

Indices Performance

| Global Indices | 08-Sep | Prev_Day | Abs. Change | % Change [#] |
|-------------------|--------|----------|-------------|-----------------------|
| Dow Jones | 18,480 | 18,526 | -46 | -0.25 |
| Nasdaq | 5,259 | 5,284 | -24 | -0.46 |
| FTSE | 6,859 | 6,847 | 12 | 0.18 |
| Nikkei | 16,959 | 17,012 | -54 | -0.32 |
| Hang Seng | 23,919 | 23,742 | 178 | 0.75 |
| Indian Indices | 08-Sep | Prev_Day | Abs. Change | % Change [#] |
| S&P BSE Sensex | 29,045 | 28,926 | 119 | 0.41 |
| Nifty 50 | 8,953 | 8,918 | 35 | 0.39 |
| Nifty 100 | 9,178 | 9,143 | 35 | 0.39 |
| Nifty Bank | 20,417 | 20,407 | 10 | 0.05 |
| SGX Nifty | 8,967 | 8,948 | 20 | 0.22 |
| S&P BSE Power | 2,140 | 2,135 | 5 | 0.24 |
| S&P BSE Small Cap | 12,922 | 12,816 | 106 | 0.83 |
| S&P BSE HC | 16,720 | 16,360 | 360 | 2.20 |

P/E Dividend Yield

| Date | Sensex | | Nifty | |
|-----------|--------|------------|-------|------------|
| | P/E | Div. Yield | P/E | Div. Yield |
| 8-Sep | 21.45 | 1.34 | 24.54 | 1.20 |
| Month Ago | 20.85 | 1.39 | 23.82 | 1.26 |
| Year Ago | 20.15 | 1.45 | 21.31 | 1.54 |

Nifty 50 Top 3 Gainers

| Company | 08-Sep | Prev_Day | % Change [#] |
|------------|--------|----------|-----------------------|
| Sun Pharma | 808 | 779 | 3.70 |
| Bajaj Auto | 3089 | 2986 | 3.45 |
| Tata Steel | 403 | 390 | 3.35 |

Nifty 50 Top 3 Losers

| Company | 08-Sep | Prev_Day | % Change [#] |
|---------------|--------|----------|-----------------------|
| Yes Bank | 1328 | 1402 | -5.23 |
| TCS | 2322 | 2441 | -4.85 |
| Tech Mahindra | 459 | 472 | -2.71 |

Advance Decline Ratio

| | BSE | NSE |
|-----------|------|------|
| Advances | 1603 | 1004 |
| Declines | 1167 | 616 |
| Unchanged | 183 | 73 |

Institutional Flows (Equity)

| Description (Cr) | Inflow/Outflow | YTD |
|------------------|----------------|-------|
| FII Flows* | 864 | 43894 |
| MF Flows** | -308 | 12137 |

*8th Sep 2016; **7th Sep 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 closed on a mixed note as the mainland Chinese market posted improved trade data in Aug and crude oil extended its gains. Today (As on Sep 09), Asian market opened mixed after a report indicated that earthquake in North Korea was due to an explosion from nuclear test. Also, ECB's decision to not extend its quantitative easing program also weighed on investor's sentiments. However, increase in crude oil prices restricted the fall. Nikkei Average traded down 0.19% and Hang Seng traded up 0.39%, respectively (as at 8.00 a.m IST).
- As per the last close, European market closed mixed after ECB in its monetary policy meeting decided to leave its quantitative easing program unchanged until Mar 2017 which was expected to be extended. However, merging of two software companies had a positive impact on investors which restricted the fall.
- As per the last close, the U.S. market closed lower after ECB announced in its monetary policy meeting to leave its quantitative easing program unchanged until Mar 2017 which was expected to be extended and unexpected decrease in U.S. weekly jobless claims.

Indian Equity Market

- Despite commencing on a weak note, the Indian equity market closed higher as S&P BSE Sensex touched a new high by crossing 29,000-mark for the first time since Apr 13, 2015. Improved car sales data in Aug and better-than-expected Chinese trade data for the same period have supported sentiment. However, investors remained cautious ahead of the European Central Bank's monetary policy decision scheduled later in the day.
- Key benchmark indices S&P BSE Sensex and Nifty 50 moved up 0.41% and 0.39% to close at 29,045.28 points and 8,952.50 points, respectively. S&P BSE MidCap and SmallCap gained 0.15% and 0.83%, respectively.
- On the BSE sectoral front, most of the indices closed in the positive terrain. S&P BSE Realty (3.03%) topped the chart followed by S&P BSE Healthcare (2.2%) and S&P BSE Consumer Discretionary Goods & Services (1.19%). Auto sector (0.91%) gained after the Society of Indian Automobile Manufacturers reported strong car sales growth in Aug and revised its FY16 growth estimate upwards. However, S&P BSE IT (-2.49%) stood as the major laggard followed by S&P BSE Teck (-1.81%), S&P BSE Utilities (-0.05%), and S&P BSE Bankex (-0.04%).

Domestic News

- Data from Society of Indian Automobile Manufacturers (SIAM) showed that sales of passenger vehicles grew 16.68% to 258,722 units in Aug mainly due to new launches, favourable monsoons, and implementation of Seventh Pay Commission's norms. Sale of passenger vehicles in the same period of the previous fiscal stood at 221,743 units. Sales of two-wheelers also increased 26.32% to 16,48,883 units in Aug. However, sales of commercial vehicles moderated and grew 1.53% to 52,996 units in the same period.
- The Indian President gave its approval to the constitutional amendment bill of Goods and Services Tax (GST). According to the finance minister, the government expects to implement the GST from Apr 1, 2017. GST is touted to be the biggest tax reform since independence, which is expected to create uniform market for seamless movement of goods and services with one uniform tax rate.
- The Central Board of Direct Taxes has launched the 'e-nivaran' facility for online redressal of taxpayers' complaints related to refunds, ITRs, and PAN among others. The objective of the move is to lower instances of harassment of the public when it comes to complaints related to the Income Tax department.
- Tata Consultancy Services warned of a slowdown in discretionary spending in the banking and financial services (BFSI) vertical by its U.S. clients. However, the company opined that Europe BFSI is doing well and retained its outlook on rest of business/services verticals.
- Infosys, in a massive reorganization, is splitting itself into 12-15 smaller business units, each with revenue of \$500-\$700 million. Currently, the company is bifurcated into four large verticals namely banking & financial services and insurance, retail & life sciences, manufacturing & hi-tech, and energy & utilities. Each of these will be split into smaller units.

| FII Derivative Trade Statistics | 08-Sep | | |
|---------------------------------|----------|----------|-----------|
| (Rs Cr) | Buy | Sell | Open Int. |
| Index Futures | 2340.82 | 2367.79 | 31346.67 |
| Index Options | 53347.36 | 52511.04 | 77958.15 |
| Stock Futures | 8020.75 | 9035.84 | 59937.64 |
| Stock Options | 6552.26 | 6684.17 | 6919.87 |
| Total | 70261.19 | 70598.84 | 176162.33 |

| Derivative Statistics- Nifty Options | | | |
|--------------------------------------|--------|----------|--------|
| | 08-Sep | Prev_Day | Change |
| Put Call Ratio (OI) | 1.23 | 1.20 | 0.03 |
| Put Call Ratio(Vol) | 1.27 | 1.05 | 0.22 |

| Debt Watch | | | | |
|--------------------|--------|---------|----------|----------|
| | 08-Sep | Wk. Ago | Mth. Ago | Year Ago |
| Call Rate | 6.39% | 6.38% | 6.45% | 7.32% |
| CBLO | 6.46% | 6.42% | 6.49% | 7.27% |
| Repo | 6.50% | 6.50% | 6.50% | 7.25% |
| Reverse Repo | 6.00% | 6.00% | 6.00% | 6.25% |
| 91 Day T-Bill | 6.53% | 6.53% | 6.53% | 7.20% |
| 364 Day T-Bill | 6.62% | 6.64% | 6.65% | 7.43% |
| 10 Year Gilt | 7.04% | 7.12% | 7.17% | 7.77% |
| G-Sec Vol. (Rs.Cr) | 84849 | 59015 | 73202 | 29794 |
| 1 Month CP Rate | 6.81% | 6.83% | 6.86% | 7.73% |
| 3 Month CP Rate | 6.96% | 7.00% | 7.11% | 7.85% |
| 5 Year Corp Bond | 7.48% | 7.53% | 7.63% | 8.44% |
| 1 Month CD Rate | 6.56% | 6.52% | 6.51% | 7.42% |
| 3 Month CD Rate | 6.64% | 6.64% | 6.65% | 7.50% |
| 1 Year CD Rate | 7.22% | 7.24% | 7.25% | 7.84% |

| Currency Market | | | |
|-----------------|--------|----------|--------|
| Currency | 08-Sep | Prev_Day | Change |
| USD/INR | 66.45 | 66.36 | 0.09 |
| GBP/INR | 88.61 | 89.04 | -0.43 |
| EURO/INR | 74.77 | 74.69 | 0.08 |
| JPY/INR | 0.65 | 0.65 | 0.00 |

| Commodity Prices | | | | |
|--------------------|--------|--------|----------|----------|
| Commodity | 08-Sep | Wk Ago | Mth. Ago | Year Ago |
| NYMEX Crude(\$/bl) | 47.63 | 43.17 | 43.06 | 45.92 |
| Brent Crude(\$/bl) | 49.43 | 44.65 | 42.84 | 48.33 |
| Gold(\$/oz) | 1338 | 1313 | 1335 | 1121 |
| Gold(Rs./10 gm) | 31240 | 30703 | 30876 | 26280 |

Source: ICRON Research

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Derivatives Market

- Nifty Sep 2016 Futures were at 8,982.55 points, a premium of 30.05 points, over the spot closing of 8,952.50 points. The turnover on NSE's Futures and Options segment went up from Rs. 4,25,499.83 crore on Sep 7 to Rs. 4,67,825.33 crore on Sep 8.
- The Put-Call ratio stood at 0.97, compared with the previous session's close of 0.96.
- The Nifty Put-Call ratio stood at 1.23, compared with the previous session's close of 1.20.
- The open interest on Nifty Futures stood at 36.21 million compared with the previous session's close of 35.80 million.

Indian Debt Market

- Bonds yields continued to fall on hopes that consumer inflation would increase at a slower pace in the near term making room for the Reserve Bank of India (RBI) to lower policy rates by the year end.
- Yield on 10-year benchmark bond (7.59% GS 2026) closed down 2 bps at 7.04% compared with the previous close of 7.06%. During the session, bond yields moved in the region of 7.02% to 7.06%.
- RBI conducted open market operation for an aggregate amount of Rs. 10,000 crore for government securities namely 7.46% GS 2017, 8.15% GS 2022, 8.20% GS 2025, 8.60% GS 2028, and 7.88% GS 2030. The cut-off rates were Rs. 100.50 (6.88%), Rs. 104.58 (7.19%), Rs. 106.20 (7.27%), Rs. 110.10 (7.31%), and Rs. 106.00 (7.18%), respectively. The auction was fully subscribed.
- Banks borrowed Rs. 430 crore under the central bank's Marginal Standing Facility on Sep 7 comparative with Rs. 900 crore borrowed on Sep 6.

Currency Market Update

- Indian rupee fell marginally against the U.S. dollar due to demand of the greenback from banks and importers. The rupee inched down 0.06% to close at 66.41 per dollar from the previous close of 66.37.
- The euro rose against the greenback after the ECB kept interest rates unchanged and refrained from further expanding its asset purchase program in its monetary policy review. Euro was trading at \$1.1308, up 0.63% compared with the previous close of \$1.1237.

Commodity Market Update

- Gold prices traded lower as strong initial jobless claims data for the previous week affirmed signs of healthy labour market, thereby raising concerns over near term outlook of U.S. interest rate.
- Brent crude prices gained as data showed a pullback in U.S. crude stockpiles.

International News

- The European Central Bank (ECB) kept its interest rates unchanged in its policy meeting for the fourth time and retained its asset purchases program. Thus, the refinancing rate, deposit rate, and the marginal lending facility rate stood at 0%, (-) 0.40%, and 0.25%, respectively. ECB will continue its monthly asset purchases of EUR 80 billion until Mar 2017 and it may go beyond if the path of inflation is not consistent with its inflation target.
- According to the General Administration of Customs, China's trade surplus fell to \$52.05 billion in Aug 2016 from \$52.31 billion in Jul 2016 due to fall in exports and rise in imports. Exports dropped 2.8% YoY in Aug, but were slower than 4.4% fall in Jul. In the similar comparative period, imports increased 1.5% compared with a 12.5% plunge. Imports rose for the first time since late 2014 on strong domestic demand.