

RELIANCE

MUTUAL
FUND

Markets for You

06 Sep 2018

Indices Performance

Global Indices	05-Sep	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,975	25,952	23	0.09
Nasdaq	7,995	8,091	-96	-1.19
FTSE	7,383	7,458	-75	-1.00
Nikkei	22,581	22,697	-116	-0.51
Hang Seng	27,244	27,973	-729	-2.61
Indian Indices	05-Sep	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	38,018	38,158	-140	-0.37
Nifty 50	11,477	11,520	-43	-0.38
Nifty 100	11,751	11,799	-48	-0.41
Nifty Bank	27,376	27,431	-55	-0.20
SGX Nifty	11,520	11,549	-29	-0.25
S&P BSE Power	2,075	2,073	2	0.10
S&P BSE Small Cap	16,728	16,815	-87	-0.52
S&P BSE HC	15,820	15,716	103	0.66

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
5-Sep	24.35	1.17	27.90	1.17
Month Ago	23.97	1.18	28.23	1.18
Year Ago	23.69	1.23	25.97	0.94

Nifty 50 Top 3 Gainers

Company	05-Sep	Prev_Day	% Change [#]
Yes Bank	344	334	2.92
Aurobindo Pharma	697	677	2.90
Vedanta Limited	229	225	2.07

Nifty 50 Top 3 Losers

Company	05-Sep	Prev_Day	% Change [#]
Bharti Infratel	271	284	-4.47
HUL	1612	1651	-2.39
Zee Ente.	482	493	-2.17

Advance Decline Ratio

	BSE	NSE
Advances	981	601
Declines	1784	1228
Unchanged	166	75

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1619	-1851
MF Flows**	285	76978

*5th Sep 2018; **3rd Sep 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 markets traded lower on worries over U.S. tariff imposition on Chinese goods which might further impact the other emerging markets. However, downside was limited on improved economic data across the region as China's services sector continued to expand in Aug, albeit at a slower rate while, the services sector in Japan continued to expand in the same month, and at a faster rate. Today (as of Sep 06), Asian markets opened lower following losses in U.S. Wall Street amid sell-off in tech stocks. Both Nikkei and Hang Seng were trading down 0.26% and 0.11%, respectively (as at 8.a.m. IST).

• As per the last close, European markets closed lower as worries over crisis in emerging markets and trade tensions between the U.S. and major economies weighed on investor's sentiments.

• As per the last close, U.S. markets closed mostly lower as ongoing trade tensions between the U.S. and its key partners. A sharp drop in global crude oil prices also weighed on investor's sentiments. Decline in major tech companies also weighed on market.

Indian Equity Market

• Indian equity markets fell, weighed down by sliding rupee. Investor sentiments dented further as final reading of a private survey showed that the domestic service sector expanded at a slower pace on MoM basis in Aug as weaker demand and rising input costs restricted hiring. Global cues too played a spoilsport as heightened worries over international trade conflicts curbed investors' appetite for riskier assets.

• Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.37% and 0.38% to close at 38,018.31 and 11,476.95, respectively. S&P BSE Small Cap and S&P BSE Mid Cap slipped 0.52% and 0.61% respectively.

• On the BSE sectoral front, majority of the indices closed in the red. S&P BSE Telecom was the major loser, down 2.24%, followed by S&P BSE Consumer Durables and S&P BSE FMCG, which fell 1.85% and 1.10%, respectively. S&P BSE Capital Goods and S&P BSE Energy slipped 1.02% and 0.98%, respectively. Meanwhile, S&P BSE Metal was the top gainer, up 1.13%, followed by S&P BSE Healthcare and S&P BSE Basic Materials, which inched up 0.66% and 0.29%, respectively.

Domestic News

• The Nikkei India Services Purchasing Managers' Index (PMI) fell to 51.5 in Aug 2018 from 54.2 in Jul 2018. The downside reflects weakest growth in new work in three months. Seasonally adjusted Nikkei India Composite PMI Output Index fell to 51.9 in Aug as against 54.1 in Jul due to weaker growth in both the manufacturing and service sectors.

• A new return form has been notified by the government for goods and services tax (GST) that will have to be filed for the full year. GSTR-9 return is for the normal taxpayers and GSTR-9A is for composition taxpayers. The tax payers have to file the annual return form for 2017-18 by Dec 31, 2018. Besides the monthly and quarterly returns, the tax payers had to file an annual return from the very beginning, however, the annual format was not notified following compliance and IT issues.

• An expert panel set up by the government has suggested simplification of imposition of penalties for minor violations of Companies Act. Minor violations include violations related to technical defaults and corporate governance. Meanwhile, the panel has decided to treat contraventions, such as non-disclosure of by a director regarding an interest in a contract or an agreement, as a serious offence. The current mechanism of penalty and prosecution by courts will continue for these types of offence.

• Tata Capital Financial Services has announced to raise up to Rs. 75 billion through sale of non-convertible debentures which also includes tier-II capital bonds of up to Rs. 15 billion. The issue has been announced to commence on Sep 10.

• A major credit rating company has withdrawn the 'D' rating of Reliance Infrastructure after the company repaid its Non-Convertible Debentures (NCDs) of Rs. 710 crore. The company repaid the NCDs from the funds received through sale of Integrated Mumbai Distribution Business to Adani Transmission.

• Monnet Ispat and Energy Ltd (MIEL) announced its acquisition by JSW Steel and its promoters after MIEL completed its insolvency resolution proceedings.

FII Derivative Trade Statistics		05-Sep	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3338.02	3673.71	20162.95
Index Options	124841.88	125228.88	64761.03
Stock Futures	15218.57	15801.59	84562.67
Stock Options	10825.45	10865.79	7135.24
Total	154223.92	155569.97	176621.89

Derivative Statistics- Nifty Options			
	05-Sep	Prev_Day	Change
Put Call Ratio (OI)	1.37	1.45	-0.08
Put Call Ratio(Vol)	0.96	1.04	-0.08

Debt Watch				
	05-Sep	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.31%	6.32%	6.37%	5.83%
CBLO	6.21%	6.33%	5.21%	5.81%
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	6.78%	6.81%	6.76%	6.08%
364 Day T-Bill	7.35%	7.32%	7.25%	6.21%
10 Year Gilt	8.05%	7.92%	7.76%	6.50%
G-Sec Vol. (Rs.Cr)	42961	25021	28593	44697
FBIL MIBOR	6.40%	6.46%	6.46%	5.95%
3 Month CP Rate	7.65%	7.70%	7.60%	6.60%
5 Year Corp Bond	8.84%	8.75%	8.64%	7.33%
1 Month CD Rate	6.36%	6.70%	6.69%	6.08%
3 Month CD Rate	7.18%	7.26%	7.03%	6.15%
1 Year CD Rate	8.07%	8.04%	7.96%	6.50%

Currency Market			
Currency	05-Sep	Prev_Day	Change
USD/INR	71.75	71.19	0.57
GBP/INR	92.23	91.46	0.77
EURO/INR	83.13	82.49	0.64
JPY/INR	0.64	0.64	0.00

Commodity Prices				
Commodity	05-Sep	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	68.64	69.63	68.44	48.58
Brent Crude(\$/bl)	76.75	75.70	73.12	54.17
Gold(\$/oz)	1196	1206	1213	1338
Gold(Rs./10 gm)	30274	30048	29428	30151

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 Sep 2018 Futures settled at 11,518.25, a premium of 41.30 points, above the spot closing of 11,476.95. The turnover on NSE's Futures and Options segment improved to Rs. 13,57,421.34 on Sep 5 compared with Rs. 10,17,418.71 on Sep 4.
- The Put-Call ratio stood at 0.77, compared with the previous session's close of 0.87.
- The Nifty Put-Call ratio stood at 1.37 compared with the previous session's close of 1.45.
- Open interest on Nifty Futures stood at 27.42 million as against the previous session's close at 26.04 million.

Indian Debt Market

- After rising in the last seven consecutive sessions, bond yields fell marginally on value buying and as global crude oil prices eased.
- Yield on the 10-year benchmark paper (7.17% GS 2028) eased 1 bps to close at 8.05% from the previous closing of 8.06% after trading in a range of 8.03% to 8.11%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,591 crore (gross) on Sep 5 compared with a borrowing of Rs. 3,471 crore (gross) on Sep 4. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 31,492 crore on Sep 4.
- Banks did not borrowed under the central bank's Marginal Standing Facility on Sep 4 compared with borrowings of Rs. 1,100 crore on Sep 03.

Currency Market Update

- The Indian rupee plunged as continued sell-off across emerging market peers coupled with losses in domestic equity markets fuelled concerns of foreign fund outflows. However, sale of dollars by state-run banks restricted further losses. The rupee fell 0.24% to close at Rs. 71.75 per dollar from the previous close of Rs. 71.58 per dollar.
- The euro stood almost steady against the greenback amid concerns that U.S. President might soon ramp up a trade war with Beijing by imposing tariffs on more Chinese imports. Euro inched up 0.03% and was trading at \$1.1585, up from the previous close of 1.1581.

Commodity Market Update

- Gold prices slipped as the greenback appreciated with the aggravating U.S.-China trade dispute.
- Brent crude prices surged amid supply concerns after an American petroleum major had to cease production in the Gulf of Mexico and evacuate oil platforms over hurricane worries.

International News

- A report from the Commerce Department showed that construction spending in U.S. edged up 0.1% to an annual rate of \$1.315 trillion in Jul 2018 as against a decline of 0.8% to a revised rate of \$1.314 trillion in June. The slight gain reflects 0.7% gain on spending on public construction. Spending on educational construction surged 2.1% and spending on highway construction grew 0.4%. Meanwhile, spending on private construction inched down 0.1%.
- A report from the Institute for Supply Management showed that U.S. purchasing managers index surprisingly grew to 61.3 in Aug 2018 from 58.1 in Jul 2018.



Thank you for
your time.