

RELIANCE

MUTUAL
FUND

Markets for You

06 Oct 2017

Indices Performance

Global Indices	05-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	22,775	22,662	114	0.50
Nasdaq	6,585	6,535	51	0.78
FTSE	7,508	7,468	40	0.54
Nikkei	20,629	20,627	2	0.01
Hang Seng	Closed	28,379	NA	NA
Indian Indices	05-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,592	31,672	-80	-0.25
Nifty 50	9,889	9,915	-26	-0.26
Nifty 100	10,256	10,274	-19	-0.18
Nifty Bank	24,058	24,113	-55	-0.23
SGX Nifty	9,924	9,940	-16	-0.16
S&P BSE Power	2,209	2,206	4	0.17
S&P BSE Small Cap	16,449	16,320	129	0.79
S&P BSE HC	13,853	13,805	48	0.35

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
5-Oct	23.67	1.22	25.69	1.15
Month Ago	23.69	1.23	25.97	0.94
Year Ago	21.24	1.39	23.43	1.27

Nifty 50 Top 3 Gainers

Company	05-Oct	Prev_Day	% Change [#]
Aurobindo Pharma	743	725	2.47
NTPC	171	168	1.81
Ambuja Cem	274	270	1.63

Nifty 50 Top 3 Losers

Company	05-Oct	Prev_Day	% Change [#]
Tech Mahindra	451	465	-3.03
Bharti Infratel	405	417	-2.85
Power Grid	205	209	-1.96

Advance Decline Ratio

	BSE	NSE
Advances	935	935
Declines	736	736
Unchanged	95	95

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-511	34482
MF Flows**	1384	89755

*5th Oct 2017; **3rd Oct 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.24% (Aug-17)	2.26% (May-17)	1.09% (Aug-16)
IIP	1.20% (Jul-17)	3.20% (Apr-17)	4.40% (Jul-16)
GDP	5.70% (Jun-17)	6.10% (Mar-17)	7.90% (Jun-16)

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 remained muted as markets in China, South Korea and Hong Kong was closed on account of holiday. Investors also preferred to be on the sidelines ahead of U.S. non-farm payroll data for further cues on U.S. Federal Reserve's next rate hike decision. However, modest gains in overnight U.S. market provided some support. Today (As of Oct 06), Asian markets opened higher following rise on the Wall Street overnight. Both Nikkei and Hang Seng were trading higher 0.20% and 0.47%, respectively (8 a.m. IST).

As per the last close, European market managed to close in green after moving in a range. Market participants continue to track the developments in Spain, following Catalonia's independence vote. Investors are also awaiting the release of the U.S. jobs report for Sep 2017 on Friday.

As per the last close, U.S markets closed higher similar to the upward momentum seen in the past several sessions. Support was provided after the U.S. government approved a \$4.1 trillion budget resolution, taking a key step in efforts to pass their tax reform plan.

Indian Equity Market

Indian equity markets closed in the red largely on concerns about sustained capital outflows by foreign funds.

S&P BSE Sensex and Nifty 50 went down 0.25% and 0.26%, to close at 31,592.03 and 9,888.70, respectively. Meanwhile, S&P BSE MidCap and S&P BSE SmallCap grew 0.49% and 0.79%, respectively.

The overall market breadth on BSE was positive with 1,498 scrips advancing and 1,157 scrips declining. A total of 105 scrips remained unchanged.

On the BSE sectoral front, most indices closed in the negative. S&P BSE Telecom, down 0.71%, was the highest loser, trailed by S&P BSE Oil & Gas (-0.56%), S&P BSE Consumer Durables (-0.40%), S&P BSE Bankex (-0.31%) and S&P BSE FMCG (-0.30%). Highest gainers included S&P BSE Basic Materials (0.94%), S&P BSE Realty (0.86%), S&P BSE Healthcare (0.35%) and S&P BSE Metal (0.29%).

Domestic News

The Nikkei/IHS Markit Purchasing Managers' Index (PMI) rose to 50.7 in Sep 2017 from 47.5 in Aug 2017. After two consecutive months of contraction, India's service sector expanded driven by renewed increases in new business and output.

With listing of three more companies, Bombay Stock Exchange's platform for small and medium enterprises has crossed the 200-mark. Presently, the number of companies listed on the BSE SME platform stood at 201.

The Reserve Bank of India (RBI) has stated in its bi-monthly policy that retail investors will be allowed to buy government bonds in the primary market where RBI sells new sovereign debt securities. In addition to scheduled banks and primary dealers, specified stock exchanges will be permitted to act as aggregators/facilitators for retail investor bids in the non-competitive segment for the auction of dated securities and treasury bills. The decision is expected to widen the investor base, thereby easing buy-sale transactions.

Employees' Provident Fund Organisation's (EPFO) subscribers would soon get part of their retirement payout in the form of units that is proportionate to the money the state-run pension fund invests in equities. While 15% of annual incremental corpus is invested in stocks through exchange-traded funds by EPFO, the rest is invested in government securities and other forms of debt.

Wipro has announced to acquire U.S.-based design and business consultancy firm Cooper for \$8.5 million to strengthen its digital offerings to clients globally. The acquired firm will be integrated with Wipro's digital arm Designit.

U.S.-based Mastercard has announced to continue to acquire companies in India and to invest \$800 million for the next four to five years.

Mahindra & Mahindra has received a contract from the government to supply 150 electric sedans after the company agreed to match the lowest bid of Rs. 10.16 lakh quoted by Tata Motors.

FII Derivative Trade Statistics		05-Oct		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	2011.65	1209.85	19602.42	
Index Options	39148.16	39336.00	73382.31	
Stock Futures	6520.56	5350.89	58454.11	
Stock Options	3728.57	3679.57	3042.14	
Total	51408.94	49576.31	154480.98	

Derivative Statistics- Nifty Options			
	05-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.26	1.29	-0.03
Put Call Ratio(Vol)	0.95	1.02	-0.07

Debt Watch				
	05-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.83%	5.83%	5.83%	6.17%
CBLO	5.71%	5.86%	5.81%	6.13%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.08%	6.07%	6.08%	6.34%
364 Day T-Bill	6.20%	6.23%	6.21%	6.40%
10 Year Gilt	6.73%	6.64%	6.50%	6.67%
G-Sec Vol. (Rs.Cr)	37946	48286	44697	165755
1 Month CP Rate	6.56%	6.56%	6.48%	6.55%
3 Month CP Rate	6.71%	6.64%	6.60%	6.78%
5 Year Corp Bond	7.21%	7.22%	7.11%	7.29%
1 Month CD Rate	6.05%	6.09%	6.08%	6.33%
3 Month CD Rate	6.14%	6.15%	6.15%	6.49%
1 Year CD Rate	6.58%	6.57%	6.50%	6.89%

Currency Market			
Currency	05-Oct	Prev_Day	Change
USD/INR	65.18	65.29	-0.11
GBP/INR	86.21	86.63	-0.41
EURO/INR	76.57	76.83	-0.26
JPY/INR	0.58	0.58	0.00

Commodity Prices				
Commodity	05-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	50.74	51.57	48.58	49.70
Brent Crude(\$/bl)	56.98	59.89	54.17	48.96
Gold(\$/oz)	1268	1287	1338	1266
Gold(Rs./10 gm)	29405	29667	30151	30033

Source: ICRON Research

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 (RNLAM) (formerly Reliance Capital Asset Management Limited) 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; RNLAM does not in any manner assure the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect RNLAM'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.icraonline.com/legal/standard-disclaimer.html>

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

Derivatives Market

- Nifty Oct 2017 Futures were at 9,908.70, a premium of 20.00 points over the spot closing of 9,888.70. The turnover on NSE's Futures and Options segment went up from Rs. 5,60,254.20 crore on Oct 4 to Rs. 8,61,517.14 crore on Oct 5.
- The Put-Call ratio stood unchanged from the previous session's close of 0.84.
- The Nifty Put-Call ratio stood at 1.30 against the previous session's close of 1.33.
- Open interest on Nifty Futures stood at 24.61 million as against the previous session's close of 23.56 million.

Indian Debt Market

- Bond yields continued to rise after the Monetary Policy Committee (MPC) kept key interest rates unchanged and raised its inflation projections. This thereby hurt expectations of a rate cut in the near term that led to sale of bonds by the investors.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 3 bps to close at 6.73% from the previous close of 6.70%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,847 crore (gross) on Oct 5 compared with borrowings of Rs. 2,117 crore (gross) on Oct 4. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs.28,005 crore on Oct 4.
- Banks borrowed Rs. 1,350 crore under the central bank's Marginal Standing Facility on Oct 4 as against borrowing of Rs. 1,035 crore on Oct 3.

Currency Market Update

- The Indian rupee weakened against the greenback following dollar demand from importers. Losses in the domestic equity market also weighed on the rupee. The rupee fell 0.20% to close at 65.14 per dollar from the previous close of 65.01.
- Euro weakened against the greenback after minutes from the European Central Bank's policy meeting in Sep 2017 showed that policymakers were of the view that the euro zone still needed more stimuli. Euro was trading at \$1.1721, down 0.32% from the previous close of \$1.1759.

Commodity Market Update

- Gold prices traded higher amid uncertainty over the exact timing of the next rate hike by the U.S. Federal Reserve.
- Brent crude prices traded marginally higher amid potential extension of output cuts by the Organization of the Petroleum Exporting Countries.

International News

- Real gross domestic product (GDP) in the Organization for Economic Co-operation and Development (OECD) area increased 0.7% in the second quarter, faster than the 0.5% growth seen in the previous quarter. The growth in GDP was due to increase in private consumption and investment.
- A report from payroll processor ADP showed that U.S. private sector employment came in better than market expectations and grew by 135,000 jobs in Sep 2017 from upwardly revised increase of 228,000 jobs (237,000 jobs originally reported) in Aug 2017.
- A report from the Institute for Supply Management showed that U.S. non-manufacturing index jumped to 59.8 in Sep 2017, highest since Aug 2005, from 55.3 in Aug 2017.

Thank you for
your time.