

RELIANCE

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FUND

Markets for You

10 Oct 2017

Indices Performance

Global Indices	09-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	22,761	22,774	-13	-0.06
Nasdaq	6,580	6,590	-10	-0.16
FTSE	7,508	7,523	-15	-0.20
Nikkei	Closed	20,691	NA	NA
Hang Seng	28,327	28,458	-131	-0.46
Indian Indices	09-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,847	31,814	33	0.10
Nifty 50	9,989	9,980	9	0.09
Nifty 100	10,358	10,348	10	0.10
Nifty Bank	24,252	24,190	62	0.26
SGX Nifty	10,021	9,990	32	0.32
S&P BSE Power	2,223	2,237	-13	-0.59
S&P BSE Small Cap	16,733	16,629	104	0.62
S&P BSE HC	13,983	13,978	5	0.04

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
9-Oct	23.79	1.22	25.95	1.14
Month Ago	23.74	1.22	25.90	0.94
Year Ago	21.05	1.40	23.49	1.27

Nifty 50 Top 3 Gainers

Company	09-Oct	Prev_Day	% Change [#]
Coal India	281	277	1.68
Tech Mahindra	463	457	1.41
Dr.Reddy	2409	2376	1.39

Nifty 50 Top 3 Losers

Company	09-Oct	Prev_Day	% Change [#]
Aurobindo Pharma	729	746	-2.27
Power Grid	201	205	-1.86
ONGC	171	174	-1.81

Advance Decline Ratio

	BSE	NSE
Advances	1520	987
Declines	1187	757
Unchanged	148	64

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-954	32848
MF Flows**	683	90826

*9th Oct 2017; **5th 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 witnessed thin trading as markets in Japan, South Korea and Taiwan remained closed on account of public holiday. Chinese market gained after it resumed trading following a week-long holiday but gains were limited as data from IHS Markit showed that China's private sector expanded at the weakest pace in three months in Sep 2017. Today (As of Oct 10), Asian markets opened higher as market recovered from softer close on Wall Street. Both Nikkei and Hangseng were trading up 0.31% and 0.11%, respectively (as at 8.a.m. IST).
- As per the last close, European market closed mixed. China's weak private sector data for Sep weighed on the market while strong German industrial production and GDP of France supported the market. Light trading activity in the U.S due to Columbus Day holiday also weighed on the market.
- As per the last close, U.S markets closed lower following choppy trading on Wall Street due to Columbus Day holiday. Investors were also cautious ahead of key economic data and earning results of few companies later this week.

Indian Equity Market

- Indian equity markets closed in the green after witnessing volatility during the session. Investor sentiment found support after the Goods and Service Tax (GST) Council, in its latest meeting, offered relief to exporters and small and medium businesses by way of easing rules.
- Key benchmark indices S&P BSE Sensex and Nifty 50 went up 0.10% and 0.09% to close at 31,846.89 and 9,988.75, respectively. While, S&P BSE Mid-Cap inched down 0.04%, S&P BSE Small-Cap witnessed modest gain of 0.62%.
- On the BSE sectoral front, majority of the indices closed in the green. S&P BSE Realty was the top gainer, up 2.20%, followed by S&P BSE Consumer Durables and S&P BSE FMCG, which went up 0.90% and 0.66%, respectively. S&P BSE IT and S&P BSE Consumer Discretionary Goods & Services rose 0.39% and 0.34%, respectively. Realty sector rose after a real estate developer reported encouraging set of new sales volumes for Jul-Sep 2017 quarter of the current fiscal. Meanwhile, S&P BSE Oil & Gas was the major loser, down 1.01%, followed by S&P BSE Utilities and S&P BSE Energy, which slipped 0.67% and 0.66%, respectively.

Domestic News

- According to a report from the Society of Indian Automobile Manufacturers, domestic passenger vehicle sales came in at 3,09,955 units in Sep 2017, up 11.32% from 2,78,428 units in the year-ago period. While car sales increased 6.86%, motorcycle sales grew 6.98%. Two-wheeler sales went up 9.05% to 20,41,024 units driven by good monsoons that led to improved buying in rural areas.
- According to media reports, the Goods and Service Tax (GST) Council would reduce the number of products in the highest slab of 28%. This comes amid a slew of complaints by state finance ministers that several common-use products face a 28% levy, thereby raising difficulty for people. As per media reports, state finance ministers stated that a number of items like bath fittings, cement, steel products such as rods used for construction are in 28% bracket that should not belong there.
- The revenue secretary announced that the government will clear pending GST refunds of exporters by the end of Nov 2017. Also, the revenue secretary announced that no tax will be levied on exports over the next six months as the Council has decided to revert to the pre-GST era. Revenue secretary also stated that an e- wallet service will be launched from Apr 1, 2018, which will give exporters notional credits that can be used to pay GST.
- According to the Governor of the Reserve Bank of India (RBI), economic growth is expected to pick up in third and fourth quarters to 7% plus. Additionally, it was mentioned that the central bank also plans to include a special deposit facility to squeeze out excess liquidity and for this the RBI Act will need to be amended.
- The revenue secretary announced that the government is soon expected to bring in a new threshold for reporting to authorities about transactions in gold and other precious metals and stones. This comes with a view to curb parking of black money in bullion. Last week, the government had reversed its Aug 23 order of bringing gems and jewellery dealers under the purview of the reporting requirement of the Prevention of Money Laundering Act.

FII Derivative Trade Statistics		09-Oct		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	1303.41	991.87	19792.30	
Index Options	26323.34	25552.23	74431.79	
Stock Futures	5941.44	5505.62	59706.38	
Stock Options	4475.49	4468.41	4326.85	
Total	38043.68	36518.13	158257.32	

Derivative Statistics- Nifty Options			
	09-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.39	1.37	0.01
Put Call Ratio(Vol)	1.08	1.17	-0.08

Debt Watch				
	09-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.95%	5.98%	5.86%	6.18%
CBLO	5.98%	5.55%	5.87%	6.20%
Repo	6.00%	6.00%	6.00%	6.25%
Reverse Repo	5.75%	5.75%	5.75%	5.75%
91 Day T-Bill	6.05%	6.07%	6.08%	6.33%
364 Day T-Bill	6.19%	6.23%	6.24%	6.35%
10 Year Gilt	6.78%	6.66%	6.54%	6.73%
G-Sec Vol. (Rs.Cr)	27505	68046	52260	88559
1 Month CP Rate	6.59%	6.56%	6.49%	6.56%
3 Month CP Rate	6.76%	6.64%	6.64%	6.75%
5 Year Corp Bond	7.24%	7.22%	7.14%	7.26%
1 Month CD Rate	6.05%	6.09%	6.10%	6.32%
3 Month CD Rate	6.15%	6.14%	6.15%	6.48%
1 Year CD Rate	6.60%	6.57%	6.48%	6.85%

Currency Market			
Currency	09-Oct	Prev_Day	Change
USD/INR	65.31	65.23	0.08
GBP/INR	85.63	85.31	0.32
EURO/INR	76.60	76.26	0.33
JPY/INR	0.58	0.58	0.00

Commodity Prices				
Commodity	09-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	49.53	51.62	47.39	49.71
Brent Crude(\$/bl)	55.38	57.26	55.09	49.88
Gold(\$/oz)	1284	1279	1346	1256
Gold(Rs./10 gm)	29594	29692	30388	29783

Source: ICRON Research

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

Derivatives Market

- Nifty Oct 2017 Futures were at 10,016.55, a premium of 27.80 points over the spot closing of 9,988.75. The turnover on NSE's Futures and Options segment went up to Rs. 3,71,921.69 crore on Oct 9.
- The Put-Call ratio stood at 0.96 against the previous session's close of 0.95.
- The Nifty Put-Call ratio stood at 1.39 against the previous session's close of 1.37.
- India VIX moved up 2.47% to 11.3925 from 11.1175 in the previous trading session.
- Open interest on Nifty Futures stood at 24.97 million as against the previous session's close of 24.65 million.

Indian Debt Market

- Bond yields rose for the fourth consecutive session as hawkish monetary policy stance by the Reserve Bank of India (RBI) last week weakened sentiment, which pushed market participants to offload bonds.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 2 bps to close at 6.78% from the previous close of 6.76%. During the session, bond yields traded in the range of 6.75% and 6.79%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 18,764 crore (gross) on Oct 9 compared with borrowings of Rs. 1,750 crore (gross) on Oct 6. Sale of securities under RBI's reverse repo window stood at Rs. 8,002 crore on Oct 6.
- Banks did not borrow under the central bank's Marginal Standing Facility on Oct 6 as against borrowing of Rs. 7,340 crore on Oct 5.

Currency Market Update

- The Indian rupee inched up against the U.S. dollar following selling of the greenback by foreign banks. Modest gains in the domestic equity market also aided the domestic currency. The rupee rose 0.04% to close at 65.35 per dollar from the previous close of 65.38.
- Euro inched up against the greenback but remained under pressure on growing possibility of a rate hike by the U.S. Federal Reserve in the remaining of 2017. Euro was trading at \$1.1738, up 0.04% from the previous close of \$1.1733.

Commodity Market Update

- Gold prices traded high amid persisting geopolitical tension between North Korea and the U.S.
- Brent crude prices inched up marginally after the number of rigs in the U.S. fell by two to 748 last week.

International News

- A report from the Commerce Department showed that U.S. wholesale inventories grew slightly less than expected by 0.9% in Aug 2017 after rising 0.6% in Jul 2017. Inventories of durable goods increased 0.8% driven by increases in inventories of metals, automotive products, and computer equipment.
- A report from Destatis showed that Germany's industrial output rose more than market expectations and grew 2.6% MoM in Aug 2017 as against a fall of 0.1% in Jul 2017. Excluding energy and construction, industrial production grew 3.2%. Production of capital goods, intermediate goods and consumer goods rose 4.8%, 1.8% and 2.1%, respectively.



Thank you for
your time.