

RELIANCE

MUTUAL
FUND

Markets for You

12 Oct 2017

Indices Performance

Global Indices	11-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	22,873	22,831	42	0.18
Nasdaq	6,604	6,587	16	0.25
FTSE	7,534	7,538	-4	-0.06
Nikkei	20,881	20,824	58	0.28
Hang Seng	28,390	28,491	-101	-0.36
Indian Indices	11-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,834	31,924	-90	-0.28
Nifty 50	9,985	10,017	-32	-0.32
Nifty 100	10,354	10,392	-38	-0.37
Nifty Bank	24,107	24,347	-240	-0.99
SGX Nifty	10,004	10,058	-54	-0.53
S&P BSE Power	2,223	2,242	-19	-0.85
S&P BSE Small Cap	16,711	16,893	-182	-1.08
S&P BSE HC	13,937	14,059	-121	-0.86

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
11-Oct	23.83	1.22	25.94	1.14
Month Ago	23.97	1.21	26.11	0.93
Year Ago	21.13	1.39	23.34	1.27

Nifty 50 Top 3 Gainers

Company	11-Oct	Prev_Day	% Change [#]
Bharti Airtel	404	385	4.93
HPCL	455	437	4.23
Bharti Infratel	411	400	2.66

Nifty 50 Top 3 Losers

Company	11-Oct	Prev_Day	% Change [#]
Vedanta Limited	313	321	-2.37
SBI	252	257	-2.02
Tata Motors	416	424	-1.91

Advance Decline Ratio

	BSE	NSE
Advances	918	521
Declines	1840	1188
Unchanged	92	80

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-404	32005
MF Flows**	198	92155

*11th Oct 2017; **10th Oct 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	1.88% (Jul-17)	3.85% (Apr-17)	0.63% (Jul-16)
IIP	-0.10% (Jun-17)	4.10% (Mar-17)	8.00% (Jun-16)
GDP	6.10% (Mar-17)	7.00% (Dec-16)	9.20% (Mar-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

- Most of the Asian markets moved up following positive cues from overnight U.S. markets and improved crude oil prices along with better than expected Japanese core machinery orders data in Aug 2017. Sentiment also got support following indications that China is on track to meet its growth target of around 6.5% this year, and could well exceed it. Today (As of Oct 12), Asian markets opened in green following higher close in the Wall Street as the U.S. Federal Reserve in the minutes of its policy meeting indicated one more rate hike in 2017. Both Nikkei and Hangseng were trading up 0.31% and 0.22%, respectively (as at 8.a.m. IST).

- As per the last close, European market closed mixed. Easing tension in Spain helped to boost European stocks. However, strong euro weighed on shares of European exporters. Investors were also in cautious mood ahead of minutes of the U.S. Federal Reserve latest policy meeting.

- As per the last close, U.S markets closed higher after the U.S. Federal Reserve in the minutes of its latest monetary policy meeting indicated one more rate hike in 2017.

Indian Equity Market

- Indian equity market ended in the red after the International Monetary Fund lowered India's growth projection for 2017. Meanwhile, investors remained cautious ahead of the upcoming earnings season that is expected to be subdued due to the impact of the Goods and Services Tax. Also, investors preferred to remain on the sidelines ahead of industrial production and consumer inflation numbers that will be released on Oct 12.

- Key benchmark indices S&P BSE Sensex as well as Nifty 50 fell 0.28% and 0.32% to close at 31,833.99 and 9,984.80, respectively. Both S&P BSE Small-Cap and S&P BSE Mid-Cap fell 1.08% and 0.82%, respectively.

- On the BSE sectoral front, indices closed on a negative note. The highest losers were S&P BSE Realty, (2.01%), S&P BSE Metal (-1.43%), S&P BSE Industrials (-1.08%), S&P BSE Basic Materials (-1.03%) and S&P BSE Bankex (-0.97%). Meanwhile the top gainers were S&P BSE Telecom (2.83%), S&P BSE Oil&Gas (1.11%), S&P BSE Teck (0.65%), S&P BSE Energy (0.37%) and S&P BSE Information Technology (0.30%).

Domestic News

- A new cash management system for government expenditure and income has come up with the new goods and service tax (GST) regime. In order to avert any situation of temporary mismatch in cash outflows and inflows, it directs home ministry's all 21 divisions to strictly follow it. Some of the guidelines of the new system include: the salary of the employees should be released on the last working day of each month, the bulk expenditure items of more than Rs. 2,000 crore should be timed in the last month of each quarter. Meanwhile, prior approval of the budget division of the finance ministry is required in case of a major expenditure of more than Rs. 200 crore and above and also if the release is not prepared between 21st and 25th of the month.

- The Securities and Exchange Board of India (SEBI) has asked stock exchanges to penalise companies that are not compliant with the minimum public shareholding requirements and to impose a fine of Rs. 5,000 per day on non-compliance. Also, it has asked the exchanges to freeze promoter shares and restrict them from acting as promoters in other listed companies until they are not compliant. SEBI further stated that notices should be issued to the non-compliant entities within 15 days from the date of observation of non-compliance.

- The Labour and Emolument minister has announced that as a part of the Digital India initiative, the Employees' Provident Fund Organization (EPFO) will go paperless in another one year. Also, the minister stated that the subscribers need not visit the offices to get their work done once EPFO goes digital. The retirement fund body has already launched a few online services.

- According to a media report, JSW Group, which is setting up a Rs. 4,000 crore electric vehicle plant in Gujarat, is likely to partner with Chinese multinational automotive giant Zhejiang Geely Holding Group Co Ltd for the project.

FII Derivative Trade Statistics	11-Oct		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	468.72	859.68	20481.29
Index Options	22211.60	21989.40	76986.93
Stock Futures	5766.73	5330.75	61025.08
Stock Options	3879.28	3775.62	5235.87
Total	32326.33	31955.45	163729.17

Derivative Statistics- Nifty Options	11-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.36	1.39	-0.04
Put Call Ratio(Vol)	1.39	1.06	0.33

Debt Watch	11-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.85%	5.87%	5.84%	6.18%
CBLO	5.88%	5.78%	5.88%	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	6.07%	6.07%	6.07%	6.36%
364 Day T-Bill	6.21%	6.20%	6.22%	6.42%
10 Year Gilt	6.74%	6.70%	6.56%	6.71%
G-Sec Vol. (Rs.Cr)	40584	46873	28948	62089
1 Month CP Rate	6.54%	6.50%	6.53%	6.56%
3 Month CP Rate	6.75%	6.62%	6.66%	6.80%
5 Year Corp Bond	7.22%	7.17%	7.12%	7.26%
1 Month CD Rate	6.05%	6.06%	6.10%	6.35%
3 Month CD Rate	6.17%	6.15%	6.14%	6.48%
1 Year CD Rate	6.60%	6.57%	6.50%	6.87%

Currency Market	11-Oct	Prev_Day	Change
USD/INR	65.27	65.27	0.00
GBP/INR	86.12	85.94	0.17
EURO/INR	77.17	76.83	0.34
JPY/INR	0.58	0.58	0.00

Commodity Prices	11-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	51.25	49.95	48.01	51.19
Brent Crude(\$/bl)	55.84	56.09	55.09	51.03
Gold(\$/oz)	1292	1274	1327	1259
Gold(Rs./10 gm)	29659	29428	30092	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 9,992.50, a premium of 7.70 points over the spot closing of 9,984.80. The turnover on NSE's Futures and Options segment went up to Rs. 7,98,479.86 crore on Oct 11.
- The Put-Call ratio stood at 1.05 against the previous session's close of 0.95.
- The Nifty Put-Call ratio stood at 1.36 against the previous session's close of 1.39.
- India VIX moved up 5.56% to 11.7300 from 11.1125 in the previous trading session.
- Open interest on Nifty Futures stood at 26.65 million as against the previous session's close of 25.56 million.

Indian Debt Market

- Bond yields closed unchanged as market participants exercised caution and remained on the sidelines ahead of the release of key retail inflation data for Sep 2017 due Oct 12.
- Yield on the 10-year benchmark paper (6.79% GS 2027) closed unchanged at 6.74%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,130 crore (gross) on Oct 11 compared with borrowings of Rs. 4,307 crore (gross) on Oct 10. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 16,930 crore on Oct 10.
- Banks did not borrow under the central bank's Marginal Standing Facility on Oct 10 compared with that of Oct 9 when banks borrowed Rs. 3,270 crore.

Currency Market Update

- The Indian rupee gained for the third consecutive session against the U.S. dollar due to selling of greenback by foreign banks. However, gains were limited due to sustained dollar demand from importers. Rupee rose 0.21% to close at 65.14 from the previous close of 65.28.
- Euro rose against the U.S as market participants raised doubts over a potential U.S. tax reform. Euro was trading at \$1.1838 compared with the previous close of \$1.1806.

Commodity Market Update

- Gold prices continued with its upward momentum amid ongoing geopolitical uncertainty on the Korean Peninsula and weak dollar.
- Brent crude prices improved after the OPEC, in its monthly report, stated that the world would need 33.06 million barrels per day (bpd) of OPEC's crude oil next year, up 230,000 bpd from its previous forecast.

International News

- The International Monetary Fund (IMF) has raised its outlook for the world economy for 2017 and 2018. It expects growth of 3.6% and 3.7% as against previous expectation of 3.5% and 3.6%, for 2017 and 2018, respectively. IMF believes that global economic upturn has strengthened.
- A report from the Eurostat showed that euro zone's house prices grew 3.8% YoY in the second quarter that remained unchanged from the first quarter. Meanwhile, house prices grew 1.5% QoQ in the second quarter as against 0.3% growth in the first quarter.



Thank you for
your time.