

RELIANCE

MUTUAL
FUND

Markets for You

30 Aug 2017

Indices Performance

Global Indices	29-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,865	21,808	57	0.26
Nasdaq	6,302	6,283	19	0.30
FTSE	7,337	Closed	NA	NA
Nikkei	19,363	19,450	-87	-0.45
Hang Seng	27,765	27,863	-98	-0.35
Indian Indices	29-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,388	31,751	-362	-1.14
Nifty 50	9,796	9,913	-117	-1.18
Nifty 100	10,157	10,276	-119	-1.16
Nifty Bank	24,129	24,377	-248	-1.02
SGX Nifty	9,910	9,910	0	0.00
S&P BSE Power	2,232	2,268	-35	-1.56
S&P BSE Small Cap	15,656	15,818	-162	-1.02
S&P BSE HC	13,137	13,296	-159	-1.19

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
29-Aug	23.44	1.25	25.31	0.95
Month Ago	23.68	1.21	25.56	0.96
Year Ago	20.38	1.40	23.60	1.24

Nifty 50 Top 3 Gainers

Company	29-Aug	Prev_Day	% Change [#]
Tech Mahindra	432	428	0.94
M&M	1377	1373	0.28
Zee Entertainment	518	518	0.07

Nifty 50 Top 3 Losers

Company	29-Aug	Prev_Day	% Change [#]
BOB	140	144	-2.91
NTPC	168	173	-2.83
Hindalco	227	234	-2.68

Advance Decline Ratio

	BSE	NSE
Advances	789	479
Declines	1784	1215
Unchanged	127	54

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	96	43905
MF Flows**	1566	67479

*29th Aug 2017; **24th 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 fell amid renewed geopolitical tension between North Korea and the U.S. after the former launched a ballistic missile over Japan. Chinese markets closed flat as investors looked ahead to the latest readings on the country's manufacturing and service sectors. Today (As of Aug 30), Asian markets opened higher following higher close in Wall Street as traders appeared to shake off new North Korea missile concerns. Both Nikkei and Hangseng rose 0.62% and 0.71%, respectively (as at 8.a.m.).
- As per the last close, European market ended on a negative note following North Korea's launch of a ballistic missile over Japan, thereby raising geopolitical worries.
- As per the last close, U.S markets initially fell after North Korean missile launch. However, the market closed on higher note as investors shook off the tension between the U.S. and North Korea.

Indian Equity Market

- Indian equity markets went down, following broader global sell-off of riskier assets after North Korea fired missile over Japan, thereby re-escalating geopolitical tension between the U.S. and North Korea. Market participants also awaited India's gross domestic product data for the first quarter of the current fiscal, scheduled later during the week.
- Meanwhile, National Stock Exchange has announced broader changes in the index constituents of its benchmark index Nifty 50, as well as certain broader indices like Nifty 100 and Nifty 50 Equal Weight Index.
- Key benchmark indices S&P BSE Sensex and Nifty 50 slipped 1.14% and 1.18% to close at 31,388.39 and 9,796.05, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 0.85% and 1.02%, respectively.
- The market breadth on BSE was weak with 1,784 scrips declining and 789 scrips declining. A total of 127 scrips remained unchanged.
- On the BSE sectoral front, all the indices closed in the red. S&P BSE Telecom was the major loser, down 1.87%, followed by S&P BSE Energy and S&P BSE Power, which fell 1.59% and 1.56%, respectively. S&P BSE Consumer Durables and S&P BSE Utilities slipped 1.47% and 1.40%, respectively.

Domestic News

- According to media reports, the Reserve Bank of India (RBI) is considering coming out with a second list of 40 loan defaulters. The list is likely to be released in Sep 2017. RBI may advise state-run banks to take these companies to the National Company Law Tribunal for bankruptcy proceedings.
- According to a study undertaken by the government, stock exchanges need to harmonise surveillance mechanism and invest in advance technologies so as to keep a check on high frequency trading. High frequency trading or algorithmic trading is the use of programs and computers for executing large orders in the market electronically at lower transaction cost. Advanced technology will help in automatic detection of harmful high frequency trading and market manipulative trends/algorithms. The Ministry of Finance in this regard has asked exchanges and market participants to stick to ethics in algorithm trade.
- According to a major domestic rating agency, the growth of the Indian economy is expected to accelerate to 6.5% in the quarter ended Jun 2017 from 6.1% in the previous quarter. The rating agency expects the agriculture sector to grow in the range of 4.5% to 5% during the quarter under review. Construction segment is projected to grow at 6% on a GVA basis on the back of government's impetus of increased spending on infrastructure.
- According to a domestic rating agency, the asset quality for loans against property is expected to come down in 2018 as small enterprises are under pressure following implementation of the Goods and Services Tax. The rating agency added that lenders are also cautious amid correction in property prices.
- The Ministry of Housing and Urban Affairs has given approval to more than 2.17 lakh houses for urban poor in six states including Andhra Pradesh, Uttar Pradesh, and Assam. Assistance from Central government worth Rs. 40,597 crore has also been approved for construction of these houses.

FII Derivative Trade Statistics	29-Aug		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3236.44	3772.74	25730.43
Index Options	42990.99	40545.08	94686.58
Stock Futures	13485.71	12787.54	56873.39
Stock Options	6002.91	5731.08	11598.01
Total	65716.05	62836.44	188888.41

Derivative Statistics- Nifty Options			
	29-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.09	1.22	-0.13
Put Call Ratio(Vol)	0.96	1.21	-0.25

Debt Watch				
	29-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.85%	5.94%	6.08%	6.40%
CBLO	5.76%	6.00%	6.15%	6.47%
Repo	6.00%	6.00%	6.25%	6.50%
Reverse Repo	5.75%	5.75%	6.00%	6.00%
91 Day T-Bill	6.07%	6.13%	6.12%	6.60%
364 Day T-Bill	6.23%	6.25%	6.22%	6.65%
10 Year Gilt	6.53%	6.54%	6.46%	7.12%
G-Sec Vol. (Rs.Cr)	40393	25087	40832	62977
1 Month CP Rate	6.38%	6.38%	6.44%	6.81%
3 Month CP Rate	6.56%	6.55%	6.53%	7.01%
5 Year Corp Bond	7.16%	7.13%	7.18%	7.56%
1 Month CD Rate	6.04%	6.07%	6.23%	6.50%
3 Month CD Rate	6.17%	6.19%	6.24%	6.65%
1 Year CD Rate	6.50%	6.49%	6.53%	7.23%

Currency Market			
Currency	29-Aug	Prev_Day	Change
USD/INR	64.02	63.87	0.15
GBP/INR	82.88	82.36	0.52
EURO/INR	76.75	76.22	0.53
JPY/INR	0.59	0.59	0.00

Commodity Prices				
Commodity	29-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	46.41	47.60	49.67	46.92
Brent Crude(\$/bl)	52.43	52.60	52.04	49.65
Gold(\$/oz)	1309	1284	1269	1323
Gold(Rs./10 gm)	29636	28919	28443	30999

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 9,799, a premium of 2.95 points above the spot closing of 9,796.05. The turnover on NSE's Futures and Options segment went up from Rs. 4,82,462.15 crore on Aug 28 to Rs. 7,28,960.77 crore on Aug 29.
- The Put-Call ratio stood at 0.90 against previous session's close of 1.03.
- The Nifty Put-Call ratio stood at 1.09 against previous session's close of at 1.22.
- The open interest on Nifty Futures stood at 27.28 million as against previous session's close of 27.58 million.

Indian Debt Market

- Bond yields fell following rise in U.S. Treasury prices amid geopolitical tension. However, gains were restricted as the Reserve Bank of India (RBI) conducted open market sale that boosted supply.
- Yield on the 10-year benchmark paper (6.79% GS 2027) fell 4 bps to 6.53% from 6.57% in the previous session.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,575 crore (gross) on Aug 29 same as Rs. 2,575 crore (gross) borrowing on Aug 28. Sale of securities under RBI's reverse repo window stood at Rs. 35,082 crore on Aug 28.
- Banks borrowed Rs. 305 crore under the central bank's Marginal Standing Facility on Aug 28 as against nil borrowing on Aug 24.
- RBI conducted a 28-day variable rate reverse repo auction for a notified amount of Rs. 10,000 crore for which Rs. 3,000 crore was allotted at a cut-off rate of 5.99%.

Currency Market Update

- The Indian rupee fell against the U.S. dollar amid geopolitical tension after missile launch by North Korea. The rupee fell 0.18% to close at 64.02 per U.S. dollar from the previous close of 63.90.
- The euro strengthened against the U.S. dollar as no reference about the euro's recent strength by the European Central Bank president at the Jackson Hole conference made investors perceive as an indication that it would continue to climb. Euro was trading at \$1.2043, up 0.55% compared with the previous close of \$1.1977.

Commodity Market Update

- Gold prices traded higher as investors went for safe haven asset amid geopolitical tension between U.S. and North Korea.
- Brent crude prices traded lower with investors awaiting the weekly report from the Energy Information Administration.

International News

- According to data published by Nationwide Building Society, U.K.'s house prices increased 2.1% YoY in Aug 2017, slower than the 2.9% rise in Jul 2017. On a monthly basis, house prices fell 0.1% in Aug, reversing a 0.2% rise in Jul.
- As per survey data from Gfk, Germany's forward looking consumer sentiment index rose for the fifth consecutive month to 10.9 in Sep 2017 from 10.8 in Aug 2017.
- According to the Ministry of Internal Affairs and Communications, jobless rate in Japan came in at 2.8% (seasonally adjusted) in Jul 2017 in line with market expectations and unchanged from the Jun 2017.

Thank you for
your time.