

RELIANCE

MUTUAL
FUND

Markets for You

04 Oct 2019

Indices Performance

Global Indices	03-Oct	Prev_Day	Abs. Change	% Change [#]
Russell 3000	1,271	1,257	14	1.08
Nasdaq	7,872	7,785	87	1.12
FTSE	7,078	7,123	-45	-0.63
Nikkei	21,342	21,779	-437	-2.01
Hang Seng	26,110	26,043	68	0.26
Indian Indices	03-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	38,107	38,305	-199	-0.52
Nifty 50	11,314	11,360	-46	-0.40
Nifty 100	11,445	11,498	-53	-0.46
Nifty 500	9,198	9,236	-38	-0.41
Nifty Bank	28,414	28,726	-311	-1.08
S&P BSE Power	1,910	1,911	0	-0.02
S&P BSE Small Cap	12,910	12,959	-49	-0.38
S&P BSE HC	12,342	12,357	-15	-0.13

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Oct	26.71	1.21	26.07	1.32
Month Ago	25.51	1.28	26.54	1.42
Year Ago	23.15	1.25	26.26	1.24

Nifty 50 Top 3 Gainers

Company	03-Oct	Prev_Day	% Change [#]
Yes Bank	43	32	32.81
Zee Ente.	252	233	7.89
BPCL	532	494	7.63

Nifty 50 Top 3 Losers

Company	03-Oct	Prev_Day	% Change [#]
Vedanta	144	151	-4.56
Coal India	187	194	-3.79
Hindalco	183	190	-3.77

Advance Decline Ratio

	BSE	NSE
Advances	935	702
Declines	1572	1133
Unchanged	144	118

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1536	54348
MF Flows**	839	53094

*3rd Oct 2019; **1st Oct 2019

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	3.21% (Aug-19)	3.05% (May-19)	3.69% (Aug-18)
IIP	4.30% (Jul-19)	3.20% (Apr-19)	6.50% (Jul-18)
GDP	5.00% (Jun-19)	5.80% (Mar-19)	8.00% (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 after the U.S. deepened trade war concerns by including Europe in the fold. The U.S. announced imposition of tariffs on \$7.5 billion of goods from the European Union from Oct 18, 2019. Weak U.S. data also raised investor concern about slowing global growth. Today (as of Oct 4), Asian markets opened muted as investors look forward to the release of U.S. payrolls data for Sep 2019 later in the day. Both Nikkei and Hang Seng were trading up 0.86% and 0.14%, respectively (as at 8.a.m. IST).
- European markets were mixed trying to recover from the U.S. announcement that it would impose tariffs worth billions on exports from the European Union. Weak economic data added to investor woes.
- U.S. markets gained amid increasing expectations that the Federal Reserve will cut interest rates in its meeting later in the month. Investors also awaited the release of other key economic data.

Indian Equity Market

- Indian equity markets fell on weak global cues and cautious trade ahead of the Reserve Bank of India's monetary policy review, scheduled on Oct 4, 2019. The U.S. extended its trade war to Europe as it proposed to impose tariffs on \$7.5 billion worth of goods from the European Union. Weak U.S. data added to investor woes.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.52% and 0.4% to close at 38,106.87 and 11,314.00, respectively. S&P BSE MidCap and S&P BSE SmallCap lost 0.3% and 0.38%, respectively.
- The overall market breadth on BSE was weak with 935 scrips advancing and 1,572 scrips declining. A total of 144 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Oil & Gas was the major gainer, up 1.85% followed by S&P BSE Realty, up 1.14% and S&P BSE Energy, up 0.87%. S&P BSE Metal was the major loser, down 3% followed by S&P BSE Basic Materials, down 1.78% and S&P BSE Telecom, down 1.48%.

Domestic News

- The government has reduced the interest on House Building Advance from 8.5% to 7.9% for its employees. This will help boost housing demand. According to the Union Housing and Urban Affairs Ministry, the new interest rate has come into force from Oct 1, 2019.
- President of World Economic Forum said India now has a significantly enlarged global profile and the stage is set for the country to realise its vision of becoming a \$5-trillion economy in the next five years and \$10-trillion economy in the next decade-and-a-half. He said with the increasingly strong probability of global growth falling short by at least one percentage point from projections, the magnitude of the decline is comparable to the global recession of the early 2000s.
- Media reports showed many financial services companies are under the scanner as they are suspected to have falsely claimed goods and services tax (GST) input tax credit. Indirect tax officials suspect that some of these companies may have claimed input tax credit on expenses incurred before the switchover to the GST regime in Jul 2017. Some brokerages, banks, insurance companies and non-banking financial companies are under scrutiny.
- The U.S. said that neither Indian nor American government has stated that there will be a trade agreement in 'five minutes' but it does not see any structural reason which might stop both the nations to have a trade agreement "pretty quickly".
- Road transport and highways minister told the National Highways Authority of India (NHAI) to speed up project implementation and meet its project construction targets, media reports showed. The minister asked officials to maintain a 'positive attitude'.

FII Derivative Trade Statistics		03-Oct		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	7355.16	7190.89	13059.48	
Index Options	422216.09	421106.93	51316.56	
Stock Futures	17832.16	18562.86	90557.80	
Stock Options	7345.35	7367.89	2348.55	
Total	454748.76	454228.57	157282.39	

Derivative Statistics- Nifty Options			
	03-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.01	0.96	0.05
Put Call Ratio(Vol)	0.79	0.85	-0.06

Debt Watch				
	03-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.22%	5.34%	5.34%	6.32%
T-Repo	4.92%	5.18%	5.24%	NA
Repo	5.40%	5.40%	5.40%	6.50%
Reverse Repo	5.15%	5.15%	5.15%	6.25%
91 Day T-Bill	5.20%	5.39%	5.39%	7.08%
364 Day T-Bill	5.44%	5.56%	5.68%	7.77%
10 Year Gilt	6.61%	6.72%	6.52%	8.11%
G-Sec Vol. (Rs.Cr)	48134	45294	31532	31813
FBIL MIBOR*	5.45%	5.45%	5.45%	6.50%
3 Month CP Rate	6.05%	6.00%	5.85%	8.20%
5 Year Corp Bond	7.44%	7.42%	7.42%	9.03%
1 Month CD Rate	5.30%	5.44%	5.27%	6.58%
3 Month CD Rate	5.58%	5.78%	5.41%	7.26%
1 Year CD Rate	6.27%	6.50%	6.49%	8.58%

Currency Market			
Currency	03-Oct	Prev_Day	Change
USD/INR	71.12	70.91	0.21
GBP/INR	87.42	87.06	0.36
EURO/INR	77.89	77.18	0.72
JPY/INR	0.66	0.65	0.01

Commodity Prices				
Commodity	03-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	52.36	56.22	53.86	76.35
Brent Crude(\$/bl)	58.90	62.97	58.07	85.79
Gold(\$/oz)	1505	1506	1547	1197
Gold(Rs./10 gm)	37919	37622	39007	30997

Source: Thomson Reuters Eikon

*As on previous trading day

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Derivatives Market

- Nifty Oct 2019 Futures stood at 11,361.80, a premium of 47.80 points above the spot closing of 11,314.00. The turnover on NSE's Futures and Options segment rose to Rs. 27,91,988.47 crore on October 03, 2019, compared with Rs. 18,54,590.62 crore on October 01, 2019.
- The Put-Call ratio stood at 0.7 compared with the previous session's close of 0.96.
- The Nifty Put-Call ratio stood at 1.01 compared with the previous session's close of 0.96.
- Open interest on Nifty Futures stood at 16.78 million, compared with the previous session's close of 16.4 million.

Indian Debt Market

- Bond yields declined ahead of the monetary policy meeting. The market is speculating policy rate cut of at least 25 bps. Besides, upcoming auction of 10-year bond and drop in crude oil prices also aided market sentiments.
- Yield on the 10-year benchmark paper (7.26% GS 2029) decreased 5 bps to 6.61% compared with the previous close of 6.66% after trading in a range of 6.60% to 6.63%.
- Banks borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,833 crore (gross) on Oct 3, 2019 compared with borrowings of Rs. 3,907 crore (gross) on Oct 1, 2019. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 43,169 crore on Oct 1, 2019.
- Banks borrowed Rs. 895 crore under the central bank's Marginal Standing Facility on Oct 1, 2019 compared with borrowings of Rs. 3,290 crore on Sep 30, 2019.

Currency Market Update

- The Indian rupee rose against the greenback following selling of the greenback by foreign banks. However, losses in the domestic equity market capped the gains. The rupee closed at 70.88 a dollar, up 0.28% compared with the previous close 71.08.
- The euro rose against the greenback as the latter weakened on concerns that weakness in both U.S. manufacturing and service sectors could lead to a slowdown in the U.S. economy. The euro closed at 1.0978, up 0.18% compared with previous close of 1.0958.

Commodity Market Update

- Gold prices edged higher after U.S. non-manufacturing index fell to its lowest level since Aug 2016.
- Brent crude prices witnessed marginal gain as expectations for Fed's rate cut help offset some of the concerns over disappointing data on U.S. services activity.

International News

- An Institute for Supply Management report showed growth in the U.S. services sector slowed by more than anticipated in Sep 2019. The ISM non-manufacturing index dropped to 52.6 in Sep after climbing to 56.4 in Aug 2019.
- Data from the Organization for Economic Cooperation and Development showed Inflation in the OECD area slowed in Aug 2019 on volatile food and energy prices. Annual inflation slowed to 1.9% in Aug from 2.1% in Jul 2019.

Thank you for
your time.