

**RELIANCE**

MUTUAL  
FUND

# Markets for You

14 Sep 2017

## Indices Performance

Global Indices	13-Sep	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	22,158	22,119	39	0.18
Nasdaq	6,460	6,454	6	0.09
FTSE	7,380	7,401	-21	-0.28
Nikkei	19,866	19,777	89	0.45
Hang Seng	27,894	27,972	-78	-0.28
Indian Indices	13-Sep	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	32,186	32,159	28	0.09
Nifty 50	10,079	10,093	-14	-0.14
Nifty 100	10,468	10,486	-18	-0.17
Nifty Bank	24,832	24,785	47	0.19
SGX Nifty	10,109	10,104	5	0.05
S&P BSE Power	2,290	2,292	-2	-0.09
S&P BSE Small Cap	16,520	16,618	-98	-0.59
S&P BSE HC	13,505	13,351	154	1.15

## P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
13-Sep	24.16	1.20	26.23	0.93
Month Ago	23.13	1.26	24.80	0.99
Year Ago	20.78	1.38	23.89	1.23

## Nifty 50 Top 3 Gainers

Company	13-Sep	Prev_Day	% Change <sup>#</sup>
Tata Power	85	81	4.69
Sun Pharma	503	483	4.13
RIL	849	824	3.07

## Nifty 50 Top 3 Losers

Company	13-Sep	Prev_Day	% Change <sup>#</sup>
BPCL	500	534	-6.30
Indian Oil	416	435	-4.36
ITC	272	278	-2.22

## Advance Decline Ratio

	BSE	NSE
Advances	974	603
Declines	1634	1081
Unchanged	157	76

## Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1233	41005
MF Flows**	365	73169

\*13<sup>th</sup> Sep 2017; \*\*8<sup>th</sup> Sep 2017

## Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	1.88% (Jul-17)	3.85% (Apr-17)	0.63% (Jul-16)
IIP	1.20% (Jul-17)	3.20% (Apr-17)	4.40% (Jul-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 after U.S. stocks grew overnight on hopes that a tax reform plan could get passed this year. Data from reports showed that Japan's business survey index of large manufacturers increased to 5.1 in the three months ended Sep 2017, as against -2.0 in the earlier month. Chinese shares grew after a survey showed investors were hopeful about economic conditions in Aug 2017. Today (As of Sep 14), Asian markets opened on a mixed note as investors remained cautious ahead of the release of a stream of China data. While Nikkei went up 0.21%, Hangseng fell 0.13% as at (8.a.m. IST).
- As per the last close, European market ended on a mixed note. Sharp decline in mining stocks negatively impacted the indices. Investors remained cautious ahead of the policy decision from the Bank of England on Sep 14.
- As per the last close, U.S markets ended higher as gains in the energy sector driven by jump in oil prices offset the losses in the technology sector. However, trading trend was choppy as investors remained cautious ahead of the release of some key economic data.

## Indian Equity Market

- Indian equity markets gave up most of its intraday gains to settle almost flat. Positive cues from U.S. markets and easing concerns over geopolitical issues buoyed investor sentiment for major part of the session. Market participants also reacted to the latest batch of macroeconomic data. Buying interest was restricted after retail inflation rose to a five-month high in Aug 2017 due to costlier vegetables and fruits and industrial production grew marginally in Jul 2017.
- Gains were eroded later during the session as selling pressure was witnessed in the stocks of oil marketing companies (OMCs) following media reports that the OMCs may be told to absorb increase in oil prices due to inflation risks. Commencement of the European trading session on a weaker note acted as spoilsport.
- While S&P BSE Sensex closed flat at 32,186.41, Nifty 50 dropped marginally to close at 10,079.30. Meanwhile, S&P BSE Mid-Cap and S&P BSE Small-Cap dropped 0.69% and 0.59%, respectively.
- The overall market breadth on BSE was weak with 1,634 scrips declining and 974 scrips advancing. A total of 157 scrips remained unchanged.

## Domestic News

- The Union cabinet has approved additional 1% dearness allowance to Central government employees and dearness relief to pensioners. This is expected to benefit 49.26 lakh employees and 61.17 lakh pensioners. Also, cabinet has approved doubling the gratuity limit to Rs. 20 lakh for private sector employees, similar to the Central government employees.
- According to media reports, the government has identified more than 1 lakh directors of shell companies for disqualification amid its steps to crackdown against shell companies. The move will follow termination of registration of approximately 210,000 companies and restrictions on the operation of bank accounts by their directors.
- According to the Petroleum Planning and Analysis Cell, India's fuel demand fell 6.1% to 15.75 million tonnes (mt) in Aug 2017 from 16.78 mt in the year-ago period. This marks the highest decline since Apr 2003. The downside reflects floods in some parts that impacted consumption of diesel and petrol.
- In order to enhance the dairy sector, the Cabinet Committee on Economic Affairs has approved a Dairy Processing and Infrastructure Development Fund of Rs. 10,881 crore for the period 2017-18 to 2028-29. This new fund will be managed by the National Dairy Development Board and the National Dairy Development Cooperation. The fund will be used to provide loan to build an efficient milk procurement system and other processing infrastructure.
- According to a report from the World Economic Forum (WEF), India has been placed at rank 103, the lowest among BRICS (Brazil, Russia, India, China and South Africa) economies on the WEF's Global Human Capital Index. Also, India ranks among the lowest in the world with regards to employment gender gap. However, it stands at rank 65 out of 130 with regards to development of skills needed for the future.

FII Derivative Trade Statistics	13-Sep		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1041.49	1340.14	16853.04
Index Options	35801.96	35820.04	77227.14
Stock Futures	6653.15	6441.89	56851.04
Stock Options	5638.31	5706.41	5733.44
Total	49134.91	49308.48	156664.66

Derivative Statistics- Nifty Options			
	13-Sep	Prev_Day	Change
Put Call Ratio (OI)	1.52	1.51	0.00
Put Call Ratio(Vol)	1.10	1.42	-0.32

Debt Watch				
	13-Sep	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.85%	5.83%	5.85%	6.41%
CBLO	5.86%	5.82%	5.89%	6.47%
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%	6.08%	6.11%	6.50%
364 Day T-Bill	6.24%	6.22%	6.22%	6.61%
10 Year Gilt	6.59%	6.51%	6.50%	6.85%
G-Sec Vol. (Rs.Cr)	42230	55818	39777	50287
1 Month CP Rate	6.53%	6.48%	6.41%	6.86%
3 Month CP Rate	6.66%	6.64%	6.56%	7.00%
5 Year Corp Bond	7.17%	7.11%	7.11%	7.49%
1 Month CD Rate	6.10%	6.10%	6.13%	6.58%
3 Month CD Rate	6.13%	6.14%	6.19%	6.62%
1 Year CD Rate	6.50%	6.50%	6.49%	7.23%

Currency Market			
Currency	13-Sep	Prev_Day	Change
USD/INR	63.98	63.95	0.03
GBP/INR	85.15	84.36	0.79
EURO/INR	76.66	76.55	0.11
JPY/INR	0.58	0.58	0.00

Commodity Prices				
Commodity	13-Sep	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	49.25	49.08	48.76	46.23
Brent Crude(\$/bl)	56.41	55.02	51.76	48.06
Gold( \$/oz)	1323	1334	1289	1327
Gold(Rs./10 gm)	30001	30205	29002	31212

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 10,091.45, a premium of 12.15 points above the spot closing of 10,079.30. The turnover on NSE's Futures and Options segment went up from Rs. 4,90,149.13 crore on Sep 12 to Rs. 6,58,605.06 crore on Sep 13.
- The Put-Call ratio stood at 0.92 against previous session's close at 1.05.
- The Nifty Put-Call ratio stood at 1.52 against previous session's close at 1.51.
- India VIX moved down 0.02% to 11.7550 from 11.7575 in the previous trading session.
- The open interest on Nifty Futures stood at 21.52 million as against previous session's close of 20.86 million.

**Indian Debt Market**

- Bond yields rose after retail inflation rose to a five month high in Aug 2017. This increased concerns that the Monetary Policy Committee might not consider easing interest rates in the near term.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 3 bps to close at 6.59% from the previous close of 6.56%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,135 crore (gross) on Sep 13 compared with borrowings of Rs. 2,130 crore (gross) on Sep 12. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 16,685 crore on Sep 12.
- Banks did not borrow under the central bank's Marginal Standing Facility on Sep 12 as well as on Sep 11.

**Currency Market Update**

- The Indian rupee strengthened against the U.S. dollar as the latter weakened amid geopolitical tensions between the U.S. and North Korea and ahead of U.S. inflation data due on Sep 14. However, greenback demand by state-run banks capped the gains.
- Euro rose against the U.S. dollar as the latter weakened amid geopolitical tensions between the U.S. and North Korea. Investors were also cautious ahead of U.S. inflation data due on Sep 14 that further led to decline in greenback.

**Commodity Market Update**

- Gold prices went up, although gains were limited owing to investors continuing to buy riskier assets.
- Brent crude prices grew after OPEC cut output in Aug 2017. OPEC improving its outlook for global oil demand also added to the gains.

**International News**

- According to a report from Destatis, Germany's consumer price inflation came in line with preliminary expectations and stood at 1.8% in Aug 2017, up from 1.7% in Jul 2017. This marked the highest inflation rate since Apr 2017. Inflation excluding food and energy was 1.6%. While food price growth increased to 3%, energy prices grew 2.3%. Consumer prices inched up 0.1% MoM as against 0.4% increase in Jul 2017.
- A report from the Destatis showed that Germany's wholesales prices grew 3.2% YoY in Aug 2017, compared with 2.2% growth in Jul 2017. This marked the fastest pace since Apr 2017 driven by price increase for wholesale fuels and mineral oil. Wholesale prices grew 0.3% MoM in Aug, as against 0.1% in Jul.

Thank you for  
your time.