

RELIANCE

MUTUAL
FUND

Markets for You

04 Oct 2018

Indices Performance

Global Indices	03-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	26,828	26,774	54	0.20
Nasdaq	8,025	8,000	26	0.32
FTSE	7,510	7,475	36	0.48
Nikkei	24,111	24,271	-160	-0.66
Hang Seng	27,091	27,126	-35	-0.13
Indian Indices	03-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	35,976	36,526	-551	-1.51
Nifty 50	10,858	11,008	-150	-1.36
Nifty 100	11,046	11,197	-151	-1.35
Nifty Bank	25,070	25,367	-297	-1.17
SGX Nifty	10,912	11,088	-176	-1.59
S&P BSE Power	1,955	1,965	-10	-0.48
S&P BSE Small Cap	14,424	14,395	29	0.20
S&P BSE HC	15,003	15,059	-57	-0.38

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Oct	23.15	1.25	26.26	1.24
Month Ago	24.76	1.15	28.16	1.16
Year Ago	23.42	1.24	25.61	1.16

Nifty 50 Top 3 Gainers

Company	03-Oct	Prev_Day	% Change [#]
Yes Bank	213	201	5.92
Hindalco	254	243	4.47
Indiabulls HFC	944	906	4.18

Nifty 50 Top 3 Losers

Company	03-Oct	Prev_Day	% Change [#]
M&M	792	848	-6.61
Eicher Motors	23236	24750	-6.12
Bharti Infratel	252	268	-5.94

Advance Decline Ratio

	BSE	NSE
Advances	1461	1092
Declines	1215	783
Unchanged	142	57

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1608	-16137
MF Flows**	3456	88093

*3rd Oct 2018; **28th 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 markets mostly traded weak as investors remained cautious over Italy's budget spending plan and on U.S.- China trade row. Slower-than-expected Japanese services sector data further dented sentiments after the Nikkei Service sector PMI data stood at 50.2 in Sep, down from 51.5 in Aug. Today (as of Oct 04), Asian markets opened mostly lower despite positive close on Wall Street overnight. Both Nikkei and Hang Seng were trading lower 0.22% and 1.33%, respectively (as at 8 a.m. IST).
- As per the last close, European markets closed higher as investor's sentiment received a boost from easing concerns over the Italian budget. An Italian newspaper reported that the government estimated to lower the budget deficit, which led to fall in Italian bond yields and in turn increased share prices of Italian banks.
- As per the last close, U.S markets rose after ADB said U.S. private sector employment rose better than expected in Sep 2018. However, gains restricted as the data also raised concerns about the outlook for interest rates.

Indian Equity Market

- Indian Equity markets closed in the red due to weakness in rupee that plunged to an all-time low against the greenback following consistent rise in crude oil prices. Further, auto sector remained under pressure as a few auto majors reported disappointing vehicle sales data for Sep 2018, thereby weighing on the market sentiment. Additionally, investors remained cautious ahead of the fourth bi-monthly monetary policy decision meeting for FY19 between Oct 3-Oct 5, 2018.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 1.51% and 1.36% to close at 35,975.63 and 10,858.25, respectively. S&P BSE Mid-Cap fell 1.11% and S&P BSE Small Cap rose 0.20%.
- On the BSE sectoral front, S&P BSE Auto stood as the major loser, down 2.90% followed by S&P BSE Telecom that fell 2.84%. S&P BSE Teck and S&P BSE Information Technology fell 2.38% and 2.23%. Auto sector remained under pressure as some auto majors reported decline in passenger car sales for third consecutive month in a row in Sep 2018. The decline came on account of erratic monsoon rainfall, floods in Kerala and unfavorable macro-economic conditions.

Domestic News

- The Reserve Bank of India eased overseas borrowing norms for oil marketing companies (OMCs). Under the revised norms, all state-run OMCs will now be able to raise external commercial borrowings (ECBs) for working capital requirement with a minimum average maturity of three to five years from all recognised lenders under "the automatic route". Presently OMCs can raise ECBs from direct or indirect shareholders or a group company if the loan is for an average maturity of five years. The move comes at a time when the rupee plunged to a record low against the greenback. It needs to be noted that India imports 80% of its oil requirement and OMCs are the biggest consumers of dollar in the country.
- According to the media reports, the Union Cabinet has approved minimum support prices (MSP) of Rabi crops. Minimum support price of wheat has been hiked by Rs. 105 per quintal to Rs. 1,840 per quintal for the 2018-19 season from Rs. 1,735 per quintal in the 2017-18 crop year. The increase is in accordance with the recommendations of farm advisory body Commission for Agricultural Costs and Prices (CACP). Also, it is in line with the government's announcement to provide farmers a 50% profit over the cost of production.
- According to media reports, Tata Communications announced the acquisition of Netherlands-based Internet of Things (IoT) firm Teleena. Teleena specialises in connectivity and mobile virtual network enablement.
- According to media reports, the buildings and factories business of Larsen & Toubro had won a Rs. 3,036-crore order from Bangalore International Airport Ltd. to construct terminal-2 of the Kempegowda International Airport, Bengaluru.
- According to media reports, Maruti Suzuki India Ltd, Hyundai Motor India Ltd, Mahindra and Mahindra Ltd, Tata Motors Ltd and Honda Cars India Ltd. together sold 237,009 units in Sep 2018. This corresponds to a 2% drop in the same month of the previous year.

FII Derivative Trade Statistics		03-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			
	03-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.36	1.41	-0.05
Put Call Ratio(Vol)	0.89	0.94	-0.05

Debt Watch				
	03-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.32%	6.45%	6.33%	5.85%
CBLO	5.88%	6.02%	6.22%	5.81%
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	7.08%	7.15%	6.79%	6.06%
364 Day T-Bill	7.77%	7.70%	7.32%	6.20%
10 Year Gilt	8.11%	8.07%	8.00%	6.65%
G-Sec Vol. (Rs.Cr)	31813	31640	34881	33069
FBIL MIBOR	6.49%	6.60%	6.50%	6.00%
3 Month CP Rate	8.20%	8.40%	7.70%	6.61%
5 Year Corp Bond	9.03%	8.96%	8.77%	7.46%
1 Month CD Rate	6.58%	7.41%	6.97%	6.08%
3 Month CD Rate	7.26%	7.74%	7.27%	6.18%
1 Year CD Rate	8.58%	8.44%	8.04%	6.57%

Currency Market			
Currency	03-Oct	Prev_Day	Change
USD/INR	73.03	72.80	0.23
GBP/INR	94.99	94.88	0.11
EURO/INR	84.58	84.38	0.20
JPY/INR	0.64	0.64	0.00

Commodity Prices				
Commodity	03-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	76.35	71.84	69.88	50.39
Brent Crude(\$/bl)	85.79	82.31	77.88	56.21
Gold(\$/oz)	1197	1194	1200	1272
Gold(Rs./10 gm)	30997	30672	30226	29434

Source: Thomson Reuters Eikon

Disclaimer:

The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since Reliance Nippon Life Asset Management Company Limited (RNAM) has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrive data; RNAM does not in any manner assures the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect RNAM's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor(s), the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor(s), the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Readers are requested to click here for ICRON disclaimer - <http://www.icronline.com/legal/standard-disclaimer.html>

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

Derivatives Market

- Nifty Oct 2018 Futures settled at 10,893.6, a premium of 35.35 points, above the spot closing of 10,858.25. The turnover on NSE's Futures and Options segment went up to Rs. 11,76,210.85 on Oct 3 compared with Rs. 7,74,323.22 on Oct 1.
- The Put-Call ratio stood at 0.77, compared with the previous session's close of 0.82.
- The Nifty Put-Call ratio stood at 1.36 compared with the previous session's close of 1.41.
- Open interest on Nifty Futures stood at 18.14 million as against the previous session's close at 17.21 million.

Indian Debt Market

- Bond yield rose with the surge in crude oil prices above the \$85 per barrel mark and the decline in rupee. These factors weighed down on the market sentiments, raising concerns over widening trade deficit and higher inflationary pressure.
- Yield on the 10-year benchmark paper (7.17% GS 2028) surged 12 bps to 8.11% compared with the previous closing of 7.99% after trading in the range of 8.02% to 8.12%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,116 crore (gross) on Oct 3 compared with a borrowing of Rs. 3,793 crore (gross) on Oct 1. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 63,873 crore on Oct 1.
- Banks borrowed Rs. 1,640 crore under the central bank's Marginal Standing Facility on Oct 1 compared with borrowings of Rs. 4,200 crore on Sep 28.

Currency Market Update

- The Indian rupee plunged to a record low against the greenback as global crude oil prices continued to remain at elevated levels which weighed on the market sentiment. The rupee declined 0.59% to close at 73.34 per dollar from the previous close of 72.91.
- The euro fell against the greenback after U.S. private sector jobs data for Sep 2018 came better than market expectations. Concerns about Italy's budget negotiations also weighed on the common bloc currency. The euro fell 0.17% to close at 1.1526 compared to the previous close of 1.1546.

Commodity Market Update

- Gold prices inched down on concerns over more rate hikes by Federal Reserves moving forward.
- Brent crude prices moved down on persisting trade war tension between U.S. and China and as China has hinted to stop importing of U.S. Crude oil.

International News

- Data from payroll processor ADP showed that private sector employment in U.S. jumped by 230,000 jobs in Sep 2018 after climbing by an upwardly revised 168,000 jobs in Aug 2018 (163,000 jobs originally reported for the previous month).
- A report from the Eurostat showed that Eurozone's retail sales fell 0.2% MoM in Aug 2018 as against a decline of 0.6% in Jul 2018. This marked the second consecutive decline in a row. Food, drinks and tobacco turnover fell 0.3% and non-food product sales remained flat in Aug. Growth in retail trade surged to 1.8% on yearly basis as against 1% growth in Jul 2018.

Thank you for
your time.