

Indices Performance

Global Indices	05-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,281	18,168	113	0.62
Nasdaq	5,316	5,290	26	0.50
FTSE	7,033	7,074	-41	-0.58
Nikkei	16,819	16,736	84	0.50
Hang Seng	23,788	23,689	99	0.42
Indian Indices	05-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	28,221	28,335	-114	-0.40
Nifty 50	8,744	8,769	-25	-0.29
Nifty 100	9,010	9,029	-19	-0.21
Nifty Bank	19,537	19,673	-136	-0.69
SGX Nifty	8,787	8,815	-28	-0.32
S&P BSE Power	2,046	2,041	6	0.28
S&P BSE Small Cap	13,290	13,209	81	0.62
S&P BSE HC	16,446	16,503	-56	-0.34

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
5-Oct	21.24	1.39	23.43	1.27
Month Ago	20.94	1.37	24.15	1.22
Year Ago	21.20	1.39	22.68	1.40

Nifty 50 Top 3 Gainers

Company	05-Oct	Prev_Day	% Change [#]
Tata Motors - DVR	359	349	2.97
Ultratech Cem	4033	3953	2.02
BPCL	650	637	1.95

Nifty 50 Top 3 Losers

Company	05-Oct	Prev_Day	% Change [#]
ONGC	267	274	-2.52
Axis Bank	536	547	-1.99
Idea Cellular	80	81	-1.54

Advance Decline Ratio

	BSE	NSE
Advances	1743	963
Declines	1133	668
Unchanged	128	67

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	504	51722
MF Flows**	603	14370

*5th Oct 2016; **3rd Oct 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.74% (Aug-16)	1.24% (May-16)	-5.06% (Aug-15)
IIP	-2.40% (Jul-16)	-1.3% (Apr-16)	4.30% (Jul-15)
GDP	7.10 (Jun-16)	7.90 (Mar-16)	7.50 (Jun -15)

Global Indices

- Asian markets ended the session on a mixed note, based on renewed concerns that the U.S. Federal Reserve could hike interest rates by the end of the year, and uncertainties over the European Central Bank's (ECB) measures around its quantitative easing programme. However, stronger crude oil prices and a weaker yen added to the gains. As on (Oct 06), Asian markets opened higher led by the increase in oil prices, but concerns for potential damage in South Korea from Typhoon Chaba, restricted some gains. Nikkie Average and Hang Seng was traded up 0.83% and 0.50% respectively (as at 8.00 a.m IST).
- As per the last close, European stocks closed mixed as disappointing eurozone private sector and retail sales data weighed on the sentiment. However, ECB said that the media report regarding possible monetary tightening was erroneous eased some concern.
- As per the last close, U.S. stocks closed in green following better than expected economic data. Gains were increased after energy stocks saw considerable strength led by the sharp increase in the price of crude oil.

Indian Equity Market

- Indian equity market snapped three consecutive days' gains and closed in the red amid weak global cues. Fall in India's service sector also weighed on sentiment as Nikkei India Services Business Activity Index eased to 52.0 in Sep from 54.7 in Aug. Meanwhile, uncertainties regarding the European Central Bank's quantitative easing programme dented sentiment further. However, downside was limited as International Monetary Fund raised India's growth forecast to 7.6% for 2016-17 from its earlier projection of 7.4% on the back of improved trade and reformative policy measures.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.40% and 0.29% to close at 28,220.98 points and 8,743.95 points, respectively. However, S&P BSE Mid-Cap and S&P BSE Small Cap gained 0.50% and 0.62%, respectively.
- On the BSE sectoral front, mixed trend was witnessed as S&P BSE Bankex (-0.78%), S&P BSE IT (-0.56%), and S&P BSE Finance(-0.46%) stood as the major laggard, while S&P BSE Realty (1.69%), S&P BSE Basic Materials (0.82%), and S&P BSE Metal (0.69%) stood as the gainers.

Domestic News

- Survey results from a private survey showed that India's services sector grew at a slower pace in Sep after touching 43-month high in Aug. The seasonally adjusted Nikkei India Services Purchasing Managers' Index (PMI) fell to 52.0 in Sep from 54.7 in Aug due to a softer increase in output as well as new business. Competitive pressures and unfavourable weather conditions weighed on new orders. The seasonally adjusted Nikkei India Composite PMI Output Index fell to 52.4 in Sep from 54.6 in Aug. Nonetheless, the composite index expanded for the fifteenth consecutive month, highlighting ongoing growth in the country.
- Government has extended the minimum import price (MIP) for steel products for another two months (Dec 4) to protect the domestic manufacturers from cheap overseas shipments, especially from China. MIP was introduced in Feb 2016 for six months. The date has been extended from its initial expiry in Aug to Oct 4. The government is expected to impose provisional anti-dumping on 21 steel products within two weeks, the Steel Secretary said.
- The Securities and Exchange Board of India (SEBI) chairman said it is possible to reduce the listing timeline after an initial public offer further to 4 days from 6 days with the co-operation of market, government, Reserve Bank of India, and the bankers. He added that the work has already been initiated in this direction. Last year, SEBI reduced the listing timeline from 12 days to 6 days.
- ONGC Videsh Ltd. has received Cabinet's approval for acquiring 11% stake in Russia's Vankor oil fields from Rosneft Oil Company for \$930 million.
- Reliance Infrastructure Limited has signed an agreement with Adani Transmission Ltd to sell its 100% stake in its power transmission business. However, the deal amount was not disclosed.

FII Derivative Trade Statistics		05-Oct	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2869.78	2522.44	18047.52
Index Options	39749.22	38824.23	60961.07
Stock Futures	7421.71	7452.69	57092.41
Stock Options	4314.79	4293.06	3588.70
Total	54355.50	53092.42	139689.70

Derivative Statistics- Nifty Options			
	05-Oct	Prev_Day	Change
Put Call Ratio (OI)	0.97	0.97	0.00
Put Call Ratio(Vol)	1.03	0.98	0.05

Debt Watch				
	05-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.17%	6.42%	6.37%	6.62%
CBLO	6.13%	6.45%	5.12%	6.67%
Repo	6.25%	6.50%	6.50%	6.75%
Reverse Repo	5.75%	6.00%	6.00%	5.75%
91 Day T-Bill	6.34%	6.52%	6.53%	7.02%
364 Day T-Bill	6.40%	6.58%	6.64%	7.14%
10 Year Gilt	6.80%	6.92%	7.12%	7.51%
G-Sec Vol. (Rs.Cr)	165755	77981	58197	57255
1 Month CP Rate	6.55%	6.68%	6.79%	7.40%
3 Month CP Rate	6.78%	6.80%	6.98%	7.58%
5 Year Corp Bond	7.29%	7.43%	7.52%	8.23%
1 Month CD Rate	6.33%	6.55%	6.55%	7.03%
3 Month CD Rate	6.49%	6.59%	6.64%	7.19%
1 Year CD Rate	6.89%	7.16%	7.22%	7.34%

Currency Market			
Currency	05-Oct	Prev_Day	Change
USD/INR	66.57	66.56	0.01
GBP/INR	84.48	85.32	-0.84
EURO/INR	74.65	74.44	0.21
JPY/INR	0.65	0.65	0.00

Commodity Prices				
Commodity	05-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	48.67	47.07	44.39	46.28
Brent Crude(\$/bl)	48.80	45.89	45.56	49.40
Gold(\$/oz)	1272	1321	1325	1136
Gold(Rs./10 gm)	30033	31038	30761	26127

Source: ICRON Research

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Derivatives Market

- Nifty Oct 2016 Futures were at 8,775.35 points, a premium of 31.40 points, over the spot closing of 8,743.95 points. The turnover on NSE's Futures and Options segment went up from Rs. 3,24,182.75 crore on Oct 4 to Rs. 3,82,033.62 crore on Oct 5.
- The Put-Call ratio stood at 0.86, compared with the previous session's close of 0.89.
- The Nifty Put-Call ratio stood at 0.97, unchanged from the previous session's close.
- The open interest on Nifty Futures stood at 23.72 million compared with the previous session's close of 23.54 million.

Indian Debt Market

- Bond yields fell for the fourth consecutive trading session and plunged to a 7-year low on hopes that this year's adequate monsoon rainfall will keep food inflation under control and enable the monetary policy committee to further reduce the interest rates.
- Yield on the 10-year benchmark bond (7.59% GS 2026) fell 4 bps to close at 6.80% from the previous session's close of 6.84%. During the session, bond yields moved in the region of 6.78% to 6.85%.
- RBI conducted the auction of 91- and 182-days Treasury Bills for the notified amount of Rs. 8,000 crore and Rs. 6,000 crore, respectively. The cut-off for 91- and 182-days T-Bills stood at Rs. 98.44 (6.36%) and Rs. 96.89 (6.43%), respectively.
- Data from RBI showed that reserve money went up at an annualised rate of 14.8% in the week to Sep 30, compared with 11.0% a year earlier. The currency in circulation grew 16.9% during the week compared with 10.3% recorded a year earlier.

Currency Market Update

- The rupee weakened against the U.S. dollar following losses in the domestic equity market and demand of the greenback from banks and importers. Worries that the European Central Bank could prematurely end its bond-buying programme hurt risk appetite. The rupee inched down 0.06% to close at 66.50 per dollar from the previous close of 66.46.
- The euro rose against the greenback after private sector employment in the U.S. increased less than expected in Sep. Euro was trading at \$1.1214, high 0.11% compared with the previous close of \$1.1202.

Commodity Market Update

- Gold prices traded higher as lower than expected growth in the U.S. private employment numbers for Sep eased concerns over imminent rate hike by the U.S. Federal Reserve.
- Brent crude prices gained after U.S. crude inventories dropped 7.6 million barrels in the preceding week.

International News

- The International Monetary Fund (IMF) has lowered its global growth forecasts for advanced economies to 1.6% from 1.8% and retained the outlook for next year at 1.8%. Also, IMF warned advanced economies to intensify monetary, fiscal, and structural efforts to boost growth. However, emerging market and developing economies are set to grow 4.2% in 2016, slightly faster than 4.1% predicted in Jul 2016. The outlook for next year stood unchanged at 4.6%. It also expects global growth to pick up slightly next year due to strength from emerging markets.
- Data from payroll processor ADP showed that private sector employment in the U.S. increased less than expected in Sep 2016. Private sector employment rose by 154,000 jobs in Sep after climbing by a downwardly revised 175,000 jobs (originally reported 177,000 jobs) in Aug 2016.