

**RELIANCE**

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# Markets for You

11 Oct 2017

**Indices Performance**

Global Indices	10-Oct	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	22,831	22,761	70	0.31
Nasdaq	6,587	6,580	8	0.11
FTSE	7,538	7,508	30	0.40
Nikkei	20,824	Closed	NA	NA
Hang Seng	28,491	28,327	164	0.58
Indian Indices	10-Oct	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	31,924	31,847	78	0.24
Nifty 50	10,017	9,989	28	0.28
Nifty 100	10,392	10,358	34	0.33
Nifty Bank	24,347	24,252	96	0.39
SGX Nifty	10,058	10,021	37	0.36
S&P BSE Power	2,242	2,223	19	0.85
S&P BSE Small Cap	16,893	16,733	159	0.95
S&P BSE HC	14,059	13,983	75	0.54

**P/E Dividend Yield**

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
10-Oct	23.88	1.21	26.02	1.14
Month Ago	23.74	1.22	25.90	0.94
Year Ago	21.13	1.39	23.34	1.27

**Nifty 50 Top 3 Gainers**

Company	10-Oct	Prev_Day	% Change <sup>#</sup>
United Phos	820	793	3.37
Lupin	1062	1040	2.12
Power Grid	205	201	1.89

**Nifty 50 Top 3 Losers**

Company	10-Oct	Prev_Day	% Change <sup>#</sup>
Eicher Motors	31545	31874	-1.03
Ambuja Cem	278	280	-0.93
Vedanta Limited	321	324	-0.93

**Advance Decline Ratio**

	BSE	NSE
Advances	1563	1025
Declines	1165	703
Unchanged	118	75

**Institutional Flows (Equity)**

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-439	32409
MF Flows**	1156	91981

\*10<sup>th</sup> Oct 2017; \*\*6<sup>th</sup> 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 stocks mostly traded high following weaker yen and as Japan's current account surplus for Aug 2017 rose higher than expected. Chinese market also gained on reports that the government is planning to control market fluctuations ahead of a reshuffle in key leadership this month. However, upside was limited on renewed geopolitical concerns and ahead of the minutes from the latest U.S. Federal Reserve meeting. Investors also remained cautious on developments of independence in Catalonia. Today (As of Oct 12), Asian markets opened in green following higher close in the Wall Street. Both Nikkei and Hangseng were trading up 0.19% and 0.30%, respectively (as at 8.a.m. IST).
- As per the last close, European market closed mixed. Positive sentiments came due to increase in crude oil prices and weak dollar that provided a boost to mining stocks. However, ongoing political tension in Spain weighed on European market.
- As per the last close, U.S markets closed higher after a retail giant announced a large buyback. A slew of other corporate news also supported the market.

**Indian Equity Market**

- Indian equity market ended the session in the green with gains in one of the IT majors after approval of a share buyback program by its shareholders. Meanwhile, one of the pharma majors gained after getting approval from the U.S. health regulator for its hypertension drug that further supported buying interest. Also, gains in power, capital goods, auto, oil & gas and banking sectors positively impacted the indices.
- Gains were capped as investors remained cautious ahead of the upcoming earnings season.
- Key benchmark indices S&P BSE Sensex as well as Nifty 50 went up 0.24% and 0.28% to close at 31,924.41 and 10,016.95, respectively. Both S&P BSE Small-Cap and S&P BSE Mid-Cap grew 0.95% and 0.64%, respectively.
- On the BSE sectoral front, indices closed on a positive note. The gainers comprised S&P BSE Utilities (0.98%), S&P BSE Energy (0.86%), S&P BSE Power (0.85%), S&P BSE Telecom (0.83%) and S&P BSE Information Technology (0.71%). S&P BSE Information Technology gained as one of the IT majors got a boost after approval of its share buyback program. Meanwhile, the losers were S&P BSE Realty (-0.97%) and S&P FMCG (-0.24%).

**Domestic News**

- The government has approved Rs. 2,000 crore especially for setting up Aadhaar centres in post offices. The decision comes amid complaints regarding private vendors on issues such as petty corruption and attempted frauds. The move is expected to result in phasing out of private contractors from the data collection process. Aadhaar enrolment and updation facilities will be available in approximately 15,000 post offices by Mar 31, 2018.
- The Reserve Bank of India (RBI) announced that it will sell gold bonds at Rs. 2,956 a gram, marking the third tranche for the year. Online applicants who make digital payment for these 2.5% interest bearing bonds will get a discount of Rs. 50 per gram. The sale would be open every week between Monday and Wednesday beginning Oct 9. The applications will be accepted till Dec 27, 2017. The bonds will be capped for different category of buyers and will be sold to resident Indians -individuals, trusts as well as charitable institutions and universities.
- A major credit rating agency has assigned a Baa3 issuer rating with positive outlook to the National Highways Authority of India (NHAI). The rating agency announced that the rating mainly reflects its assessment of the very high likelihood that the authority will receive support from the government in a distress situation.
- The Central government has begun an internal exercise to determine merger candidates from among the public sector banks (PSBs). The final decision will be taken by banks after commercial considerations. The step comes as state-run lenders have yet not approached the finance ministry with their consolidation plans.
- Bids have been invited by NHAI for nine national highways under its 'toll-operate-transfer' model. NHAI is pursuing to raise Rs. 6,200 crore through leasing out operational toll roads. Interested companies will be allowed to submit their bids till Jan 9, 2018.

FII Derivative Trade Statistics	10-Oct		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	940.97	970.58	20327.57
Index Options	29665.68	28784.60	74879.46
Stock Futures	5338.22	5556.95	60241.21
Stock Options	4340.26	4274.15	4772.97
Total	40285.13	39586.28	160221.21

Derivative Statistics- Nifty Options	10-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.39	1.39	0.01
Put Call Ratio(Vol)	1.06	1.08	-0.02

Debt Watch	10-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.88%	5.85%	5.86%	6.18%
CBLO	5.91%	5.81%	5.87%	6.21%
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%	6.06%	6.08%	6.36%
364 Day T-Bill	6.20%	6.20%	6.24%	6.42%
10 Year Gilt	6.74%	6.65%	6.54%	6.71%
G-Sec Vol. (Rs.Cr)	39206	33069	52260	62089
1 Month CP Rate	6.60%	6.55%	6.49%	6.56%
3 Month CP Rate	6.75%	6.61%	6.64%	6.80%
5 Year Corp Bond	7.23%	7.23%	7.14%	7.26%
1 Month CD Rate	6.06%	6.08%	6.10%	6.35%
3 Month CD Rate	6.16%	6.18%	6.15%	6.48%
1 Year CD Rate	6.60%	6.57%	6.48%	6.87%

Currency Market	10-Oct	Prev_Day	Change
USD/INR	65.27	65.31	-0.04
GBP/INR	85.94	85.63	0.31
EURO/INR	76.83	76.60	0.23
JPY/INR	0.58	0.58	0.00

Commodity Prices	10-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	50.88	50.39	47.39	51.19
Brent Crude(\$/bl)	56.41	56.21	55.09	51.03
Gold( \$/oz)	1287	1272	1346	1259
Gold(Rs./10 gm)	29732	29434	30388	29863

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 10,035.70, a premium of 18.75 points over the spot closing of 10,016.95. The turnover on NSE's Futures and Options segment went down from Rs. 3,71,921.69 crore on Oct 9 to Rs. 3,65,726.82 crore on Oct 10.
- The Put-Call ratio stood at 0.95 against the previous session's close of 0.96.
- The Nifty Put-Call ratio stood unchanged compared with the previous session at 1.39.
- Open interest on Nifty Futures stood at 25.56 million as against the previous session's close of 24.97 million.

**Indian Debt Market**

- Bond yields fell after rising for four consecutive days as investors bought notes to benefit from the recent decline in bond prices after the Monetary Policy Committee kept key interest rates unchanged and raised its inflation projection for the second half of 2017-18.
- Yield on the 10-year benchmark paper (6.79% GS 2027) fell 4 bps to close at 6.74% from the previous close of 6.78%. During the session, bond yields traded in the range of 6.74% and 6.78%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs.4,307 crore (gross) on Oct 10 compared with borrowings of Rs. 18,764 crore (gross) on Oct 9. Sale of securities under RBI's reverse repo window stood at Rs. 5,665 crore on Oct 9.
- Banks borrowed Rs. 3,270 crore under the central bank's Marginal Standing Facility on Oct 9 as against no borrowing on Oct 6.

**Currency Market Update**

- The Indian rupee rose against the U.S. dollar following selling of the greenback by exporters. However, dollar purchases by foreign banks and importers capped the gains. The rupee rose 0.11% to close at 65.28 per dollar from the previous close of 65.35.
- The Euro rose against the greenback after a member of the European Central Bank executive board suggested the central bank to roll back asset purchases in 2018. Euro was trading at \$1.1784, up 0.38% from the previous close of \$1.1739.

**Commodity Market Update**

- Gold prices gained on renewed concerns of geopolitical tension between North Korea and the U.S.
- Brent crude prices gained on news that Saudi Arabia is planning to reduce its allocations by 560,000 barrels per day (bpd) in Nov 2017.

**International News**

- A report from the Office for National Statistics showed that U.K.'s visible trade deficit widened to GBP 14.24 billion in Aug 2017 from GBP 12.82 billion in Jul 2017. The deficit with European countries and non-European countries came in at GBP 8.40 billion and GBP 5.83 billion, respectively. Meanwhile, total trade deficit was GBP 5.62 billion in Aug compared with a shortfall of GBP 4.23 billion in Jul.
- According to a report from the Ministry of Finance, Japan posted a current account surplus of 2.380 trillion yen in Aug 2017, up 20.8% YoY. Also, it was up from 2.320 trillion yen in Jul 2017. Meanwhile, the trade surplus came in at 318.7 billion yen in Aug down from 566.6 billion yen in Jul. Exports and imports grew 16.3% and 15.1% YoY, respectively.



Thank you for  
your time.