

RELIANCE

MUTUAL
FUND

Markets for You

22 Oct 2018

Indices Performance

Global Indices	19-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	25,444	25,379	65	0.26
Nasdaq	7,449	7,485	-36	-0.48
FTSE	7,050	7,027	23	0.32
Nikkei	22,532	22,658	-126	-0.56
Hang Seng	25,561	25,455	107	0.42
Indian Indices	19-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	34,316	34,780	-464	-1.33
Nifty 50	10,304	10,453	-150	-1.43
Nifty 100	10,504	10,649	-145	-1.36
Nifty Bank	25,086	25,189	-103	-0.41
SGX Nifty	10,309	10,527	-218	-2.07
S&P BSE Power	1,942	1,952	-10	-0.54
S&P BSE Small Cap	14,083	14,271	-188	-1.32
S&P BSE HC	14,550	14,640	-91	-0.62

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
19-Oct	22.03	1.30	24.83	1.30
Month Ago	23.85	1.20	27.31	1.19
Year Ago	24.12	1.20	26.44	1.12

Nifty 50 Top 3 Gainers

Company	19-Oct	Prev_Day	% Change [#]
HPCL	216	207	4.15
Sun Pharma	610	593	2.78
Kotak Bank	1199	1176	1.95

Nifty 50 Top 3 Losers

Company	19-Oct	Prev_Day	% Change [#]
Indiabulls HFC	654	789	-17.10
HCL Tech	959	1024	-6.42
Yes Bank	218	232	-6.04

Advance Decline Ratio

	BSE	NSE
Advances	817	513
Declines	1777	1302
Unchanged	152	93

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	315	-32641
MF Flows**	818	100241

*19th Oct 2018; **16th Oct 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	3.77% (Sep-18)	4.92% (Jun-18)	3.28% (Sep-17)
IIP	4.30% (Aug-18)	3.80% (May-18)	4.80% (Aug-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 were mixed over China's GDP coming in at the lowest level since 2009 and the Italian budget crisis. Also, concerns over rising U.S. interest rates and U.S.-Saudi dispute kept markets wary. China managed to tide over the GDP numbers after the country's securities regulator announced a series of steps to help the market. Today (as of Oct 22), Asian market opened mixed. Rally in Chinese stocks boosted market, while mixed result in the Wall Street and political uncertainty in Australia weighed on investor's sentiments. Nikkei was trading down 0.25% and Hang Seng was trading up 1.32% (as at 8.a.m. IST).
- As per the last close, European markets closed mixed. Concerns over Italy's controversial budget plans weighed on investor's sentiment. However, decline in U.K. budget deficit in Sep 2018, lowest Sep deficit since 2007, supported markets in Britain.
- As per the last close, U.S. markets closed mixed. Rally in Chinese stocks and upbeat quarterly earnings by few big companies boosted investors sentiments. However, concerns about rising interest rates and tension between the U.S. and Saudi Arabia continued to weigh on the markets.

Indian Equity Market

- Indian equity markets ended the volatile week in red because of weak global cues and liquidity concerns. China's gross domestic product came in at the lowest level since 2009 amid the trade dispute with the U.S., dragging markets in the region down.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 1.33% and 1.43% to close at 34,315.63 and 10,303.55, respectively. S&P BSE Mid-Cap declined 1.10%, while S&P BSE Small Cap fell 1.32%.
- The overall market breadth on BSE was weak with 817 scrips advancing and 1777 scrips declining. A total of 152 scrips remained unchanged.
- On the BSE sectoral front, only two sectors gained. S&P BSE Fast Moving Consumer Goods was the major gainer, up 0.41%, followed by S&P BSE Metal, up 0.1%. S&P BSE Energy was the major loser, down 2.75%, followed by S&P BSE Information Technology and S&P BSE Teck, down 2.6% and 2.41%, respectively.

Domestic News

- The finance ministry is depending on central public sector enterprises' (CPSE) merger and acquisitions and share buybacks of state-owned companies to achieve the Rs 80,000-crore disinvestment target for FY19. The government has raised in excess of Rs. 9,600 crore via initial public offerings of three CPSEs and a tranche of Bharat-22 ETF in the first six months of FY19.
- Coal India has decided to raise the tenure of fuel supply agreements (FSAs) with the steel industry to 10 years. It is doing this to reduce the sector's dependence on imports. The new FSA tenure will apply to the fourth tranche of auction of coking coal linkages to be held shortly.
- The Reserve Bank of India (RBI) has announced more steps to increase liquidity flows to non-banking financial companies. RBI has permitted banks to use government securities equal to their incremental outstanding credit to NBFCs, over and above their outstanding credit to them as on Oct 19, to meet liquidity coverage ratio requirements. NBFCs have come under pressure after a series of defaults by a leading infrastructure and finance company.
- The government could appoint a new chief economic advisor (CEA) in the coming one or two months, according to media reports. A finance ministry-appointed search committee is being seen to finalise the list of suitable candidates soon. The government had on Jun 30, 2018, invited applications for CEA appointment on deputation basis after the then incumbent's term ended.
- India has imposed anti-dumping duties of up to \$185.51 per tonne for five years on particular varieties of Chinese steel. The step has been taken to protect domestic players from cheap imports from China. The revenue department put the duty after receiving recommendations of the Directorate General of Trade Remedies (DGTR). Leading steel companies had jointly filed an application before DGTR for investigations and levying of anti-dumping duties.

FII Derivative Trade Statistics		19-Oct	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4926.78	3850.00	21633.31
Index Options	201782.14	201746.62	80604.46
Stock Futures	17932.75	17888.77	85035.80
Stock Options	8700.05	8804.02	9309.80
Total	233341.72	232289.41	196583.37

Derivative Statistics- Nifty Options			
	19-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.07	1.11	-0.04
Put Call Ratio(Vol)	0.88	0.94	-0.07

Debt Watch				
	19-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.55%	6.42%	6.60%	5.97%
CBLO	6.41%	4.86%	6.46%	5.88%
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	6.87%	6.87%	7.06%	6.10%
364 Day T-Bill	7.46%	7.51%	7.63%	6.18%
10 Year Gilt	7.92%	7.98%	8.07%	6.76%
G-Sec Vol. (Rs.Cr)	20275	35220	43175	22788
FBIL MIBOR	6.60%	6.49%	6.65%	6.05%
3 Month CP Rate	7.90%	7.75%	8.05%	6.74%
5 Year Corp Bond	8.84%	8.86%	8.91%	7.49%
1 Month CD Rate	7.19%	6.82%	7.51%	6.05%
3 Month CD Rate	8.33%	7.14%	7.51%	6.19%
1 Year CD Rate	8.38%	8.42%	8.39%	6.59%

Currency Market			
Currency	19-Oct	Prev_Day	Change
USD/INR	73.44	73.48	-0.05
GBP/INR	95.65	96.87	-1.22
EURO/INR	84.17	84.98	-0.81
JPY/INR	0.65	0.65	0.00

Commodity Prices				
Commodity	19-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	69.11	71.36	71.03	52.00
Brent Crude(\$/bl)	81.17	81.05	79.87	58.34
Gold(\$/oz)	1226	1218	1204	1281
Gold(Rs./10 gm)	31706	31565	30722	29611

Source: Thomson Reuters Eikon

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

Derivatives Market

- Nifty Oct 2018 Futures settled at 10,303.20, a discount of 0.35 points, below the spot closing of 10,303.55. The turnover on NSE's Futures and Options segment decreased to Rs. 8,17,144.32 on Oct 19.
- The Put-Call ratio stood at 0.83, compared with the previous session's close of 0.87.
- The Nifty Put-Call ratio stood at 1.07 compared with the previous session's close of 1.11.
- India VIX rose 10.72% to 19.9075 from 17.9800 in the previous trading session.
- Open interest on Nifty Futures stood at 22.55 million as against the previous session's close at 22.92 million.

Indian Debt Market

- Bond yield increased marginally on fresh supply of government bonds through weekly auction and on profit booking after prices rose in the previous sessions.
- Yield on the 10-year benchmark paper (7.17% GS 2028) increased 1 bps to 7.92% compared with the previous closing of 7.91% after trading in the range of 7.88% to 7.93%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,994 crore (gross) on Oct 19 compared with a borrowing of Rs. 16,708 crore (gross) on Oct 17. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 12,829 crore on Oct 17.
- Banks did not borrowed under the central bank's Marginal Standing Facility on Oct 17 compared with borrowing of Rs. 3,240 crore on Oct 16.

Currency Market Update

- The Indian rose against the greenback after India's trade deficit narrowed to a five-month low in Sep 2018. Selling of the greenback by exporters further weakened the U.S. dollar. The rupee closed at 73.32 a dollar, 0.37% up from the previous close of 73.60.
- The euro surged against the greenback on reports that the Prime Minister of Britain may do away with a key Brexit demand (Irish Border issue) in order to make a deal for Britain to leave the European Union. The euro was last seen trading at 1.1510 a dollar, up 0.51% compared with the previous close of 1.1452.

Commodity Market Update

- Gold prices traded higher due to weak stock markets and reports that China reported disappointing GDP data for third-quarter 2018.
- Brent Crude prices traded higher following indication of surging demand in China, the world's second-biggest oil consumer. Refinery throughput in China surged to 12.49 million bpd in Sep 2018.

International News

- National Bureau of Statistics data showed China's economy grew at the slowest pace since 2009, the time of the global financial crisis. Gross domestic product expanded 6.5% YoY in the third quarter, which is slower than 6.7% growth seen in the second quarter.
- According to a U.S. Conference Board report, index of leading economic indicators showed a continued increase in Sep 2018. The Conference Board's leading economic index increased 0.5% in Sep after rising 0.4% in Aug 2018.



Thank you for
your time.