

RELIANCE

MUTUAL
FUND

Markets for You

03 Oct 2019

Indices Performance

Global Indices	02-Oct	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,257	1,279	-22	-1.70
Nasdaq	7,785	7,909	-123	-1.56
FTSE	7,123	7,360	-238	-3.23
Nikkei	21,779	21,885	129	-0.49
Hang Seng	26,043	26,092	NA	-0.19
Indian Indices	01-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	38,305	38,667	-362	-0.94
Nifty 50	11,360	11,474	-115	-1.00
Nifty 100	11,498	11,613	-116	-1.00
Nifty 500	9,236	9,341	-105	-1.12
Nifty Bank	28,726	29,103	-378	-1.30
S&P BSE Power	1,911	1,934	-24	-1.23
S&P BSE Small Cap	12,959	13,171	-212	-1.61
S&P BSE HC	12,357	12,494	-136	-1.09

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
1-Oct	26.66	1.21	26.17	1.32
Month Ago	26.25	1.24	27.27	1.39
Year Ago	23.47	1.23	26.62	1.22

Nifty 50 Top 3 Gainers

Company	01-Oct	Prev_Day	% Change [#]
BPCL	494	470	5.06
M&M	557	547	1.75
HDFC Bank	1249	1227	1.74

Nifty 50 Top 3 Losers

Company	01-Oct	Prev_Day	% Change [#]
Yes Bank	32	41	-22.71
Zee Ente.	233	266	-12.18
IndusInd Bank	1298	1384	-6.18

Advance Decline Ratio

	BSE	NSE
Advances	655	389
Declines	1834	1472
Unchanged	140	87

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-299	55885
MF Flows**	21	51041

*1st Oct 2019; **26th 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 fell as weak manufacturing data from the U.S. and the eurozone led to global growth concerns. Sentiment was hit on news that North Korea has fired a submarine-launched ballistic missile. Today (as of Oct 3), Asian markets opened lower on trade war concerns as the U.S. is set to impose tariffs on European Union goods on Oct 18, 2019. Both Nikkei and Hang Seng were trading up 0.86% and 0.14%, respectively (as at 8 a.m. IST).
- European markets spiralled down on concerns over slowdown in economic growth as U.S. manufacturing data slipped to its worse in more than 10 years. German economic research institutes cutting GDP growth forecasts for Europe's largest economy added to the woes.
- U.S. markets declined as the country's corporate sector started the fourth quarter earnings season tepidly, adding to growth slowdown concerns. Also, ISM data showed U.S. manufacturing activity in Sep 2019 fell to its lowest level in more than 10 years.

Indian Equity Market

- Indian equity markets fell as weak macroeconomic data and banking sector woes kept investors under pressure. The country's core sectors contracted in Aug 2019 and current account deficit widened in the first quarter. With new bank frauds getting unearthed, investors are getting increasingly jittery about the banking sector.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.94% and 1% to close at 38,305.41 and 11,359.90, respectively. S&P BSE MidCap and S&P BSE SmallCap lost 1.54% and 1.61%, respectively.
- The overall market breadth on BSE was weak with 655 scrips advancing and 1,834 scrips declining. A total of 140 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Oil & Gas was the only gainer, up 0.06%. S&P BSE Telecom was the major loser, down 4.53%, followed by S&P BSE Realty, down 3.88%, and S&P BSE Teck, down 2.2%.

Domestic News

- Nikkei India Manufacturing Purchasing Managers' Index (PMI) for Sep 2019 came in unchanged from the 51.4 posted in Aug 2019 as demand remained subdued domestically and externally. The slack in demand has led manufacturers to limit production, lower inventories and reduce input buying. Sep and Aug have thus marked the lowest level since May 2018.
- A major global rating agency has significantly reduced India's growth projection for 2019-20 to 6.3% from 7.1% estimated earlier. The agency said it expected a "decent, albeit unspectacular" recovery in 2020-21 to 7%. It raised alarm over the decline in private consumption growth to about 3% in the Mar-Jun quarter.
- The government could rationalise personal income tax rates, according to media reports. One of the options before the government, said the report, is to reduce the 20% income tax slab for those having taxable income between Rs. 5 lakh and Rs. 10 lakh to 10%. Another possibility is to reduce the tax rate of the highest slab (above Rs. 10 lakh) from 30% to 25%.
- Media reports showed India has drawn up a plan to monetise assets across sectors to raise about Rs. 90,000 crore in 2019-20. This might help the government make up for the revenue loss on account of measures to boost the economy.
- Media reports showed Bajaj Finance Ltd has surpassed state-run State Bank of India (SBI) in terms of market capitalisation for the first time. This happened as shares of Bajaj Finance have increased more than 50% so far in 2019.
- According to media reports, Bharti Airtel is looking at the option of totally selling its stake in its tower infrastructure business to private equity funds. The company is mulling this to sharpen its focus on its core business of wireless services.
- Commercial vehicles major Ashok Leyland's Sep 2019 sales declined 55% compared with sales in the corresponding month in 2018. The company sold a total of 8,780 units in Sep, down from 19,374 units sold in Sep 2018.

FII Derivative Trade Statistics		01-Oct		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	4889.09	4188.34	11908.01	
Index Options	196286.48	195262.61	47740.44	
Stock Futures	14470.86	14652.67	90979.35	
Stock Options	4274.88	4297.45	1897.23	
Total	219921.31	218401.07	152525.03	

Derivative Statistics- Nifty Options			
	01-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.11	0.96	0.15
Put Call Ratio(Vol)	0.79	0.85	-0.06

Debt Watch				
	01-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.26%	5.32%	5.38%	6.37%
T-Repo	5.13%	5.30%	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	5.25%	5.40%	5.35%	6.90%
364 Day T-Bill	5.48%	5.53%	5.70%	7.60%
10 Year Gilt	6.66%	6.78%	6.56%	7.99%
G-Sec Vol. (Rs.Cr)	54358	35197	29394	34997
FBIL MIBOR*	5.52%	5.45%	5.45%	6.60%
3 Month CP Rate	5.95%	5.90%	5.90%	8.00%
5 Year Corp Bond	7.52%	7.55%	7.54%	8.94%
1 Month CD Rate	5.47%	5.54%	5.26%	6.78%
3 Month CD Rate	5.71%	5.71%	5.49%	7.46%
1 Year CD Rate	6.40%	6.50%	6.50%	8.35%

Currency Market			
Currency	01-Oct	Prev_Day	Change
USD/INR	70.91	70.69	0.23
GBP/INR	87.06	86.93	0.13
EURO/INR	77.18	77.33	-0.15
JPY/INR	0.65	0.66	0.00

Commodity Prices				
Commodity	02-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	52.62	56.32	55.02	75.11
Brent Crude(\$/bl)	58.81	63.30	58.74	86.02
Gold(\$/oz)	1499	1504	1530	1203
Gold(Rs./10 gm)^	37201	37771	38405	30499

Source: Thomson Reuters Eikon

*As on previous trading day ^As on Oct 1, 2019

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Derivatives Market

- Nifty Oct 2019 Futures stood at 11,429.85, a premium of 69.95 points above the spot closing of 11,359.90. The turnover on NSE's Futures and Options segment fell to Rs. 18,54,590.62 crore on October 01, 2019, compared with Rs.9,93,216.12 crore on September 30, 2019.
- The Put-Call ratio stood at 0.96 compared with the previous session's close of 0.92.
- The Nifty Put-Call ratio stood at 0.96 compared with the previous session's close of 1.11.
- Open interest on Nifty Futures stood at 16.4 million, compared with the previous session's close of 15.51 million.

Indian Debt Market

- Bond yields declined following the announcement of 10-year note auction, which lifted investor sentiments. The market is optimistic of a policy rate cut at the upcoming policy meeting, particularly after the country's borrowing plan for the Oct-Mar period, which came in line with expectations.
- Yield on the 10-year benchmark paper (7.26% GS 2029) decreased 4 bps to 6.66% compared with the previous close of 6.70% after trading in a range of 6.66% to 6.71%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,907 crore (gross) on Oct 1, 2019 compared with borrowings of Rs. 7,978 crore (gross) on Sep 30, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 59,442 crore on Sep 30, 2019.

Currency Market Update

- The Indian rupee fell against the greenback following losses in the domestic equity market.
- The euro rose against the greenback after data showed that U.S. private sector employment rose less than expected in Sep 2019 which fuelled concerns of an economic slowdown in the U.S. economy and weakened the latter.

Commodity Market Update

- Gold prices surged following weaker-than-expected hiring by U.S. private employers in Sep 2019.
- Brent crude prices plunged after data from the Energy Information Administration showed that U.S. crude supplies rose for a third week in a row, by 3.1 million barrels for the week ended Sept 27, 2019.

International News

- Payroll processor ADP report showed private sector employment rose by slightly less than expected in Sep 2019. ADP said private sector employment climbed by 135,000 jobs in Sep. The report also showed a significant downward revision to the increase in private sector jobs in Aug 2019 to 157,000 jobs from the originally reported 195,000 jobs.
- A Institute for Supply Management report showed U.S. manufacturing activity continued to contract in Sep 2019. The ISM said its purchasing managers index dropped to 47.8 in Sep from 49.1 in Aug.

Thank you for
your time.