

RELIANCE

MUTUAL
FUND

Markets for You

11 Sep 2017

Indices Performance

| Global Indices | 08-Sep | Prev_Day | Abs. Change | % Change [#] |
|-------------------|--------|----------|-------------|-----------------------|
| Dow Jones | 21,798 | 21,785 | 13 | 0.06 |
| Nasdaq | 6,360 | 6,398 | -38 | -0.59 |
| FTSE | 7,378 | 7,397 | -19 | -0.26 |
| Nikkei | 19,275 | 19,397 | -122 | -0.63 |
| Hang Seng | 27,668 | 27,523 | 146 | 0.53 |
| Indian Indices | 08-Sep | Prev_Day | Abs. Change | % Change [#] |
| S&P BSE Sensex | 31,688 | 31,663 | 25 | 0.08 |
| Nifty 50 | 9,935 | 9,930 | 5 | 0.05 |
| Nifty 100 | 10,320 | 10,328 | -8 | -0.08 |
| Nifty Bank | 24,371 | 24,305 | 66 | 0.27 |
| SGX Nifty | 9,959 | 9,967 | -8 | -0.08 |
| S&P BSE Power | 2,239 | 2,260 | -20 | -0.90 |
| S&P BSE Small Cap | 16,325 | 16,339 | -13 | -0.08 |
| S&P BSE HC | 13,134 | 13,256 | -122 | -0.92 |

P/E Dividend Yield

| Date | Sensex | | Nifty | |
|-----------|--------|------------|-------|------------|
| | P/E | Div. Yield | P/E | Div. Yield |
| 8-Sep | 23.74 | 1.22 | 25.90 | 0.94 |
| Month Ago | 24.05 | 1.22 | 25.50 | 0.97 |
| Year Ago | 21.45 | 1.34 | 24.54 | 1.20 |

Nifty 50 Top 3 Gainers

| Company | 08-Sep | Prev_Day | % Change [#] |
|---------------|--------|----------|-----------------------|
| L&T Ltd. | 1172 | 1129 | 3.83 |
| Bharti Airtel | 404 | 397 | 1.56 |
| Kotak Bank | 1008 | 994 | 1.41 |

Nifty 50 Top 3 Losers

| Company | 08-Sep | Prev_Day | % Change [#] |
|----------|--------|----------|-----------------------|
| M&M | 1295 | 1340 | -3.32 |
| Dr.Reddy | 2163 | 2225 | -2.81 |
| BPCL | 513 | 524 | -2.05 |

Advance Decline Ratio

| | BSE | NSE |
|-----------|------|------|
| Advances | 1098 | 692 |
| Declines | 1539 | 1002 |
| Unchanged | 122 | 62 |

Institutional Flows (Equity)

| Description (Cr) | Inflow/Outflow | YTD |
|------------------|----------------|-------|
| FII Flows* | -303 | 41256 |
| MF Flows** | 531 | 72804 |

*8th Sep 2017; **7th Sep 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 mixed as the U.S. dollar slipped after the European Central Bank chief suggested the bank's stimulus measures could be decided in Oct 2017. Negative economic data from Japan and geopolitical tensions in North Korea further weighed on markets. On the other hand, Hong Kong market grew owing to strength in property stocks. Today (As of Sep 11), Asian markets opened higher as investors are expected to absorb the news related to developments out of the People's Bank of China and ECB announced at the weekend. Both Nikkei and Hangseng grew 1.46% and 0.83% respectively as at (8.a.m.)
- As per the last close, European market ended mostly lower as investors remained cautious ahead of Hurricane Irma in Florida and amid fear of another intercontinental ballistic missile launch by North Korea.
- As per the last close, U.S markets ended mostly lower amid concerns about the economic impact of Hurricane Irma and sharp fall in crude oil prices. However, rise in stock price of U.S. insurance major and better than expected increase in wholesale inventories for Jul 2017 capped the losses.

Indian Equity Market

- Indian equity market closed marginally higher. Strength in the stocks of metal companies on the back of higher commodity prices, sustained capital investment by domestic institutional investors, and strength in the rupee helped market sentiment. However, gains were restricted as investors remained cautious amid lingering worries about North Korea and lack of any positive trigger.
- Key benchmark indices S&P BSE Sensex as well as Nifty 50 went up 0.08% and 0.05% to close at 31,687.52 and 9,934.80, respectively. Both S&P BSE Small-Cap and S&P BSE Mid-Cap fell 0.08% and 0.44%, respectively.
- On the BSE sectoral front, among the losers, comprised S&P BSE Realty, down 1.54%, trailed by S&P BSE Healthcare (-0.92%), S&P BSE Power (-0.9%), S&P BSE Oil & Gas (-0.57%), S&P BSE Utilities (-0.51%) and S&P BSE Auto (-0.50%). Meanwhile, the gainers were S&P BSE Capital Goods (1.88%), S&P BSE Industrials (0.73%), S&P BSE FMCG (0.46%), S&P BSE Telecom (0.39%), S&P BSE Bankex (0.03%), and S&P BSE Metal (0.01%).

Domestic News

- Market regulator Securities and Exchange Board of India (SEBI) has proposed obligatory physical settlement in stock derivatives contracts. As of now, equity derivatives are cash settled, which means that difference between the entry price and exit price is either debited or credited in cash. However in physical settlement, traders will have to take delivery of the shares against the derivatives position. SEBI has proposed this for the suitability of derivatives for retail investors.
- According to media reports, as a part of the broader crack down on black money, the government is planning to make it compulsory for unlisted companies to dematerialise their shares. As per the reports, the Ministry of Corporate Affairs, SEBI, and depositories are discussing over this matter. According to SEBI, all listed companies are required to dematerialise shares.
- According to a major credit rating agency, gold-finance companies have witnessed increase in return on assets to approximately 4% in FY17 (same as 2012 levels), up from 2.5% in FY14. As per the agency, the improvement came on the wake of lenders moving to periodic collection of interest on the loans and lowering of product tenures.
- The regulatory authority of Germany has concluded an audit of Dr. Reddy's Laboratories formulations manufacturing facility in Duvvada, Visakhapatnam. It has come out with zero critical and six major observations on its formulating manufacturing facility.
- United Bank of India announced that it has decided to give up processing fees for home loans, car loans, and two-wheeler loans. This comes on the wake of encouraging customers.
- JSW Infrastructure has planned to invest Rs. 2,000 crore to set up a captive port in Odisha's coast at Jatadhari Muhan near Paradip. The port would initially have a capacity to handle 10 million tonnes of cargo and would be subsequently raised to 20 million tonnes. JSW Infrastructure is a part of the Sajjan Jindal controlled JSW Group.

| FII Derivative Trade Statistics | 08-Sep | | |
|---------------------------------|----------|----------|-----------|
| (Rs Cr) | Buy | Sell | Open Int. |
| Index Futures | 918.01 | 1025.13 | 15246.06 |
| Index Options | 37881.05 | 36363.62 | 68493.34 |
| Stock Futures | 5871.84 | 6146.43 | 54809.52 |
| Stock Options | 4308.99 | 4282.41 | 4256.32 |
| Total | 48979.89 | 47817.59 | 142805.24 |

| Derivative Statistics- Nifty Options | | | |
|--------------------------------------|--------|----------|--------|
| | 08-Sep | Prev_Day | Change |
| Put Call Ratio (OI) | 1.38 | 1.35 | 0.03 |
| Put Call Ratio(Vol) | 1.15 | 1.29 | -0.14 |

| Debt Watch | | | | |
|--------------------|--------|---------|----------|----------|
| | 08-Sep | Wk. Ago | Mth. Ago | Year Ago |
| Call Rate | 5.86% | 5.83% | 5.90% | 6.39% |
| CBLO | 5.87% | 4.70% | 6.01% | 6.46% |
| 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% | 6.09% | 6.12% | 6.53% |
| 364 Day T-Bill | 6.24% | 6.23% | 6.18% | 6.62% |
| 10 Year Gilt | 6.54% | 6.48% | 6.46% | 6.81% |
| G-Sec Vol. (Rs.Cr) | 52260 | 71510 | 25276 | 84849 |
| 1 Month CP Rate | 6.49% | 6.38% | 6.41% | 6.81% |
| 3 Month CP Rate | 6.64% | 6.55% | 6.59% | 6.96% |
| 5 Year Corp Bond | 7.14% | 7.10% | 7.09% | 7.48% |
| 1 Month CD Rate | 6.10% | 6.07% | 6.13% | 6.56% |
| 3 Month CD Rate | 6.15% | 6.15% | 6.19% | 6.64% |
| 1 Year CD Rate | 6.48% | 6.48% | 6.49% | 7.22% |

| Currency Market | | | |
|-----------------|--------|----------|--------|
| Currency | 08-Sep | Prev_Day | Change |
| USD/INR | 63.87 | 64.03 | -0.16 |
| GBP/INR | 83.88 | 83.47 | 0.41 |
| EURO/INR | 77.04 | 76.36 | 0.68 |
| JPY/INR | 0.59 | 0.59 | 0.01 |

| Commodity Prices | | | | |
|--------------------|--------|--------|----------|----------|
| Commodity | 08-Sep | Wk Ago | Mth. Ago | Year Ago |
| NYMEX Crude(\$/bl) | 47.39 | 47.27 | 49.02 | 47.58 |
| Brent Crude(\$/bl) | 55.09 | 53.94 | 52.54 | 49.42 |
| Gold(\$/oz) | 1346 | 1325 | 1260 | 1338 |
| Gold(Rs./10 gm) | 30388 | 29742 | 28447 | 31240 |

Source: ICRON Research

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Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.

Derivatives Market

- Nifty Sep 2017 Futures were at 9,950, a premium of 15.20 points above the spot closing of 9,934.80. The turnover on NSE's Futures and Options segment went down from Rs. 8,54,933.58 crore on Sep 7 to Rs. 3,30,071.02 crore on Sep 8.
- The Put-Call ratio stood at 0.95 against previous session's close of 0.97.
- The Nifty Put-Call ratio stood at 1.38 against previous session's close of at 1.35.
- The open interest on Nifty Futures stood at 20.12 million as against previous session's close of 19.81 million.

Indian Debt Market

- Bond yields rose as market participants remained on the sidelines amid lack of any fresh domestic triggers. Fresh supply of debt securities following the weekly debt auction also weighed on market sentiment.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 3 bps to close at 6.54% as against the previous close of 6.51%. During the session, bond yields traded in the range of 6.50% and 6.55%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 1,965 crore (gross) on Sep 8 compared with borrowings of Rs. 2,055 crore (gross) on Sep 7. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 8,258 crore on Sep 7.
- Banks borrowed Rs. 20 crore under the central bank's Marginal Standing Facility on Sep 7 compared with no borrowings on Sep 6.

Currency Market Update

- The Indian rupee strengthened against the greenback as the latter weakened after the European Central Bank (ECB) president indicated to taper stimulus in Oct 2017.
- The euro strengthened against the greenback as indications by the president of ECB on tapering stimulus in Oct 2017 continued to support the single currency. Also, impact of hurricanes on the U.S. weighed on greenback.

Commodity Market Update

- Gold prices touched one-year high amid lingering geopolitical tensions between the U.S. and North Korea.
- Brent crude prices traded higher following media reports that Saudi Arabia will cut oil supply allocations to its customers worldwide in Oct 2017 by 350,000 barrels per day (bpd).

International News

- According to the Labor Department, U.S. labor productivity increased by more than initially estimated in the second quarter, while unit labor costs rose by less than initially estimated. U.S. labor productivity rose 1.5% in the Jun quarter of 2017 after inching up 0.1% in the previous quarter.
- According to the Labor Department, U.S. initial jobless claims rose to 298,000 for the week ended Sep 2, up 62,000 from the previous week's unrevised level of 236,000 (originally reported 241,000).
- Data from the Office for National Statistics showed that U.K. industrial production grew at a slower rate in Jul 2017 due to weak oil and gas output. Industrial production rose 0.2% on a monthly basis in Jul as compared with 0.5% growth in Jun 2017.

Thank you for
your time.