

RELIANCE

MUTUAL
FUND

Markets for You

01 Nov 2017

Indices Performance

Global Indices	31-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	23,377	23,349	29	0.12
Nasdaq	6,728	6,699	29	0.43
FTSE	7,493	7,488	5	0.07
Nikkei	22,012	22,012	0	0.00
Hang Seng	28,246	28,336	-91	-0.32
Indian Indices	31-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	33,213	33,266	-53	-0.16
Nifty 50	10,335	10,364	-28	-0.27
Nifty 100	10,741	10,768	-27	-0.25
Nifty Bank	25,019	24,989	31	0.12
SGX Nifty	10,384	10,398	-14	-0.13
S&P BSE Power	2,349	2,352	-3	-0.13
S&P BSE Small Cap	17,600	17,520	81	0.46
S&P BSE HC	14,282	14,287	-5	-0.04

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
31-Oct	24.76	1.17	26.38	1.08
Month Ago	23.41	1.23	25.43	1.17
Year Ago	21.19	1.40	23.34	1.28

Nifty 50 Top 3 Gainers

Company	31-Oct	Prev_Day	% Change [#]
Axis Bank	523	484	8.09
Bharti Infratel	442	430	2.90
ONGC	191	187	2.41

Nifty 50 Top 3 Losers

Company	31-Oct	Prev_Day	% Change [#]
United Phos	799	824	-3.04
Vedanta	332	341	-2.67
Infosys	922	944	-2.36

Advance Decline Ratio

	BSE	NSE
Advances	1368	883
Declines	1357	851
Unchanged	159	77

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	56	38963
MF Flows**	308	96992

*31st Oct 2017; **27th Oct 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.24% (Aug-17)	2.26% (May-17)	1.09% (Aug-16)
IIP	1.20% (Jul-17)	3.20% (Apr-17)	4.40% (Jul-16)
GDP	5.70% (Jun-17)	6.10% (Mar-17)	7.90% (Jun-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 closed on a weak note after China's manufacturing Purchasing Managers' Index (PMI) data came lower than expected for the month of Oct. The manufacturing PMI fell to 51.6 in Oct 2017 from 52.4 in Sep 2017. Markets also dipped after the Bank of Japan kept monetary policy unchanged and Japan's industrial production dropped in Sep. Today (As of Nov 01), Asian markets opened higher as investors digested regional earning reports. Both Nikkei and Hang Seng rose 1.24% and 0.57%, respectively (8 a.m. IST).
- As per the last close, European market ended marginally in green amid subdued trading activity as market participants remained cautious ahead of Wednesday's U.S. Federal Reserve policy decision and Thursday's policy announcement from the Bank of England. Lower trading activity was witnessed due to a public holiday in Germany.
- As per the last close, U.S markets ended modestly higher on better than expected Sep quarterly earnings of two U.S. food major and a global consumer electronics giant. Trading volumes were low because investors look ahead to the key jobs data and earning news in the coming days.

Indian Equity Market

- Indian equity markets closed in the red amid weak cues from global markets. Sentiment got hurt after the Chinese official manufacturing Purchasing Managers' Index (PMI) for Oct 2017 came weaker than expected. Market participants also remained cautious ahead of major earnings results and U.S. Federal Reserve's policy meeting outcome. Also, decline in a major bank and an information technology major affected buying interest.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.16% and 0.27% to close at 33,213.13 and 10,335.30, respectively. Both S&P BSE Small-Cap and S&P BSE Mid-Cap grew 0.46% and 0.14%, respectively.
- On the BSE sectoral front, indices ended on a mixed note. The gainers comprised S&P BSE Realty (3.03%), S&P BSE Telecom (1.46%), S&P BSE Consumer Durables (0.76%), S&P BSE FMCG (0.28%) and S&P BSE Bankex (0.25%). Meanwhile, the losers were S&P BSE Metal, down 1.76%, trailed by S&P BSE Utilities (-0.73%), S&P BSE Information Technology (-0.64%), S&P BSE Basic Materials (-0.58%) and S&P BSE Auto (-0.41%).

Domestic News

- According to data from the World Bank, India has jumped to 100th place in the "Ease of Doing Business" rankings for 2018. India thus moved up the ladder by 30 notches from the last year.
- Government data showed that the Indian budgetary fiscal deficit over the first half of the current financial year from Apr to Sep of 2017 stood at Rs. 4.99 lakh crore or 91.3% of the full year's target of Rs. 5.46 lakh crore. The fiscal deficit in the corresponding period of the previous year stood at 83.9% of the budget estimate for the current year.
- Government data showed that the eight core industries witnessed a growth of 5.2% in Sep 2017 following a growth of 4.4% in the previous month and 5.3% in the same period of the previous year. Coal sector witnessed the maximum annual growth of 10.6% followed by refinery products, natural gas and electricity which grew annually 8.1%, 6.3% and 5.2% respectively. Crude oil and cement sector witnessed a marginal growth of 0.1% each on a yearly basis while the steel sector witnessed an annual growth of 3.7%. However, fertilizer sector fell 7.7% during the period under review.
- Reliance Communication has presented a new debt repayment plan to its lenders. The company will pay Rs. 170 billion of loans by selling assets such as mobile towers and Rs. 100 billion from sale or commercial development of its real estate assets. The lenders will also swap Rs. 70 billion of the loans to take a 51% stake in the company.
- Bharti Airtel has recorded 77% YoY decline in net profit to Rs. 343 crore in the quarter ended Sep 2017 from Rs. 1,461 crore rupees a year earlier. The major decline in net profit was due to aggressive competition in the country's telecoms sector after the entry of an upstart rival.
- Dr. Reddy's Laboratories posted a net profit of Rs. 305 crore in quarter ended Sep 2017, down marginally from Rs. 309 crore a year ago. However, the net profit came better than market expectation due to higher revenue from its European business that rose more than 36% YoY.

FII Derivative Trade Statistics		31-Oct		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1136.78	945.47	21623.13	
Index Options	26105.38	25621.78	69571.58	
Stock Futures	7140.49	7015.68	63084.11	
Stock Options	7394.22	7493.81	4777.68	
Total	41776.87	41076.74	159056.50	

Derivative Statistics- Nifty Options			
	31-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.45	1.42	0.03
Put Call Ratio(Vol)	1.09	1.15	-0.06

Debt Watch				
	31-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.88%	5.86%	5.98%	6.22%
CBLO	5.97%	5.85%	5.55%	6.20%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.10%	6.10%	6.07%	6.33%
364 Day T-Bill	6.20%	6.16%	6.23%	6.40%
10 Year Gilt	6.86%	6.78%	6.66%	6.79%
G-Sec Vol. (Rs.Cr)	38712	27456	68046	52288
1 Month CP Rate	6.55%	6.52%	6.56%	6.73%
3 Month CP Rate	6.79%	6.74%	6.64%	6.99%
5 Year Corp Bond	7.26%	7.15%	7.22%	7.36%
1 Month CD Rate	6.06%	6.07%	6.09%	6.42%
3 Month CD Rate	6.20%	6.20%	6.14%	6.63%
1 Year CD Rate	6.57%	6.57%	6.57%	6.93%

Currency Market			
Currency	31-Oct	Prev_Day	Change
USD/INR	64.77	64.93	-0.16
GBP/INR	85.60	85.38	0.22
EURO/INR	75.42	75.43	0.00
JPY/INR	0.57	0.57	0.00

Commodity Prices				
Commodity	31-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	54.31	52.27	51.62	48.67
Brent Crude(\$/bl)	61.79	58.33	57.26	47.07
Gold(\$/oz)	1271	1276	1279	1276
Gold(Rs./10 gm)	29333	29611	29692	30049

Source: ICRON Research

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Derivatives Market

- Nifty Nov 2017 Futures were at 10,368.50, a premium of 33.20 points above the spot closing of 10,335.30. The turnover on NSE's Futures and Options segment went up from Rs. 3,12,062.54 crore on Oct 30 to Rs. 3,45,493.57 crore on Oct 31.
- The Put-Call ratio stood at 0.87 against the previous session's close of 0.91.
- The Nifty Put-Call ratio stood at 1.45 against the previous session's close of 1.42.
- Open interest on Nifty Futures stood at 24.67 million as against the previous session's close of 24.36 million.

Indian Debt Market

- Bond yield fell following value buying and strong demand from investors at a state debt auction. However, gains were restricted amid concerns that the government's fresh plan to inject capital in state-owned banks may hurt Central's fiscal consolidation drive.
- Yield on the 10-year benchmark paper (6.79% GS 2027) fell 2 bps to close at 6.86% from the previous close of 6.88%. During the session, bond yields traded in the range of 6.85% and 6.90%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 10,650 crore (gross) on Oct 31 compared with borrowings of Rs. 15,695 crore (gross) on Oct 30. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 11,176 crore on Oct 30.
- Banks borrowed Rs. 59 crore under the central bank's Marginal Standing Facility on Oct 30 as against no borrowing on Oct 27.

Currency Market Update

- The Indian rupee strengthened against the greenback as the latter remained under pressure after the U.S. President's previous campaign manager was allegedly charged with money laundering. However, dollar purchases by state-run banks capped the gains.
- The euro weakened against the U.S. dollar after the latter gained amid expectation of a more hawkish direction by the next chair of the U.S. Federal Reserve and amid tax reform plans.

Commodity Market Update

- Gold prices fell following weak Chinese economic data that raised concerns over demand prospects of the precious metal.
- Brent crude prices remained strong ahead of the U.S. oil supplies data.

International News

- A report from the Commerce Department showed that personal income in U.S. came in line with market expectations and grew 0.4% in Sep 2017 as against a gain of 0.2% in Aug 2017.
- According to a preliminary flash estimate report from Eurostat, euro zone's gross domestic product grew 0.6% QoQ as against the revised 0.7% expansion in the second quarter of 2017. The economy surpassed market expectations and grew 2.5% on an annual basis, up from 2.3% in the second quarter.
- A report from the Eurostat showed that euro zone's jobless rate fell to 8.9% in Sep 2017 as against 9% in Aug 2017. This marked the lowest rate since Jan 2009. Meanwhile, the number of unemployed fell by 96,000 as against Aug to 14.513 million in Sep.

Thank you for
your time.