The Nifty Put-Call ratio stood at 1.73 compared with the previous session's close of 1.71.
- Open interest on Nifty Futures stood at 34.47 million as against the previous session's close at 33.35 million.

Indian Debt Market

- Bond yields rose following an increase in global crude oil prices that fueled concerns of a possible increase in domestic inflationary pressures. A weaker rupee against the greenback renewed worries of foreign fund outflow from the Indian economy which also weighed on the market sentiment. The rupee depreciated against the greenback after the U.S. Federal Reserve's latest meeting minutes indicated that the U.S. central bank may go for a rate hike in Sep 2018.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 5 bps to close at 7.88% from the previous closing of 7.83% after trading in a range of 7.86% to 7.88%.
- Banks borrowed Rs. 802 crore under the central bank's Marginal Standing Facility on Aug 21 compared to that of Aug 20 when banks borrowed Rs. 2,870 crore.

Currency Market Update

- The rupee fell against the U.S. dollar after minutes of the U.S. Federal Reserve's latest meeting increased the possibility of a rate hike by the U.S. central bank next month. The rupee closed at 70.11, down 0.43% compared to the previous close of 69.81.
- The euro fell against the greenback after the U.S. Federal Reserve's latest policy meeting minutes indicated a rate hike in Sep 2018. Euro was last seen trading at \$1.1575, down 0.18% against the previous close of \$1.1596.

Commodity Market Update

- Gold prices traded low following the minutes of U.S. Federal Reserve's latest meeting, which indicated that further interest rate hikes are on track.
- Brent Crude prices traded higher after U.S. crude supplies fell by 5.2 million barrels for the week to Aug 17.

International News

- According to a report released by the National Association of Realtors, the U.S. existing home sales unexpectedly decreased 0.7% to an annual rate of 5.34 million in Jul 2018 as against 0.6% fall to a rate of 5.38 million in Jun 2018.
- According to flash data from HIS Markit, the composite output index for eurozone rose to 54.4 in Aug 2018 from 54.3 in Jul 2018. The services Purchasing Managers' Index (PMI) also stood at 54.4 in Aug from 54.2 a month ago. Although, eurozone's private sector continued to expand in Aug, the rate of expansion was weakest seen past one and a half year.

Thank you for
your time.