

RELIANCE

MUTUAL
FUND

Markets for You

06 Sep 2017

Indices Performance

Global Indices	05-Sep	Prev_Day	Abs. Change	% Change [#]
Dow Jones	21,753	Closed	NA	NA
Nasdaq	6,376	Closed	NA	NA
FTSE	7,373	7,411	-39	-0.52
Nikkei	19,386	19,508	-122	-0.63
Hang Seng	27,741	27,740	1	0.00
Indian Indices	05-Sep	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,810	31,702	107	0.34
Nifty 50	9,952	9,913	39	0.40
Nifty 100	10,333	10,290	43	0.42
Nifty Bank	24,328	24,237	91	0.38
SGX Nifty	9,963	9,942	21	0.21
S&P BSE Power	2,260	2,250	10	0.45
S&P BSE Small Cap	16,193	16,030	163	1.02
S&P BSE HC	13,367	13,365	3	0.02

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
5-Sep	23.69	1.23	25.97	0.94
Month Ago	24.29	1.21	25.61	0.96
Year Ago	20.94	1.37	24.15	1.22

Nifty 50 Top 3 Gainers

Company	05-Sep	Prev_Day	% Change [#]
Coal India	254	247	2.98
Tech Mahindra	428	416	2.82
Ultratech Cem	4098	4000	2.44

Nifty 50 Top 3 Losers

Company	05-Sep	Prev_Day	% Change [#]
Bharti Airtel	407	416	-2.38
Sun Pharma	492	501	-1.77
Bharti Infratel	372	378	-1.56

Advance Decline Ratio

	BSE	NSE
Advances	1665	1149
Declines	899	529
Unchanged	144	82

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-847	43073
MF Flows**	719	70914

*5th Sep 2017; **31st 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 broadly in the green as impact of tensions between the U.S. and North Korea was outweighed by results of a private survey showing that activity in China's services sector expanded at a faster pace in Aug. Today (As of Sep 6), Asian markets opened on a negative note amid geopolitical tensions after North Korea's recent nuclear test that continued to keep the market under pressure. Both Nikkei and Hangseng fell 0.33% and 0.95%, respectively as at (8.a.m. IST).
- As per the last close, European market ended lower as geopolitical tensions amid North Korea's recent nuclear test continued to keep the market under pressure.
- As per the last close, U.S. market ended lower amid geopolitical concerns after the news that North Korea conducted a major nuclear test. Also, concerns about the impact of U.S. president's decision to end a program that offered protections for undocumented immigrants weighed on market sentiment.

Indian Equity Market

- After witnessing a volatile session, Indian equity markets closed in the green after the European market commenced trading session on a positive note. Investors also shrugged off the lingering geopolitical tensions and lower service sector Purchasing Managers' Index (PMI) data. Additionally, positive development between India and China during BRICS (Brazil, Russia, India, China, and South Africa) Summit also acted as a positive catalyst.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.34% and 0.40% to close at 31,809.55 and 9,952.20, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap moved up 0.63% and 1.02%, respectively.
- On the BSE sectoral front, most of the indices closed in the green barring S&P BSE Telecom (-1.62%). S&P BSE CD (2.32%) stood as the major gainer followed by S&P BSE Realty (1.56%) and S&P BSE Energy (1.26%). Telecom sector fell on news that the telecom regulator is going to set a 1-2 year roadmap to gradually phase out interconnect usage charge (IUC) that is currently at 14 paise. Telecom commission, which is in favour of zero IUC regime, has recommended immediate cut in IUC to 7-8 paise.

Domestic News

- Nikkei India Services PMI Business Activity Index came in at 47.5 in Aug 2017, down from 45.9 in Jul 2017, due to implementation of the Goods and Services Tax (GST). This was the second consecutive month of contraction of service PMI. Meanwhile, Nikkei India Composite PMI Output Index stood at 49.0 in Aug against 46.0 in Jul.
- According to a major rating agency, total housing credit growth slowed down to 14% to Rs. 14.6 trillion for the twelve months ended Jun 2017 as against 19% in Jun 2016. The downside reflects slowdown in new project launches, expectation of a decline in real estate prices, implementation of real estate regulation and development act & goods and service tax.
- According to a major credit rating agency, India occupies a major position in the world oilseeds industry while contributing approximately 10% in worldwide production. However, the rating agency believes that the demand of edible oils that is extracted from oilseeds in addition to palm oil is considerably up from the domestic production, thereby resulting in dependence on imports. The agency stated that agriculture sector in India has made considerable progress, however, in case of oilseeds, the performance has not been equally creditable.
- HDFC Bank has been added by the Reserve Bank of India (RBI) in the list of domestic systemically important banks. ICICI Bank and State Bank of India Bank were included in the list in 2015.
- The International Finance Corporation, which is the private investment arm of the World Bank, has invested \$10 million as equity in Power2SME, an e-commerce platform that helps small and medium companies buy raw materials at bulk prices.
- HDFC will raise Rs. 2,000 crore by issuing bonds on private placement basis to augment its long-term capital.
- Mahindra and Mahindra Financial Services has announced to raise Rs. 350 crore through issue of non-convertible redeemable debentures of face value of Rs. 10 lakh each. However, the company has not yet disclosed about the usage of the proceeds.

FII Derivative Trade Statistics	05-Sep		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1191.97	1661.54	13493.42
Index Options	49827.10	48827.86	64338.23
Stock Futures	8182.00	7967.92	51598.21
Stock Options	5203.66	5165.65	2879.34
Total	64404.73	63622.97	132309.20

Derivative Statistics- Nifty Options	05-Sep	Prev_Day	Change
Put Call Ratio (OI)	1.35	1.30	0.04
Put Call Ratio(Vol)	1.12	1.27	-0.16

Debt Watch	05-Sep	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.83%	5.85%	5.90%	6.37%
CBLO	5.81%	5.76%	5.24%	5.12%
Repo	6.00%	6.00%	6.00%	6.50%
Reverse Repo	5.75%	5.75%	5.75%	6.00%
91 Day T-Bill	6.08%	6.07%	6.10%	6.53%
364 Day T-Bill	6.21%	6.23%	6.19%	6.64%
10 Year Gilt	6.50%	6.53%	6.44%	6.97%
G-Sec Vol. (Rs.Cr)	44697	40393	60615	58197
1 Month CP Rate	6.48%	6.38%	6.41%	6.79%
3 Month CP Rate	6.60%	6.56%	6.55%	6.98%
5 Year Corp Bond	7.11%	7.16%	7.11%	7.52%
1 Month CD Rate	6.08%	6.04%	6.13%	6.55%
3 Month CD Rate	6.15%	6.17%	6.19%	6.64%
1 Year CD Rate	6.50%	6.50%	6.48%	7.22%

Currency Market	05-Sep	Prev_Day	Change
USD/INR	64.12	64.05	0.07
GBP/INR	82.82	82.97	-0.15
EURO/INR	76.29	76.15	0.14
JPY/INR	0.59	0.59	0.00

Commodity Prices	05-Sep	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	48.58	46.41	49.52	44.34
Brent Crude(\$/bl)	54.17	52.43	52.97	45.55
Gold(\$/oz)	1338	1309	1258	1325
Gold(Rs./10 gm)	30151	29636	28554	30761

Source: ICRON Research

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Derivatives Market

- Nifty Sep 2017 Futures were at 9,971.60, a premium of 19.40 points above the spot closing of 9,952.20. The turnover on NSE's Futures and Options segment went down from Rs. 4,69,922.20 crore on Sep 4 to Rs. 3,84,640.64 crore on Sep 5.
- The Put-Call ratio stood at 0.94 against previous session's close of 1.01.
- The Nifty Put-Call ratio stood at 1.35 against previous session's close of 1.30.
- The open interest on Nifty Futures stood at 19.40 million as against previous session's close of 18.06 million.

Indian Debt Market

- Bond yields stood unchanged amid lack of triggers in the market. Investors also preferred to stay on the sidelines awaiting cues on the country's near-term policy rate action.
- Yield on the 10-year benchmark paper (6.79% GS 2027) stood at 6.50%, unchanged from the previous close. During the session, bond yields traded in the range of 6.49% and 6.51%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 1,635 crore (gross) on Sep 5 compared with borrowings of Rs. 2,045 crore (gross) on Sep 4. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 10,679 crore on Sep 4.
- Banks did not borrow under the central bank's Marginal Standing Facility on Sep 4 and Sep 1.

Currency Market Update

- The Indian rupee weakened against the greenback as investors were cautious ahead of European Central Bank policy meeting on Sep 7. The rupee fell 0.11% to close at 64.12 from the previous closing of 64.05.
- The euro was almost steady against the greenback as investors remained cautious ahead of European Central Bank policy meeting due on Sep 7. Simmering geopolitical tensions also kept the greenback under pressure. Euro was trading at \$1.1896, up 0.01% compared with the previous close of \$1.1895.

Commodity Market Update

- Gold prices traded near 11-month high amid escalating tension between the U.S. and North Korea.
- Brent crude prices traded higher as its demand picked up following recovery from the devastating impact of Hurricane Harvey.

International News

- According to a report from Eurostat, euro zone's retail sales volume fell 0.3% MoM in Jul 2017 as against an increase of 0.6% in Jun 2017. While sales of 'food, drinks, tobacco,' fell 0.5%, non-food product sales inched up 0.1%. Retail sales growth eased to 2.6% YoY in Jul, as against 3.3% in Jun.
- According to IHS Markit and Chartered Institute of Procurement & Supply, U.K. services Purchasing Managers' Index (PMI) missed market expectations and fell to 53.2 in Aug 2017 from 53.8 in Jul 2017. This marked the slowest pace of growth since Sep 2016. The downside reflects subdued client demand and heightened uncertainty about the domestic economic outlook that weighed on business activity growth.

Thank you for
your time.