

RELIANCE

MUTUAL
FUND

Markets for You

12 Sep 2017

Indices Performance

| Global Indices | 11-Sep | Prev_Day | Abs. Change | % Change [#] |
|-------------------|--------|----------|-------------|-----------------------|
| Dow Jones | 22,057 | 21,798 | 260 | 1.19 |
| Nasdaq | 6,432 | 6,360 | 72 | 1.13 |
| FTSE | 7,414 | 7,378 | 36 | 0.49 |
| Nikkei | 19,546 | 19,275 | 271 | 1.41 |
| Hang Seng | 27,955 | 27,668 | 287 | 1.04 |
| Indian Indices | 11-Sep | Prev_Day | Abs. Change | % Change [#] |
| S&P BSE Sensex | 31,882 | 31,688 | 195 | 0.61 |
| Nifty 50 | 10,006 | 9,935 | 71 | 0.72 |
| Nifty 100 | 10,395 | 10,320 | 75 | 0.72 |
| Nifty Bank | 24,672 | 24,371 | 301 | 1.24 |
| SGX Nifty | 10,029 | 9,959 | 70 | 0.70 |
| S&P BSE Power | 2,281 | 2,239 | 42 | 1.87 |
| S&P BSE Small Cap | 16,452 | 16,325 | 127 | 0.77 |
| S&P BSE HC | 13,130 | 13,134 | -4 | -0.03 |

P/E Dividend Yield

| Date | Sensex | | Nifty | |
|-----------|--------|------------|-------|------------|
| | P/E | Div. Yield | P/E | Div. Yield |
| 11-Sep | 23.97 | 1.21 | 26.11 | 0.93 |
| Month Ago | 23.13 | 1.26 | 24.80 | 0.99 |
| Year Ago | 21.20 | 1.35 | 24.31 | 1.21 |

Nifty 50 Top 3 Gainers

| Company | 11-Sep | Prev_Day | % Change [#] |
|---------------|--------|----------|-----------------------|
| IndusInd Bank | 1791 | 1696 | 5.62 |
| Tata Power | 81 | 77 | 4.68 |
| L&T Ltd. | 1218 | 1172 | 3.88 |

Nifty 50 Top 3 Losers

| Company | 11-Sep | Prev_Day | % Change [#] |
|----------------|--------|----------|-----------------------|
| M&M | 1280 | 1295 | -1.17 |
| Indiabulls HFC | 1298 | 1311 | -1.01 |
| Sun Pharma | 467 | 471 | -0.83 |

Advance Decline Ratio

| | BSE | NSE |
|-----------|------|-----|
| Advances | 1408 | 923 |
| Declines | 1222 | 779 |
| Unchanged | 199 | 74 |

Institutional Flows (Equity)

| Description (Cr) | Inflow/Outflow | YTD |
|------------------|----------------|-------|
| FII Flows* | -127 | 42654 |
| MF Flows** | 531 | 72804 |

*11th 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

- Most of the Asian markets ended in the green amid subdued geopolitical concerns and better than expected economic data. Geopolitical concern lessened temporarily after North Korea refrained from launching more missiles at the weekend. Chinese market gained following better than expected inflation data in Aug 2017. Japanese core machinery orders also rose in Jul 2017 at the fastest pace since Jan 2016. Today (As of Sep 12), Asian markets opened mostly higher amid gains in Wall Street after concerns over the potential damage of Hurricane Irma faded. Nikkei was trading up 0.99% and Hangseng was trading marginally down 0.07% (as at 8.a.m. IST).
- As per the last close, European market ended higher as investors got relieved after it was seen that the impact of Hurricane Irma was less extensive than it was feared and also that North Korea did not launch another ballistic missile as it was expected.
- As per the last close, U.S markets ended higher as investors sentiment boosted after it was noted that the impact of Hurricane Irma was not as severe as many had predicted.

Indian Equity Market

- Indian equity went up amid growing optimism ahead of release of industrial production data for Jul 2017 and retail inflation for Aug 2017, scheduled later during the week. Positive cues from the Asian markets too supported buying interest as North Korea refrained from conducting another missile test during the past weekend.
- Key benchmark indices S&P BSE Sensex and Nifty 50 went up 0.61% and 0.72% to close at 31,882.16 and 10,006.05, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap rose 0.71% and 0.77%, respectively.
- The overall market breadth on BSE was positive with 1,408 scrips advancing and 1,222 scrips declining. A total of 199 scrips remained unchanged.
- On the BSE sectoral front, majority of the indices closed in the green. S&P BSE Capital Goods was the top gainer, up 2.60%, followed by S&P BSE Power and S&P BSE Utilities, which rose 1.87% and 1.86% respectively. S&P BSE Industrial and S&P BSE Bankex rose 1.48% and 1.14%, respectively. Meanwhile, S&P BSE Telecom was the major loser, down 0.24%, followed by S&P BSE IT and S&P BSE Teck, which fell 0.14% and 0.13%, respectively.

Domestic News

- According to data by the Society of Indian Automobile Manufacturers (SIAM), domestic passenger vehicle sales grew 13.76% to 2,94,335 units in Aug 2017 from 2,58,737 units in the year ago period. Car sales were up 11.8% to 1,98,811 units as against 1,77,829 units in Aug 2016. Meanwhile, commercial vehicles sales surged 23.22% to 65,310 units in Aug 2017.
- India's direct tax collections increased 17.5% to Rs. 2.24 lakh crore from Apr to Aug of FY18. The amount collected in the first five months is 22.9% of the total budget estimates of direct taxes (comprising personal income and corporate tax). Government has estimated it will collect Rs. 9.80 lakh crore from direct taxes in FY18. Personal tax collection after adjusting refunds grew 16.5% while corporate tax grew 18.1%. Refunds issued fell 7.2% to Rs. 74,089 crore during the period from the corresponding period last fiscal.
- According to the latest survey by the Reserve Bank of India (RBI), country's current situation index has decreased to 96.8 in Jun 2017 from 100 in May 2017. The index has slipped into the pessimistic zone with sentiment showing deterioration across all parameters. While sentiment in urban India has been quiet for some time now, sentiment in the rural area too is beginning to deteriorate.
- The Goods and Service Tax (GST) Council has increased the cess on motor vehicles - mid-size cars, large cars and sports utility vehicles by 2%, 5% and 7%, respectively, as against whole 10% increase effected in the law. Meanwhile, it has kept the overall tax incidence within 50%. With this increase in cess rate, the overall tax incidence on mid size cars have increased to 45%, large cars to 48% and SUVs to 50% from 43% (28% GST+15% cess). The council has cut GST rates on more than 40 items, including walnuts, broom, clay idols custard powder, idly-dosa batter, rubber bands, raincoat etc.

| FII Derivative Trade Statistics | 11-Sep | | |
|---------------------------------|----------|----------|-----------|
| (Rs Cr) | Buy | Sell | Open Int. |
| Index Futures | 1267.99 | 1148.73 | 15236.80 |
| Index Options | 31974.72 | 31491.84 | 71410.79 |
| Stock Futures | 5771.46 | 5832.93 | 54810.90 |
| Stock Options | 5176.71 | 5220.85 | 4765.38 |
| Total | 44190.88 | 43694.35 | 146223.87 |

| Derivative Statistics- Nifty Options | 11-Sep | Prev_Day | Change |
|--------------------------------------|--------|----------|--------|
| Put Call Ratio (OI) | 1.43 | 1.38 | 0.06 |
| Put Call Ratio(Vol) | 1.32 | 1.15 | 0.17 |

| Debt Watch | 11-Sep | Wk. Ago | Mth. Ago | Year Ago |
|--------------------|--------|---------|----------|----------|
| Call Rate | 5.84% | 5.86% | 5.85% | 6.40% |
| CBLO | 5.88% | 5.80% | 5.89% | 6.44% |
| Repo | 6.00% | 6.00% | 6.00% | 6.50% |
| Reverse Repo | 5.75% | 5.75% | 5.75% | 6.00% |
| 91 Day T-Bill | 6.07% | 6.08% | 6.11% | 6.51% |
| 364 Day T-Bill | 6.22% | 6.23% | 6.22% | 6.61% |
| 10 Year Gilt | 6.56% | 6.50% | 6.50% | 6.83% |
| G-Sec Vol. (Rs.Cr) | 28948 | 54777 | 39777 | 77902 |
| 1 Month CP Rate | 6.53% | 6.41% | 6.41% | 6.86% |
| 3 Month CP Rate | 6.66% | 6.56% | 6.56% | 6.98% |
| 5 Year Corp Bond | 7.12% | 7.12% | 7.11% | 7.47% |
| 1 Month CD Rate | 6.10% | 6.10% | 6.13% | 6.58% |
| 3 Month CD Rate | 6.14% | 6.15% | 6.19% | 6.63% |
| 1 Year CD Rate | 6.50% | 6.49% | 6.49% | 7.23% |

| Currency Market | 11-Sep | Prev_Day | Change |
|-----------------|--------|----------|--------|
| USD/INR | 63.89 | 63.87 | 0.02 |
| GBP/INR | 84.26 | 83.88 | 0.38 |
| EURO/INR | 76.73 | 77.04 | -0.30 |
| JPY/INR | 0.59 | 0.59 | 0.00 |

| Commodity Prices | 11-Sep | Wk Ago | Mth. Ago | Year Ago |
|--------------------|--------|--------|----------|----------|
| NYMEX Crude(\$/bl) | 48.01 | 47.27 | 48.76 | 45.83 |
| Brent Crude(\$/bl) | 55.09 | 53.09 | 51.76 | 48.51 |
| Gold(\$/oz) | 1327 | 1334 | 1289 | 1328 |
| Gold(Rs./10 gm) | 30092 | 30165 | 29002 | 31191 |

Source: ICRON Research

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Derivatives Market

- Nifty Sep 2017 Futures were at 10,025.90, a premium of 19.85 points above the spot closing of 10,006.05. The turnover on NSE's Futures and Options segment went up to Rs. 4,82,710.44 crore on Sep 11.
- The Put-Call ratio remained unchanged from the previous trading session's close at 0.95.
- The Nifty Put-Call ratio stood at 1.43 against previous session's close of at 1.38.
- India VIX moved down 4.65% to 12.3600 from 12.9625 in the previous trading session.
- The open interest on Nifty Futures stood at 20.52 million as against previous session's close of 20.12 million.

Indian Debt Market

- Bond yields rose for a fourth straight session as investors sold notes ahead of a state debt auction on Sep 12. Investors were also cautious ahead of consumer price inflation data for Aug 2017, which is due on Sep 12.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 2 bps to close at 6.56% as against the previous close of 6.54%. During the session, bond yields traded in the range of 6.53% and 6.56%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,450 crore (gross) on Sep 11 compared with borrowings of Rs. 1,965 crore (gross) on Sep 8. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 16,158 crore on Sep 8.
- Banks did not borrow under the central bank's Marginal Standing Facility on Sep 8 compared with borrowings of Rs. 20 crore on Sep 7.

Currency Market Update

- The Indian rupee weakened against the U.S. dollar following increased demand for greenback by the state-run banks. Investors were also cautious ahead of consumer price inflation data for Aug 2017 due on Sep 12. The rupee fell 0.24% to close at 63.93 from the previous closing of 63.78.
- The euro weakened against the greenback following comment from a European Central Bank board member that monetary policy could remain more accommodative for a longer period. Euro was trading at \$1.1995, down 0.32% from the previous close of \$1.2033.

Commodity Market Update

- Gold prices traded lower, down from its one-year high, amid easing geopolitical worries between the U.S. and North Korea.
- Brent crude prices went up after concerns that energy demand would suffer eased, as Hurricane Irma hit the U.S. southeast with less intensity than predicted.

International News

- A report from the Commerce Department showed that U.S. wholesale inventories surpassed market expectations and grew 0.6% in Jul 2017 unchanged from downwardly revised increase (0.7% increase originally reported) in Jun 2017. Inventories of durable goods surged 0.9% driven by increases in inventories of electrical goods, metals and machinery.
- According to an official of the U.S. Federal Reserve, the fierce hurricane season will actually help U.S. businesses instead of hurting the economy. It will be required to re-build all the things that have been damaged by the storms, which would lift economic activity.



Thank you for
your time.