

**RELIANCE**

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FUND

# Markets for You

07 Nov 2017

## Indices Performance

Global Indices	06-Nov	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	23,548	23,539	9	0.04
Nasdaq	6,786	6,764	22	0.33
FTSE	7,562	7,560	2	0.03
Nikkei	22,548	Closed	NA	NA
Hang Seng	28,597	28,604	-7	-0.02
Indian Indices	06-Nov	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	33,731	33,686	46	0.14
Nifty 50	10,452	10,453	-1	-0.01
Nifty 100	10,878	10,866	12	0.11
Nifty Bank	25,571	25,651	-80	-0.31
SGX Nifty	10,488	10,485	3	0.02
S&P BSE Power	2,333	2,347	-14	-0.59
S&P BSE Small Cap	17,911	17,856	55	0.31
S&P BSE HC	14,549	14,530	18	0.12

## P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
6-Nov	24.92	1.15	26.74	1.07
Month Ago	23.73	1.22	25.92	1.14
Year Ago	20.62	1.44	22.73	1.31

## Nifty 50 Top 3 Gainers

Company	06-Nov	Prev_Day	% Change <sup>#</sup>
ONGC	199	192	3.86
Tata Motors	463	448	3.40
M&M	1366	1331	2.66

## Nifty 50 Top 3 Losers

Company	06-Nov	Prev_Day	% Change <sup>#</sup>
HPCL	434	446	-2.60
Sun Pharma	541	551	-1.82
United Phos	762	776	-1.77

## Advance Decline Ratio

	BSE	NSE
Advances	1407	854
Declines	1384	886
Unchanged	199	75

## Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	448	40381
MF Flows**	-138	98223

\*6<sup>th</sup> Nov 2017; \*\*1<sup>st</sup> Nov 2017

## Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	2.60% (Sep-17)	0.90% (Jun-17)	1.36% (Sep-16)
IIP	4.30% (Aug-17)	2.90% (May-17)	4.00% (Aug-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

- Asian markets witnessed a mixed trend as U.S. President's tour to Japan got underway. Japanese markets closed flat after markets re-opened for trade following a long weekend. Weak corporate earning numbers weighed on market sentiment. Meanwhile, Chinese markets went up even though banking stocks fell after the governor of the People's Bank of China spelled out his strategy to ward off systematic financial risks. Today (As of Nov 7), Asian markets opened higher following gains on Wall Street and surge in crude oil prices. Both Nikkei and Hangseng were trading up 0.51% and 0.87%, respectively as at (8.a.m. IST).
- As per the last close, European market ended mixed. Rising commodity prices provided a boost to shares of mining and energy stocks whereas shares of bank stocks were under pressure.
- As per the last close, U.S markets ended higher amid major news of corporate deal making between two telecommunication company and the likelihood of passage of the republican tax reform plan. Increase in crude oil prices also added to the gains.

## Indian Equity Market

- Indian equity markets witnessed marginal gains following better than expected earnings from index heavyweights and expectations that government would announce measures to help traders and small businesses in the next Goods and Services Tax Council meeting on Nov 9 boosted the indices.
- Buying interest was seen in stocks of oil companies on expectation of improved refining margin. Growing optimism that the government's recapitalization plan will spur the economy further supported buying interest. However, gains were capped after European markets commenced the session on a weak note and Asian markets also tumbled from decade highs.
- Key benchmark indices S&P BSE Sensex grew 0.14% while and Nifty 50 marginally fell 0.01% to close at 33,731.19 and 10,451.80, respectively. Both S&P BSE Small-Cap and S&P BSE Mid-Cap grew 0.31% and 0.46%, respectively.
- The overall market breadth on BSE was strong with 1,407 scrips advancing and 1,384 scrips declining. A total of 199 scrips remained unchanged.

## Domestic News

- Foreign portfolio investors (FPI) invested Rs. 3,055 crore in stocks in Oct 2017 as against net withdrawal of Rs. 24,000 crore in the previous two months. The upside is driven by the government's bank recapitalisation plan worth Rs. 2.11 lakh crore. FPIs had invested more than Rs. 59,000 crore in equities between Feb to Jul 2017.
- The Goods and Services Tax (GST) network announced that it has added "Table 6A" in the Form GSTR1 for exporters to claim refunds. With the help of this utility table, an exporter can claim refund of Integrated GST tax paid at the time of export by filling the details of shipping bill and tax paid GST invoice in his Form GSTR1 in the applicable month.
- According to media reports, over the next four months, the finance ministry is expected to infuse approximately Rs. 70,000 crore through recapitalisation bonds in the public sector banks. Currently, the government is finalising the structure of bonds and would make a decision in this regard by the end of Nov 2017. As per media reports, the finance minister announced that are a variety of options for recapitalisation bonds and the government is exploring the best one.
- According to media reports, senior official of the Employees' Provident Fund Organisation (EPFO) stated that India is in discussion with Brazil to get social security cover for Indians going to that country for work. Also, the official stated that the discussion is in final stage and a proposal seeking nod from the Union cabinet is expected soon.
- According to data from the Securities and Exchange Board of India, the number of FPIs with regulator's approval grew to 8,826 at the end of Sep 2017 as against 7,807 at the end of Mar 2017. This marked an addition of 1,019 FPIs driven by their continued interest in the Indian capital markets. Approximately 3,500 new FPIs have got registered with SEBI in FY16-17.
- Indian Bank has reported 11.45% growth in net profit for the quarter ended Sep 30, 2017, at Rs. 451.54 crore compared with Rs. 405.15 crore, a year ago.

FII Derivative Trade Statistics		06-Nov		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1108.19	1526.40	25333.77	
Index Options	31368.98	30771.45	80956.89	
Stock Futures	6963.41	6951.74	67631.98	
Stock Options	6932.67	6899.38	6819.49	
Total	46373.25	46148.97	180742.13	

Derivative Statistics- Nifty Options			
	06-Nov	Prev_Day	Change
Put Call Ratio (OI)	1.56	1.55	0.01
Put Call Ratio(Vol)	1.05	1.11	-0.06

Debt Watch				
	06-Nov	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.86%	5.89%	5.85%	6.17%
CBLO	5.81%	5.96%	5.79%	6.21%
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%	6.00%	6.41%
364 Day T-Bill	6.22%	6.21%	6.18%	6.42%
10 Year Gilt	6.89%	6.88%	6.76%	6.84%
G-Sec Vol. (Rs.Cr)	31666	44459	33352	39760
1 Month CP Rate	6.50%	6.55%	6.56%	6.85%
3 Month CP Rate	6.73%	6.79%	6.73%	6.94%
5 Year Corp Bond	7.22%	7.26%	7.19%	7.35%
1 Month CD Rate	6.08%	6.06%	6.05%	6.42%
3 Month CD Rate	6.21%	6.19%	6.13%	6.61%
1 Year CD Rate	6.57%	6.57%	6.59%	6.92%

Currency Market			
Currency	06-Nov	Prev_Day	Change
USD/INR	64.73	64.58	0.15
GBP/INR	84.64	84.43	0.21
EURO/INR	75.18	75.33	-0.15
JPY/INR	0.57	0.57	0.00

Commodity Prices				
Commodity	06-Nov	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	57.29	54.06	49.29	44.02
Brent Crude(\$/bl)	64.76	60.94	55.39	42.45
Gold( \$/oz)	1282	1276	1275	1304
Gold(Rs./10 gm)	29123	29269	29337	30598

Source: ICRON Research

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

**Derivatives Market**

- Nifty Nov 2017 Futures were at 10,489.55, a premium of 37.75 points above the spot closing of 10,451.80. The turnover on NSE's Futures and Options segment went up from Rs. 3,82,974.97 crore on Nov 3 to Rs. 4,00,546.18 crore on Nov 6.
- The Put-Call ratio stood at 0.84 against the previous session's close of 0.88.
- The Nifty Put-Call ratio stood at 1.56 against the previous session's close of 1.55.
- Open interest on Nifty Futures stood at 27.34 million as against the previous session's close of 27.13 million.

**Indian Debt Market**

- Bond yields rose on concerns over accelerating inflation following increase in international crude oil prices. Higher inflation could dampen the prospects of a rate cut in near future.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 3 bps to close at 6.89% from the previous close of 6.86%. During the session, bond yields traded in the range of 6.86% and 6.90%.
- Reserve Bank of India (RBI) announced to sell (re-issue) four dated Government Securities (GS) namely 6.84% GS 2022, 6.68% GS 2031, 6.57% GS 2033 and 7.06% GS 2046 for an aggregate amount of Rs. 15,000 crore on Nov 10.
- The rate of interest on the Floating Rate Bonds, 2024 (FRB 2024) applicable for the half year Nov 7, 2017, to May 6, 2018, shall be 6.18% per annum.

**Currency Market Update**

- The Indian rupee dropped against the U.S. dollar following better than anticipated U.S. factory orders and services sector data for Oct 2017. The rupee fell 0.20% to close at 64.68 per dollar from the previous close of 64.55.
- Euro was trading lower against the U.S. dollar following upbeat U.S. factory orders and services sector data. However, lower than expected U.S. nonfarm payroll data for Oct 2017, restricted losses. Euro was trading at \$1.1585 compared with the previous close of \$1.1607.

**Commodity Market Update**

- Gold prices traded higher, amid safe haven appeal, as investors focused on developments in Saudi Arabia following a string of arrests as part of a corruption crackdown.
- Brent crude prices traded higher following a significant political crackdown in Saudi Arabia resulting to a series of arrests.

**International News**

- According to a report from the Institute for Supply Management, U.S. non-manufacturing index surpassed market expectations and came in at 60.1 in Oct 2017, slightly up from 59.8 in Sep 2017. This marked the highest level since the index's debut in 2008. The upside was driven by growth in business activity and employment index.
- A report from Destatis showed that Germany's factory orders surpassed market expectations and grew 1% MoM in Sep 2017 as against 4.1% increase in Aug 2017. This marked a second monthly increase in a row. Meanwhile, new bookings (excluding major orders in manufacturing) grew 1.3% MoM in Sep.



Thank you for  
your time.