

Indices Performance

Global Indices	31-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,401	18,454	-53	-0.29
Nasdaq	5,213	5,223	-10	-0.19
FTSE	6,782	6,821	-39	-0.58
Nikkei	16,887	16,725	162	0.97
Hang Seng	22,977	23,016	-39	-0.17
Indian Indices	31-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	28,452	28,343	109	0.39
Nifty 50	8,786	8,744	42	0.48
Nifty 100	9,001	8,963	38	0.42
Nifty Bank	19,788	19,532	256	1.31
SGX Nifty	8,832	8,815	17	0.19
S&P BSE Power	2,098	2,098	0	0.02
S&P BSE Small Cap	12,649	12,626	23	0.18
S&P BSE HC	16,162	16,231	-69	-0.42

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
31-Aug	20.84	1.37	24.09	1.22
Month Ago	20.54	1.39	23.62	1.27
Year Ago	20.98	1.40	22.08	1.48

Nifty 50 Top 3 Gainers

Company	31-Aug	Prev_Day	% Change [#]
Ultratech Cem	4029	3892	3.52
Kotak Bank	807	786	2.64
L&T	1513	1476	2.53

Nifty 50 Top 3 Losers

Company	31-Aug	Prev_Day	% Change [#]
Bosch	24168	24734	-2.29
ONGC	236	242	-2.23
Hindalco	159	163	-2.15

Advance Decline Ratio

	BSE	NSE
Advances	1318	757
Declines	1377	855
Unchanged	209	68

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	389	40850
MF Flows**	701	11437

*31st Aug 2016; **30th Aug 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.55% (Jul-16)	0.79% (Apr-16)	-4.00% (Jul-15)
IIP	2.10% (Jun-16)	0.30% (Mar-16)	4.20% (Jun-15)
GDP	7.10 (Jun-16)	7.90 (Mar-16)	7.50 (Jun-15)

Global Indices

- Asian markets witnessed a mixed trend as the positive impact of yen's weakness was neutralised by cautious stance ahead of the U.S. nonfarm payroll data for Aug, which may provide cues on the timing of next interest rate hike in the U.S. Meanwhile, upbeat assessment of the U.S. economy by a Fed official led to worries of an imminent rate hike. Today, (as on Sep 01) most of the bourses were trading mixed following decline in crude oil prices. Both Nikkei Average and Hang Seng traded higher by 0.13% and 0.26%, respectively (as at 8:00 am IST).
- As per the last close, European markets fell after moving between gains and losses. Negative opening on Wall Street overnight and fall in crude oil prices weighed on investor sentiment. Oil prices were affected after U.S. EIA reported larger than build up in U.S. crude oil inventories.
- As per the last close, U.S. markets declined following lower crude oil prices and as market participants remained cautious ahead of the monthly U.S jobs data to be released on Friday. Strong nonfarm payroll data for Aug may have a significant impact on expectations for the next U.S. Federal Reserve meeting in Sep.

Indian Equity Market

- Indian equity closed on an optimistic note led by automobile stocks. Infrastructure stocks too went up following the announcement of new rules for the construction sector, which is expected to boost faster solution of problems so that stalled projects can resume and make admission to financing easier. Continuous inflow of foreign funds despite chances of growing U.S. borrowing costs also boosted sentiment.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.39% and 0.48% to close at 28,452.17 points and 8,786.20 points, respectively. S&P BSE MidCap increased 0.37%, while S&P BSE SmallCap dropped 0.18%.
- On the BSE sectoral front, most of the indices closed in the positive zone. S&P BSE Capital Goods, up 1.40%, was the biggest gainer, while S&P BSE Bankex (1.2%), S&P BSE Finance (1.08%), S&P BSE Industrials (1.04%), and S&P BSE Consumer Durables (0.71%) were some of the other highest grossers of the day. The highest losers included S&P BSE Metal (-1.40%), S&P BSE Realty (-0.81%), and S&P BSE Energy (-0.47%).

Domestic News

- Government data showed that the growth of the Indian economy slowed to 7.1% in the first quarter of FY17 from 7.9% in the previous quarter and 7.5% in the same period of the previous year. The growth of the manufacturing sector accelerated to 9.1% from 7.3% in the corresponding period of the previous year, while the financial sector and the public administration sector grew 9.4% and 12.3%, respectively, during the said period. The slowdown came as the mining sector witnessed a contraction of 0.4% from a growth of 8.5% in the same period of the previous year. The growth in agriculture sector and the construction sector also slowed to 1.8% and 1.5% from the corresponding growths of 2.6% and 5.6%, respectively.
- Government data showed that India's fiscal deficit for the period from Apr to Jul of 2016 stood at Rs. 3.93 lakh crore, or 73.7% of the Budget estimates (BE) for FY17. Fiscal deficit in the corresponding period of the previous year stood at 69.3% of BE for FY16.
- Government data showed that growth of India's core sector slowed to 3.2% in Jul compared with a 5.2% growth in Jun and a growth of 1.3% in the corresponding period of the previous year. Crude oil sector contracted 1.8% for the fifth consecutive month, while steel sector contracted 0.5% during the period under review. Refinery products witnessed the maximum growth of 13.7% while the growth of electricity sector slowed the most in eight months to 1.6%.
- Honda Motorcycle & Scooter India expects a 20% increase in two-wheeler sales during the upcoming festive season. The company also plans to commence operations of a third line at its Bengaluru plant by mid-2017.
- Microsoft has signed an agreement to sell MSN China, a Chinese edition of its global web portal, to China-based Xichuang Technology. The financial terms are not disclosed yet.

FII Derivative Trade Statistics	31-Aug		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4246.90	2180.54	26597.80
Index Options	37136.50	35825.19	61800.46
Stock Futures	5909.33	6363.65	55913.87
Stock Options	3428.83	3469.54	3978.18
Total	50721.56	47838.92	148290.31

Derivative Statistics- Nifty Options			
	31-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.09	1.06	0.03
Put Call Ratio(Vol)	1.09	1.09	-0.01

Debt Watch				
	31-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.39%	6.45%	6.46%	7.13%
CBLO	6.35%	6.49%	6.28%	7.16%
Repo	6.50%	6.50%	6.50%	7.25%
Reverse Repo	6.00%	6.00%	6.00%	6.25%
91 Day T-Bill	6.52%	6.54%	6.51%	7.15%
364 Day T-Bill	6.65%	6.65%	6.71%	7.51%
10 Year Gilt	7.11%	7.13%	7.16%	7.78%
G-Sec Vol. (Rs.Cr)	70245	94239	69437	27972
1 Month CP Rate	6.84%	6.85%	7.00%	7.52%
3 Month CP Rate	7.00%	7.03%	7.28%	7.81%
5 Year Corp Bond	7.53%	7.61%	7.61%	8.36%
1 Month CD Rate	6.50%	6.51%	6.49%	7.29%
3 Month CD Rate	6.65%	6.66%	6.61%	7.49%
1 Year CD Rate	7.25%	7.22%	7.23%	7.83%

Currency Market			
Currency	31-Aug	Prev_Day	Change
USD/INR	66.98	67.09	-0.11
GBP/INR	87.69	87.69	-0.01
EURO/INR	74.62	74.94	-0.32
JPY/INR	0.65	0.66	-0.01

Commodity Prices				
Commodity	31-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	44.68	46.29	41.54	49.20
Brent Crude(\$/bl)	46.21	47.56	40.36	48.51
Gold(\$/oz)	1308	1323	1351	1134
Gold(Rs./10 gm)	30814	31281	30939	26556

Source: ICRON Research

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 Sep 2016 Futures were at 8,836.15 points, a premium of 49.95 points, over the spot closing of 8,786.20 points. The turnover on NSE's Futures and Options segment went up from Rs. 3,22,298.16 crore on Aug 30 to Rs. 3,87,636.36 crore on Aug 31.
- The Put-Call ratio stood at 1.04, compared with the previous session's close of 1.02.
- The Nifty Put-Call ratio stood at 1.09, compared with the previous session's close of 1.06.
- The open interest on Nifty Futures stood at 34.55 million compared with the previous session's close of 31.88 million.

Indian Debt Market

- Bonds yields closed unchanged ahead of the auction of a new 10-year paper later this week.
- Yield on 10-year benchmark bond (7.59% GS 2026) closed flat at 7.11% compare with the previous close. During the session, bond yields moved in the region of 7.09% to 7.11%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 3,207 crore (gross), compared with gross borrowing of Rs. 10,718 crore on Aug 30. Sale of securities under Reserve Bank of India (RBI)'s reverse repo window stood at Rs. 8,281 crore on Aug 30.
- Banks borrowed Rs. 225 crore under the central bank's Marginal Standing Facility on Aug 30 comparative with Rs. 300 crore borrowed on Aug 29.

Currency Market Update

- Indian rupee strengthened against the U.S. dollar led by sales of greenback by foreign banks. However, gains were limited because of chances of a rate hike in the U.S. The rupee grew 0.10% to close at 66.96 per dollar from the previous close of 67.02.
- Euro declined against the U.S. dollar as greenback remained supported following better than expected U.S. consumer confidence index and house price growth data, which increased the speculation of a rate hike by the U.S. Federal Reserve in the coming months. Euro was trading at \$1.1131 compared with the previous close of \$1.1141.

Commodity Market Update

- Gold prices moved up on account of weakened U.S. dollar.
- Brent crude prices slipped as the market expected that the U.S. crude oil inventories had swelled last week, which in turn intensified the oversupply problem.

International News

- As per the Conference Board, U.S. consumer confidence index stood at 101.1 in Aug 2016, up from the previous month's downwardly revised figure of 96.7.
- Data from the Standard & Poor's showed that U.S. home price slowed down unexpectedly in Jun 2016. Home price growth index increased 5.1% YoY in Jun as compared with 5.3% in May 2016.
- Data from Eurostat showed that the jobless rate in the euro area held steady at the lowest level since Jul 2011. The unemployment rate remained unchanged at 10.1% in Jul 2016.
- Data from Eurostat showed that inflation in the euro area stood steady at 0.2% in Aug 2016. Core inflation eased marginally to 0.8% from 0.9% in Jul 2016.