

RELIANCE

MUTUAL
FUND

Markets for You

03 Oct 2018

Indices Performance

Global Indices	02-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	26,774	26,651	123	0.46
Nasdaq	8,000	8,037	-38	-0.47
FTSE	7,475	7,496	-21	-0.28
Nikkei	24,271	24,246	25	0.10
Hang Seng	27,126	Closed	NA	NA
Indian Indices	01-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	36,526	36,227	299	0.83
Nifty 50	11,008	10,930	78	0.71
Nifty 100	11,197	11,126	71	0.63
Nifty Bank	25,367	25,120	247	0.98
SGX Nifty	11,088	10,929	160	1.46
S&P BSE Power	1,965	1,929	35	1.83
S&P BSE Small Cap	14,395	14,431	-35	-0.25
S&P BSE HC	15,059	15,025	34	0.23

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
1-Oct	23.47	1.23	26.62	1.22
Month Ago	24.85	1.15	28.40	1.15
Year Ago	23.41	1.23	25.43	1.17

Nifty 50 Top 3 Gainers

Company	01-Oct	Prev_Day	% Change [#]
Yes Bank	201	184	9.37
Hindalco	243	230	5.77
Indiabulls HFC	906	857	5.75

Nifty 50 Top 3 Losers

Company	01-Oct	Prev_Day	% Change [#]
Bharti Airtel	327	339	-3.49
HPCL	243	251	-3.30
Axis Bank	593	613	-3.23

Advance Decline Ratio

	BSE	NSE
Advances	1005	712
Declines	1664	1144
Unchanged	186	94

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1699	-14529
MF Flows**	-917	84598

*1st Oct 2018; **27th Sep 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	3.69%	4.87%	3.28%
	(Aug-18)	(May-18)	(Aug-17)
IIP	6.60%	4.50%	1.00%
	(Jul-18)	(Apr-18)	(Jul-17)
GDP	8.20%	7.70%	5.60%
	(Jun-18)	(Mar-18)	(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 mostly lower as investors remained concerned about the trade dispute between U.S. and China after the U.S. President commented that they are not ready to talk with China anytime soon. Also, media reports suggesting that China has cancelled its mid-Oct military talks with the U.S. added to the woes. Today (as of Oct 03), Asian markets opened on a mixed note despite Dow Jones rose on Wall Street overnight. Both Nikkei and Hang Seng were trading lower 0.56% and 0.16%, respectively (as at 8 a.m. IST).

• As per the last close, European markets fell on number of factors such as Brexit concerns and worries over the trade tensions between the U.S. and China. Concerns over the Italian budget also weighed on the markets.

• As per the last close, U.S. markets closed on a mixed note as investors seemed hesitant to make significant moves on absence of any major U.S. economic data. Market participants still remained uncertain about the trade after U.S. President announced a new trade deal with Mexico and Canada to replace the North American Free Trade Agreement.

Indian Equity Market

• Indian equity markets opened the week on a positive note after investors welcomed Reserve Bank of India's (RBI) decision to ease the liquidity situation. RBI said it would inject Rs. 36,000 crore into the system in Oct 2018. The government has also asked for a management change at the crisis-hit infrastructure company that is the root cause of the liquidity concerns as it has defaulted on multiple debt payments. Another factor that led to market gains was upbeat manufacturing and auto sales data.

• Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.83% and 0.71% to close at 36,526.14 and 11,008.30, respectively. S&P BSE Mid-Cap gained 0.53, while S&P BSE Small Cap fell 0.25%.

• On the BSE sectoral front S&P BSE Information Technology was the major gainer, up 2.42%, followed by S&P BSE Teck and S&P BSE Power, up 2.02% and 1.83%, respectively. S&P BSE Utilities and S&P BSE Metal gained 1.64% and 1.36%, respectively. The major loser was S&P BSE Realty, down 1.44%, followed by S&P BSE Energy and S&P BSE Telecom, down 1.34% and 1.3%, respectively.

Domestic News

• The Nikkei India Manufacturing Purchasing Managers' Index (PMI) improved to 52.2 in Sep 2018 from 51.7 in Aug 2018. The growth came on the back of gain in new orders, output and employment. A reading of over 50 indicates expansion and otherwise contraction. The manufacturing sector has expanded in the past 14 months.

• Government data showed that the growth of index of eight core industries slowed to 4.2% in Aug 2018 from an upwardly revised 7.3% in Jul 2018 (6.6% originally reported). Fertilizers witnessed the maximum decline of 5.3%, followed by crude oil at 3.7%, which is the ninth consecutive monthly fall for the sector. Cement witnessed the maximum growth of 14.3%, followed by electricity that increased 5.4%.

• The government could raise the minimum support price (MSP) for wheat by another 6% (Rs. 105) to Rs. 1,840 per quintal after increasing by 112% over its A2+FL costs in 2017-18. The announcement could be made on Oct 3 after getting Cabinet approval.

• According to media reports, the National Company Law Tribunal (NCLT) has given its approval for the takeover of IL&FS board by government nominees. The newly constituted board will submit an assessment plan in the next two weeks.

• According to media reports, Dr Reddy's Laboratories has sold the antibiotics manufacturing facility and related assets it had acquired in Bristol, Tennessee, from GlaxoSmithKline to Neopharma which is based in United Arab Emirates.

• According to media reports, Royal Enfield's manufacturing facility at Oragadam, Chennai resumed operations from Sep 29 and expects to reach regular level of production in a phased manner. A part of workforce at the plant was not reporting for duty since Sep 24 as they went on strike protesting the dismissal of two office bearers of their union.

FII Derivative Trade Statistics		01-Oct		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	5510.70	4808.39	17644.20	
Index Options	103745.10	103787.00	57250.55	
Stock Futures	18196.85	17322.73	80796.66	
Stock Options	6672.49	6591.32	2296.81	
Total	134125.14	132509.44	157988.22	

Derivative Statistics- Nifty Options			
	01-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.33	1.41	-0.08
Put Call Ratio(Vol)	0.85	0.94	-0.09

Debt Watch				
	01-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.37%	6.58%	6.41%	5.98%
CBLO	5.94%	6.47%	5.40%	5.55%
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	6.90%	7.09%	6.76%	6.07%
364 Day T-Bill	7.60%	7.60%	7.30%	6.23%
10 Year Gilt	7.99%	8.12%	7.95%	6.66%
G-Sec Vol. (Rs.Cr)	34997	26066	29325	68046
FBIL MIBOR	6.50%	6.65%	6.45%	6.05%
3 Month CP Rate	8.00%	8.20%	7.70%	6.64%
5 Year Corp Bond	8.95%	8.98%	8.75%	7.49%
1 Month CD Rate	6.78%	7.40%	6.96%	6.09%
3 Month CD Rate	7.46%	7.44%	7.25%	6.14%
1 Year CD Rate	8.35%	8.33%	8.04%	6.57%

Currency Market			
Currency	01-Oct	Prev_Day	Change
USD/INR	72.80	72.55	0.26
GBP/INR	94.88	94.91	-0.03
EURO/INR	84.38	84.44	-0.06
JPY/INR	0.64	0.64	0.00

Commodity Prices				
Commodity	02-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	75.11	73.02	69.79	50.54
Brent Crude(\$/bl)	86.02	82.65	77.01	55.76
Gold(\$/oz)	1203	1201	1201	1271
Gold(Rs./10 gm)*	30499	30664	30226	29692

Source: Thomson Reuters Eikon *As on 01-Oct-18

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Derivatives Market

- Nifty Oct 2018 Futures settled at 11,061.8, a premium of 53.50 points, above the spot closing of 11,008.30. The turnover on NSE's Futures and Options segment went up to Rs. 7,74,323.22 on Oct 1 compared with Rs. 7,14,419.80 on Sep 28.
- The Put-Call ratio stood at 0.82, compared with the previous session's close of 0.78.
- The Nifty Put-Call ratio stood at 1.41 compared with the previous session's close of 1.33.
- Open interest on Nifty Futures stood at 17.21 million as against the previous session's close at 17.56 million.

Indian Debt Market

- Bond yield declined after the central bank announced its plans of open market purchases during the month. The government's lower than anticipated borrowing schedule for the second half of the fiscal also helped in easing the yield.
- Yield on the 10-year benchmark paper (7.17% GS 2028) fell 3 bps to 7.99% compared with the previous closing of 8.02% after trading in the range of 7.90% to 8.00%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,793 crore (gross) on Oct 1 compared with a borrowing of Rs. 4,741 crore (gross) on Sep 28. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 94,901 crore on Sep 28.
- Banks borrowed Rs. 4,200 crore under the central bank's Marginal Standing Facility on Sep 28 compared with borrowings of Rs. 81 crore on Sep 27.

Currency Market Update

- The Indian rupee depreciated against the greenback following surge in crude oil prices to their highest in almost four years, which raised concerns over widening of current account deficit.
- The euro fell against the greenback as investor risk sentiment dampened after a senior lawmaker in one of Italy's ruling parties said most of the country's problems would be resolved if it readopted a national currency.

Commodity Market Update

- Gold prices traded higher amid bargain hunting. Concerns over Italy's fiscal issues that have hit financial markets also raised the safe haven appeal of the bullion.
- Brent crude traded higher amid looming U.S. sanctions against Iran's oil industry.

International News

- According to University of Michigan, U.S. consumer sentiment improved a tad less than initially estimated for Sep 2018. Consumer sentiment index for Sep was downwardly revised to 100.1 from the preliminary reading of 100.8. Expectations were for the index to be unrevised.
- According to the Commerce Department, personal income in the U.S. increased less than expected in Aug 2018 and personal spending rose in line with estimates. Personal income increased by 0.3% in Aug, the same as in Jul 2018. Expectations were for income to rise 0.4%.

Thank you for
your time.