

RELIANCE

MUTUAL
FUND

Markets for You

07 Sep 2018

Indices Performance

| Global Indices | 06-Sep | Prev_Day | Abs. Change | % Change [#] |
|-------------------|--------|----------|-------------|-----------------------|
| Dow Jones | 25,996 | 25,975 | 21 | 0.08 |
| Nasdaq | 7,923 | 7,995 | -72 | -0.91 |
| FTSE | 7,319 | 7,383 | -64 | -0.87 |
| Nikkei | 22,488 | 22,581 | -93 | -0.41 |
| Hang Seng | 26,975 | 27,244 | -269 | -0.99 |
| Indian Indices | 06-Sep | Prev_Day | Abs. Change | % Change [#] |
| S&P BSE Sensex | 38,243 | 38,018 | 225 | 0.59 |
| Nifty 50 | 11,537 | 11,477 | 60 | 0.52 |
| Nifty 100 | 11,815 | 11,751 | 64 | 0.55 |
| Nifty Bank | 27,469 | 27,376 | 93 | 0.34 |
| SGX Nifty | 11,562 | 11,520 | 42 | 0.36 |
| S&P BSE Power | 2,100 | 2,075 | 25 | 1.21 |
| S&P BSE Small Cap | 16,804 | 16,728 | 76 | 0.46 |
| S&P BSE HC | 16,167 | 15,820 | 348 | 2.20 |

P/E Dividend Yield

| Date | Sensex | | Nifty | |
|-----------|--------|------------|-------|------------|
| | P/E | Div. Yield | P/E | Div. Yield |
| 6-Sep | 24.55 | 1.16 | 28.05 | 1.16 |
| Month Ago | 24.12 | 1.17 | 28.26 | 1.18 |
| Year Ago | 23.60 | 1.24 | 25.88 | 0.94 |

Nifty 50 Top 3 Gainers

| Company | 06-Sep | Prev_Day | % Change [#] |
|------------------|--------|----------|-----------------------|
| Aurobindo Pharma | 759 | 697 | 8.95 |
| RIL | 1261 | 1227 | 2.80 |
| Bosch | 21267 | 20699 | 2.74 |

Nifty 50 Top 3 Losers

| Company | 06-Sep | Prev_Day | % Change [#] |
|-----------|--------|----------|-----------------------|
| Zee Ente. | 470 | 482 | -2.50 |
| Hindalco | 235 | 240 | -1.90 |
| Maruti | 8760 | 8896 | -1.53 |

Advance Decline Ratio

| | BSE | NSE |
|-----------|------|------|
| Advances | 1619 | 1088 |
| Declines | 1102 | 710 |
| Unchanged | 169 | 86 |

Institutional Flows (Equity)

| Description (Cr) | Inflow/Outflow | YTD |
|------------------|----------------|-------|
| FII Flows* | -315 | -2166 |
| MF Flows** | 151 | 77129 |

*6th Sep 2018; **4th 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 equity markets mostly declined as investor sentiment was clouded by fears of U.S. imposing fresh tariffs on \$200 billion Chinese goods. The public comment period on the issue comes to an end on Sep 6. Today (as of Sep 07), Asian markets opened mixed. Ongoing trade concerns weighed on market sentiments, while increase in crude oil prices boosted some of the indices. Nikkei was trading down 0.93% and Hang Seng was trading up 0.60% (as at 8 a.m. IST).
- As per the last close, European markets closed lower amid ongoing concerns over potential new U.S. tariffs on China and a sell-off in emerging markets. However, reports that the U.S. and Canada have made some progress in talks to revise the NAFTA boosted some investors.
- As per the last close, U.S. markets closed mostly lower following sharp decline in tech stocks. Less than expected rise in private sector employment in Aug 2018 and sharp fall in crude oil prices also weighed on investor's sentiments.

Indian Equity Market

- Indian equity markets gained after going down on the last six days. Markets went up as investors resorted to bargain hunting in pharma, bank and realty stocks. Gains were restricted by rupee falling yet again to a new low and trade row tensions between U.S. and China.
- Key benchmark index S&P BSE Sensex gained 0.59% to close at 38,242.81 and Nifty 50 grew 0.52% to close at 11,536.90. S&P BSE Mid-Cap and S&P BSE Small Cap gained 0.31% and 0.46%, respectively.
- The overall market breadth on BSE was weak with 1619 scrips advancing and 1102 scrips declining. A total of 169 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Healthcare and S&P BSE Energy were the major gainers, up 2.2% and 2.12%, respectively. S&P BSE Power and S&P BSE Oil and Gas grew 1.21% and 1.15%, respectively. S&P BSE Utilities and S&P BSE Industrials grew 1.01% and 0.65%. The major losers were S&P BSE Telecom and S&P BSE Consumer Discretionary Goods & Services, down 0.3% and 0.16%, respectively.

Domestic News

- The government has simplified the process of claiming GST refunds. The claimants will now have to submit printout of 'GSTR-2A' form to tax authorities instead of giving invoices of all purchases in a month. GSTR-2A form is the purchase return auto-generated by the system which will serve as an evidence through which claimant can avail input tax credit (ITC).
- Finance minister was non-committal on reducing excise duty to balance increasing petrol and diesel prices. Fuel prices have touched all-time highs. The fuel price rally has been driven by rupee dropping to all-time low, which has made imports costlier.
- Niti Aayog vice chairman has urged states to make alternate fuel policy and share suggestions on modern mobility transition. The chairman called for a making a task force in every state. This being done to have a unified and convergent view on electric mobility between states and the centre. Niti Aayog will put forward a paper to the government at the Global Mobility Summit, covering all aspects of electric vehicles and other fuel options. Around 12 states could also present their papers.
- According to media reports, L&T Technology Services Limited has entered into an agreement to acquire 100% stake in Bangalore-based Graphene Semiconductor Services Private Limited in an all cash deal which is worth Rs. 930 million. The transaction is expected to be completed by Oct, 2018.
- According to media reports, the Mistubishi Corporation of Japan has made foray into the Indian retail sector with an investment of about Rs. 1.8 billion in an ongoing residential project of Shriram Properties in Chennai which is spread over in 63 acres. The two companies have entered into a partnership to promote the residential project.
- According to media reports, Aurobindo Pharmaceuticals has acquired Sandoz's generic business in the U.S. for \$900 million. This is being considered as the largest ever overseas pharma transaction.

| FII Derivative Trade Statistics | | 06-Sep | |
|---------------------------------|-----------|-----------|-----------|
| (Rs Cr) | Buy | Sell | Open Int. |
| Index Futures | 3746.60 | 6074.96 | 23116.23 |
| Index Options | 171793.21 | 167393.50 | 72303.37 |
| Stock Futures | 15427.55 | 15742.06 | 85032.63 |
| Stock Options | 9709.37 | 9741.55 | 7341.81 |
| Total | 200676.73 | 198952.07 | 187794.04 |

| Derivative Statistics- Nifty Options | | | |
|--------------------------------------|--------|----------|--------|
| | 06-Sep | Prev_Day | Change |
| Put Call Ratio (OI) | 1.40 | 1.37 | 0.03 |
| Put Call Ratio(Vol) | 0.94 | 0.96 | -0.02 |

| Debt Watch | | | | |
|--------------------|--------|---------|----------|----------|
| | 06-Sep | Wk. Ago | Mth. Ago | Year Ago |
| Call Rate | 6.31% | 6.34% | 6.29% | 5.83% |
| CBLO | 6.21% | 6.28% | 6.24% | 5.82% |
| Repo | 6.50% | 6.50% | 6.50% | 6.00% |
| Reverse Repo | 6.25% | 6.25% | 6.25% | 5.75% |
| 91 Day T-Bill | 6.84% | 6.80% | 6.76% | 6.08% |
| 364 Day T-Bill | 7.42% | 7.31% | 7.23% | 6.22% |
| 10 Year Gilt | 8.06% | 7.93% | 7.77% | 6.51% |
| G-Sec Vol. (Rs.Cr) | 37281 | 32339 | 18937 | 55818 |
| FBIL MIBOR | 6.41% | 6.45% | 6.45% | 5.97% |
| 3 Month CP Rate | 7.65% | 7.70% | 7.55% | 6.64% |
| 5 Year Corp Bond | 8.83% | 8.75% | 8.64% | 7.33% |
| 1 Month CD Rate | 6.95% | 6.98% | 6.60% | 6.10% |
| 3 Month CD Rate | 7.17% | 7.25% | 6.98% | 6.14% |
| 1 Year CD Rate | 8.20% | 8.03% | 7.95% | 6.50% |

| Currency Market | | | |
|-----------------|--------|----------|--------|
| Currency | 06-Sep | Prev_Day | Change |
| USD/INR | 71.92 | 71.75 | 0.17 |
| GBP/INR | 92.80 | 92.23 | 0.58 |
| EURO/INR | 83.60 | 83.13 | 0.47 |
| JPY/INR | 0.65 | 0.64 | 0.00 |

| Commodity Prices | | | | |
|--------------------|--------|--------|----------|----------|
| Commodity | 06-Sep | Wk Ago | Mth. Ago | Year Ago |
| NYMEX Crude(\$/bl) | 67.76 | 70.20 | 68.96 | 49.08 |
| Brent Crude(\$/bl) | 75.74 | 77.09 | 72.15 | 55.02 |
| Gold(\$/oz) | 1200 | 1200 | 1206 | 1334 |
| Gold(Rs./10 gm) | 30535 | 30099 | 29491 | 30205 |

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty Sep 2018 Futures settled at 11,567.15, a premium of 30.25 points, above the spot closing of 11,536.90. The turnover on NSE's Futures and Options segment improved to Rs. 21,87,006.63 on Sep 6 compared with Rs. 13,57,421.34 on Sep 5.
- The Put-Call ratio stood at 0.81, compared with the previous session's close of 0.77.
- The Nifty Put-Call ratio stood at 1.40 compared with the previous session's close of 1.37.
- Open interest on Nifty Futures stood at 28.46 million as against the previous session's close at 27.42 million.

Indian Debt Market

- Bond yields settled slightly higher after rupee continued to be on a losing streak touching yet another record low and crude oil prices continued to remain at elevated levels. Rising concerns over foreign fund outflow, inflationary pressure and a possible monetary tightening policy by the Monetary Policy Committee kept market sentiments low.
- Yield on the 10-year benchmark paper (7.17% GS 2028) increased 1 bps to close at 8.06% from the previous closing of 8.05% after trading in a range of 8.03% to 8.09%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,846 crore (gross) on Sep 6 compared with a borrowing of Rs. 3,591 crore (gross) on Sep 5. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 27,296 crore on Sep 5.

Currency Market Update

- The Indian rupee plunged against the greenback as the latter was in high demand from various foreign and state-run banks. This aggravated worries over foreign fund outflows. The intensified U.S.-China trade tariff war is also weighing on the local currency. The rupee fell 0.33% to close at 71.99 per dollar from the previous close of 71.75.
- The euro saw an improvement against the greenback as the UK and Germany moved ahead on a Brexit deal. Euro was last seen at \$1.1647, up from the previous close of \$1.1629.

Commodity Market Update

- Gold prices edged up and surpassed the \$1,200-mark as the ongoing U.S.-China trade tension added to the safe-haven appeal of the precious metal.
- Brent crude inched higher with the impending U.S. sanction on Iran, which will come into effect from November.

International News

- Data from the U.S. Labour Department showed that the U.S. labour productivity increased 2.9% in the second quarter of 2018 and was unrevised from the preliminary estimate. However, labour productivity increased significantly from an increase of 0.3% in the previous quarter.
- Data from the U.S. Labour Department showed that initial jobless claims for the week ended Sep 1 fell 10,000 to 203,000 from the previous week's unrevised level of 213,000. Initial jobless claims thus fell to their lowest level since hitting 202,000 in December of 1969.
- A report released by payroll processor ADP showed that private sector employment in U.S. increased 163,000 jobs in Aug 2018 after jumping by a revised 217,000 jobs (219,000 jobs originally reported) in Jul 2018.



Thank you for
your time.