

RELIANCE

MUTUAL
FUND

Markets for You

03 Sep 2018

Indices Performance

Global Indices	31-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,965	25,987	-22	-0.09
Nasdaq	8,110	8,088	21	0.26
FTSE	7,432	7,516	-84	-1.11
Nikkei	22,865	22,870	-4	-0.02
Hang Seng	27,889	28,164	-276	-0.98
Indian Indices	31-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	38,645	38,690	-45	-0.12
Nifty 50	11,681	11,677	4	0.03
Nifty 100	12,003	11,991	12	0.10
Nifty Bank	28,062	28,103	-42	-0.15
SGX Nifty	11,725	11,699	26	0.22
S&P BSE Power	2,141	2,114	27	1.28
S&P BSE Small Cap	17,193	17,100	94	0.55
S&P BSE HC	15,945	15,606	340	2.18

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
31-Aug	24.85	1.15	28.40	1.15
Month Ago	23.61	1.17	28.22	1.18
Year Ago	23.72	1.23	25.62	0.94

Nifty 50 Top 3 Gainers

Company	31-Aug	Prev_Day	% Change [#]
Dr.Reddy	2492	2380	4.70
Tech Mahindra	766	732	4.63
Lupin	931	894	4.23

Nifty 50 Top 3 Losers

Company	31-Aug	Prev_Day	% Change [#]
Yes Bank	344	362	-5.04
RIL	1242	1274	-2.57
Bajaj Finance	2857	2927	-2.40

Advance Decline Ratio

	BSE	NSE
Advances	1440	949
Declines	1236	854
Unchanged	184	99

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	799	-2005
MF Flows**	-151	76406

*31st Aug 2018; **28th Aug 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	4.17% (Jul-18)	4.58% (Apr-18)	2.36% (Jul-17)
IIP	7.00% (Jun-18)	5.30% (Mar-18)	-0.30% (Jun-17)
GDP	8.20% (Jun-18)	7.70% (Mar-18)	5.60% (Jun-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 equity markets mostly traded down as news reports stated that the U.S. President could go ahead with higher tariffs on Chinese imports soon. The President's provocative statements added to the woes – he threatened to leave the World Trade Organisation and compared the European Union with China on the trade front. Fears over worsening trade war kept Chinese markets down although economic data was upbeat. Today (as of Sep 03), Asian markets opened lower after U.S. and Canada failed to reach a trade deal. Both Nikkei and Hang Seng were trading down 0.53% and 0.28%, respectively (as at 8.a.m. IST).
- As per the last close, European markets closed lower as uncertainty surrounding Brexit and U.S. trade policy weighed on investor sentiment. Uncertainty about trade talks between the U.S. and Canada also weighed on the markets.
- As per the last close, U.S markets closed mixed as U.S. President's warning that he could pull the U.S. out of the World Trade Organization weighed on the market sentiments, while boost in tech stocks gave some boost to the indices.

Indian Equity Market

- Indian equity markets remained flattish as investors awaited the release of Gross Domestic Product data, due to be released after market hours. Negative global cues also dampened sentiment. The U.S. President again turned aggressive in his statements on trade with China and European Union.
- Key benchmark indices S&P BSE Sensex fell 0.12% to close at 38,645.07 and Nifty 50 increased 0.03% to 11,680.50. S&P BSE Mid-Cap and S&P BSE Small Cap gained 0.35% and 0.55%, respectively.
- The overall market breadth on BSE was strong with 1440 scrips advancing and 1236 scrips declining. A total of 184 scrips remained unchanged.
- On the BSE sectoral front S&P BSE Healthcare stood as the major gainer, up 2.18% followed by S&P BSE Information Technology that grew 1.38%. S&P BSE Power and S&P BSE Teck grew 1.28% and 1.11%. S&P BSE Capital Goods and S&P BSE Utilities grew 1.04% and 0.99%. The major losers were S&P BSE Energy and S&P BSE Metal, falling 1.49% and 0.63%.

Domestic News

- Government data showed that the gross domestic product (GDP) at 2011-12 prices of the Indian economy witnessed a growth of 8.2% on a yearly basis in the first quarter of FY19 mainly on the back of manufacturing growth. GDP growth in Jun 2017 came in at 5.6% as companies were preparing for the start of the Goods and Services Tax (GST) regime. On the sectoral front, manufacturing and Public administration, defence & other services surged 13.5% and 9.9%, respectively. Construction and Electricity, gas, water supply & other utility services grew 8.7% and 7.3%, respectively.
- Government data showed that India's fiscal deficit for Apr-Jul 2018 came in at Rs. 5.40 lakh crore, or 86.5% of the budgeted target for FY19 against 92.4% in the year-ago period. Net tax receipts were Rs. 2.92 lakh crore or 19.8% of the budget estimate for FY19 compared with 21% in the corresponding period of the previous year. The government's total expenditure for the period from Apr to Jul of 2018 stood at Rs. 8.89 lakh crore or 36.4% of the budget estimate for FY19 compared with 37.7% in the corresponding period of the previous year.
- Government data showed that the growth of index of eight core industries came in at 6.6% in Jul 2018 as against an upwardly revised growth of 7.6% (6.7% originally reported) in Jun 2018. Refinery products witnessed the maximum growth of 12.3%, followed by Cement and Coal sector that surged 10.8% and 9.7%. However, crude oil sector witnessed the maximum decline of 5.4%, thereby marking a decline for the eighth consecutive month. Natural Gas also registered a decline of 5.2%, thereby marking a decline for the third consecutive month.
- The finance minister said demonetisation of high value notes in 2016 has formalised the economy, leading to greater tax collection and higher growth. RBI data has shown that almost all the banned notes were given back to banks.

FII Derivative Trade Statistics		31-Aug	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	5932.20	5035.70	17646.72
Index Options	141940.03	141146.39	50043.18
Stock Futures	25922.95	25121.92	84004.43
Stock Options	6377.13	6295.42	830.33
Total	180172.31	177599.43	152524.66

Derivative Statistics- Nifty Options			
	31-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.55	1.68	-0.12
Put Call Ratio(Vol)	1.01	1.03	-0.02

Debt Watch				
	31-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.41%	6.39%	6.16%	5.83%
CBLO	5.40%	6.44%	6.24%	5.67%
Repo	6.50%	6.50%	6.25%	6.00%
Reverse Repo	6.25%	6.25%	6.00%	5.75%
91 Day T-Bill	6.76%	6.80%	6.69%	6.08%
364 Day T-Bill	7.30%	7.29%	7.24%	6.24%
10 Year Gilt	7.95%	7.87%	7.77%	6.53%
G-Sec Vol. (Rs.Cr)	29325	31439	26766	32284
FBIL MIBOR	6.45%	6.55%	6.25%	5.96%
3 Month CP Rate	7.70%	7.80%	7.50%	6.57%
5 Year Corp Bond	8.78%	8.64%	8.64%	7.34%
1 Month CD Rate	6.96%	6.75%	6.89%	6.04%
3 Month CD Rate	7.25%	7.21%	7.30%	6.15%
1 Year CD Rate	8.04%	8.02%	8.06%	6.47%

Currency Market			
Currency	31-Aug	Prev_Day	Change
USD/INR	70.93	70.73	0.19
GBP/INR	92.35	92.15	0.20
EURO/INR	82.84	82.72	0.12
JPY/INR	0.64	0.63	0.01

Commodity Prices				
Commodity	31-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	69.79	69.46	69.25	47.21
Brent Crude(\$/bl)	77.01	73.60	74.80	53.48
Gold(\$/oz)	1201	1206	1223	1322
Gold(Rs./10 gm)	30226	29561	29660	29456

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty Sep 2018 Futures settled at 11,735.30, a premium of 58.50 points, above the spot closing of 11,680.50. The turnover on NSE's Futures and Options segment declined to Rs. 5,55,158.27 on Aug 31 compared with Rs. 19,31,285.99 on Aug 30.
- The Put-Call ratio stood at 0.91 against previous session's close of 0.84.
- The Nifty Put-Call ratio stood at 1.55 compared with the previous session's close of 1.68.
- India VIX improved 2.17% to 12.6825 from 12.4125 in the previous trading session.
- Open interest on Nifty Futures stood at 25.81 million as against the previous session's close at 35.44 million.

Indian Debt Market

- Bond yields rose for the sixth straight session as rupee plunged to a record low against the greenback. Besides, the consistent rise in crude oil prices and the ongoing global trade war have also been weighing on the market sentiments. As such, there are concerns regarding foreign fund flow and worries over rising inflation in the domestic market.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 2 bps to close at 7.95% from the previous closing of 7.93% after trading in a range of 7.93% to 7.96%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 5,301 crore (gross) on Aug 31 compared with a borrowing of Rs. 3,516 crore (gross) on Aug 30. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 28,777 crore on Aug 30.

Currency Market Update

- The Indian rupee plunged to record low over rising concerns on the ongoing U.S.-China trade dispute, the Turkish financial crises and the slump in Argentinean peso. The rupee dropped 0.35% to close at 70.99 per dollar from the previous close of 70.74.
- The euro weakened against the greenback after worries over trade tension between the U.S. and the European Union (EU). Euro was last seen trading at \$1.628, down from the previous close of 1.1670.

Commodity Market Update

- Gold prices improved with the rising trade dispute between U.S. and China.
- Brent crude prices declined after aggravated trade tension between U.S. and China raised concerns over the future oil demand.

International News

- A report released by the Commerce Department showed personal income and spending in the U.S. both increased in Jul 2018 and was in line with market's expectations. Personal income rose 0.3% after moving up by 0.4% in Jun 2018. Personal spending grew 0.4% in Jul 2018, similar with the increase in the previous month.
- Flash data from Eurostat showed euro zone inflation slowed unexpectedly in Aug 2018 due to oil prices but was above the European Central Bank's target of "below, but close to 2 percent" inflation. Inflation eased to 2% from 2.1% in Jul 2018.



Thank you for
your time.