

**RELIANCE**

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# Markets for You

01 Oct 2019

Indices Performance

Global Indices	30-Sep	Prev_Day	Abs. Change	% Change <sup>#</sup>
Russell 3000	1,292	1,283	10	0.74
Nasdaq	7,999	7,940	60	0.75
FTSE	7,408	7,426	-18	-0.24
Nikkei	21,756	21,879	-123	-0.56
Hang Seng	26,092	25,955	137	0.53
Indian Indices	30-Sep	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	38,667	38,823	-155	-0.40
Nifty 50	11,474	11,512	-38	-0.33
Nifty 100	11,613	11,664	-50	-0.43
Nifty 500	9,341	9,396	-55	-0.58
Nifty Bank	29,103	29,877	-774	-2.59
S&P BSE Power	1,934	1,939	-4	-0.23
S&P BSE Small Cap	13,171	13,332	-161	-1.21
S&P BSE HC	12,494	12,693	-199	-1.57

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
30-Sep	27.04	1.20	26.44	1.31
Month Ago	26.25	1.24	27.27	1.39
Year Ago	23.37	1.23	26.44	1.23

Nifty 50 Top 3 Gainers

Company	30-Sep	Prev_Day	% Change <sup>#</sup>
Bharti Airtel	367	349	5.14
HCL Tech	1081	1041	3.80
United Phos	604	582	3.76

Nifty 50 Top 3 Losers

Company	30-Sep	Prev_Day	% Change <sup>#</sup>
Yes Bank	41	49	-15.08
IndusInd Bank	1384	1481	-6.57
SBI	271	281	-3.70

Advance Decline Ratio

	BSE	NSE
Advances	743	518
Declines	1758	1369
Unchanged	149	85

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-302	56184
MF Flows**	21	51041

\*30<sup>th</sup> Sep 2019; \*\*26<sup>th</sup> Sep 2019

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	3.21%	3.05%	3.69%
	(Aug-19)	(May-19)	(Aug-18)
IIP	4.30%	3.20%	6.50%
	(Jul-19)	(Apr-19)	(Jul-18)
GDP	5.00%	5.80%	8.00%
	(Jun-19)	(Mar-19)	(Jun-18)

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 as Chinese factory activity data beat forecasts and the U.S. said reports of curbing U.S. investments in China were false. Today (as of Oct 1), Asian markets opened higher as investors await the decision of a central bank in the region. Both Nikkei and Hang Seng were trading up 0.86% and 0.14%, respectively (as at 8 a.m. IST).
- European markets were mostly up as investors stayed focused on developments in the U.S.-China trade war.
- U.S. markets rose on upbeat Chinese economic data and a government official denying news that the administration is thinking of blocking Chinese companies from listing shares on U.S. stock exchanges. The official said there are no such plans at this time.

Indian Equity Market

- Indian equity markets fell in cautious trade as investors awaited announcement of government's borrowing plan for the second half of 2019-20 and release of fiscal deficit data, both due later in the day. Concern around the bad loans situation in banks added to investor woes.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.4% and 0.33% to close at 38,667.33 and 11,474.45, respectively. S&P BSE MidCap and S&P BSE SmallCap lost 1.13% and 1.21%, respectively.
- The overall market breadth on BSE was weak with 743 scrips advancing and 1,758 scrips declining. A total of 149 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Telecom was the major gainer, up 3.86%, followed by S&P BSE Teck, up 2.45%, and S&P BSE IT, up 2.33%. S&P BSE Bankex was the major loser, down 2.64%, followed by S&P BSE Finance, down 2.4%, and S&P BSE Healthcare, down 1.57%.

Domestic News

- Data from the Reserve Bank of India showed that India's current account deficit (CAD) widened to \$14.3 billion (2.0% of GDP) in Q1FY20 from \$ 4.6 billion (0.7% of GDP) in the preceding quarter but narrowed from \$15.8 billion (2.3% of GDP) in the same period of the previous year. CAD contracted on a yearly basis primarily on account of higher invisible receipts which stood at \$31.9 billion in QYFY20 as compared with \$ 29.9 billion in the same period of the previous year.
- According to the Reserve Bank of India, the government will be borrowing Rs. 2.68 lakh crore through government securities during the period from Oct to Mar of 2019. The government will conduct 17 weekly auctions during the period of which 15 auctions would be conducted for a notified amount of Rs. 16,000 crore.
- Government data showed that India's fiscal deficit for the period from Apr to Aug of 2019 stood at Rs. 5.54 lakh crore or 78.7% of the budget estimate of FY20 compared to 94.7% in the corresponding period of the previous year. Revenue receipts during the same period rose to Rs. 6.03 lakh crore or 30.7% of the budget estimate compared to 26.9% in the corresponding period of the previous year. The capital expenditure stood at Rs. 1.36 lakh crore or 40.3% of the budget estimate as compared to 44.1% in the corresponding period of the previous year.
- Government data showed that the growth of India's eight infrastructure sectors contracted 0.5% in Aug 2019 compared to a growth of 2.7% in the previous month and 4.7% in the same month of the previous year. The coal sector witnessed the maximum contraction of 8.6% followed by crude oil and cement sector which contracted 5.4% and 4.9% respectively. Meanwhile, steel sector witnessed the maximum growth of 5.0% followed by fertilizers and refinery products which grew 2.9% and 2.6% respectively.
- Media reports showed Anil Dhirubhai Ambani Group chairman Anil Ambani said Reliance Capital has decided to exit all lending businesses. Instead, it will be a financial shareholder in Reliance Home Finance and Reliance Commercial Finance.

FII Derivative Trade Statistics		30-Sep		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	3142.50	3402.06	12341.97	
Index Options	138212.69	137610.15	43959.82	
Stock Futures	11935.23	12990.72	91316.37	
Stock Options	3897.90	3887.23	1535.04	
Total	157188.32	157890.16	149153.20	

Derivative Statistics- Nifty Options			
	30-Sep	Prev_Day	Change
Put Call Ratio (OI)	1.11	1.19	-0.08
Put Call Ratio(Vol)	0.79	0.96	-0.17

Debt Watch				
	30-Sep	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.40%	5.36%	5.38%	6.51%
T-Repo	5.33%	5.33%	5.25%	NA
Repo	5.40%	5.40%	5.40%	6.50%
Reverse Repo	5.15%	5.15%	5.15%	6.25%
91 Day T-Bill	5.24%	5.37%	5.35%	6.95%
364 Day T-Bill	5.50%	5.55%	5.70%	7.64%
10 Year Gilt	6.70%	6.75%	6.56%	8.02%
G-Sec Vol. (Rs.Cr)	28071	50815	29394	30033
FBIL MIBOR*	5.45%	5.45%	5.45%	6.55%
3 Month CP Rate	5.85%	5.75%	5.90%	8.15%
5 Year Corp Bond	7.48%	7.55%	7.54%	9.02%
1 Month CD Rate	5.49%	5.46%	5.26%	6.62%
3 Month CD Rate	5.89%	5.48%	5.49%	7.43%
1 Year CD Rate	6.42%	6.39%	6.50%	8.40%

Currency Market			
Currency	30-Sep	Prev_Day	Change
USD/INR	70.69	70.84	-0.15
GBP/INR	86.93	87.33	-0.40
EURO/INR	77.33	77.32	0.01
JPY/INR	0.66	0.66	0.00

Commodity Prices				
Commodity	30-Sep	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	54.04	58.64	55.02	73.11
Brent Crude(\$/bl)	61.88	65.55	61.13	83.21
Gold(\$/oz)	1472	1522	1520	1192
Gold(Rs./10 gm)	37475	37743	38405	30296

Source: Thomson Reuters Eikon

\*As on previous trading day

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**Derivatives Market**

- Nifty Oct 2019 Futures stood at 11,534.60, a premium of 60.15 points above the spot closing of 11,474.45. The turnover on NSE's Futures and Options segment stood at Rs. 9,93,216.12 crore on Sep 30, 2019, compared with Rs. 6,54,635.74 crore on Sep 27, 2019.
- The Put-Call ratio stood at 0.92 compared with the previous session's close of 0.91.
- The Nifty Put-Call ratio stood at 1.11 compared with the previous session's close of 1.19.
- Open interest on Nifty Futures stood at 15.51 million, compared with the previous session's close of 15.33 million.

**Indian Debt Market**

- Bond yields declined amid optimism of policy rate cut in the upcoming monetary policy meeting. The Monetary Policy Committee is expected to announce a rate cut in its meeting due on Oct 4, 2019.
- Yield on the 10-year benchmark paper (7.26% GS 2029) decreased 4 bps to 6.70% compared with the previous close of 6.74% after trading in a range of 6.68% to 6.72%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 7,978 crore (gross) on Sep 30, 2019 compared with borrowings of Rs. 4,767 crore (gross) on Sep 27, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 55,727 crore on Sep 27, 2019.
- Banks borrowed Rs. 48 crore under the central bank's Marginal Standing Facility on Sep 27, 2019 compared with borrowings of Rs. 560 crore on Sep 26, 2019.

**Currency Market Update**

- The Indian rupee fell against the greenback following losses in the domestic equity market. Dollar purchases by a large corporate and state-run bank added to the losses. The rupee closed at 70.87 a dollar, down 0.44% compared with the previous close 70.56.
- The euro weakened against the greenback as concerns about euro zone growth weighed on the common bloc currency. The euro closed at 1.0898, down 0.37% compared with previous close of 1.0938.

**Commodity Market Update**

- Gold prices fell on the back of strength in the U.S. dollar as fears of an escalation in the U.S.-China trade eased to some extent.
- Brent crude prices fell amid concerns of a slowdown in global growth after China's official Purchasing Managers' Index (PMI) continued to remain below 50 in Sep 2019.

**International News**

- Survey data from IHS Markit showed China's manufacturing sector expanded at the fastest pace since early 2018 in Sep 2019 despite ongoing trade disputes with the U.S. The Caixin factory Purchasing Managers' Index rose to 51.4 in Sep from 50.4 in Aug 2019.
- Figures from the Federal Employment Agency showed Germany's unemployment unexpectedly dropped in Sep 2019. In the wider euro zone, the jobless rate fell to its lowest in more than a decade. The seasonally adjusted number of unemployed decreased by 10,000 persons to 2.276 million.
- Flash data from the Federal Statistical Office showed Germany's consumer price inflation slowed for a second straight month in Sep 2019 to its lowest level in 19 months. The consumer price index rose 1.2% YoY following a 1.4% increase in Aug 2019.

Thank you for  
your time.