

RELIANCE

MUTUAL
FUND

Markets for You

13 Oct 2017

Indices Performance

Global Indices	12-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	22,841	22,873	-32	-0.14
Nasdaq	6,592	6,604	-12	-0.18
FTSE	7,556	7,534	22	0.30
Nikkei	20,955	20,881	73	0.35
Hang Seng	28,459	28,390	69	0.24
Indian Indices	12-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	32,182	31,834	348	1.09
Nifty 50	10,096	9,985	112	1.12
Nifty 100	10,469	10,354	115	1.11
Nifty Bank	24,361	24,107	254	1.05
SGX Nifty	10,130	10,004	126	1.26
S&P BSE Power	2,238	2,223	15	0.68
S&P BSE Small Cap	16,904	16,711	193	1.15
S&P BSE HC	14,098	13,937	160	1.15

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
12-Oct	24.08	1.20	26.22	1.13
Month Ago	24.13	1.21	26.26	0.93
Year Ago	21.13	1.39	23.34	1.27

Nifty 50 Top 3 Gainers

Company	12-Oct	Prev_Day	% Change [#]
Hindalco	264	250	5.99
Bharti Infratel	432	411	5.24
RIL	873	840	3.88

Nifty 50 Top 3 Losers

Company	12-Oct	Prev_Day	% Change [#]
Bharti Airtel	400	404	-0.82
Ultratech Cem	3920	3951	-0.79
Indian Oil	415	418	-0.77

Advance Decline Ratio

	BSE	NSE
Advances	1699	1142
Declines	984	567
Unchanged	115	72

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	870	32875
MF Flows**	198	92155

*12th Oct 2017; **10th Oct 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.24% (Aug-17)	2.26% (May-17)	1.09% (Aug-16)
IIP	4.30% (Aug-17)	2.90% (May-17)	4.00% (Aug-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 broadly rose after the minutes of the U.S. Federal Reserve's latest policy meeting expressed cautious stance regarding the timing of the next interest rate hike. Investor sentiment found additional support as poll survey suggested that the current Japanese government's ruling coalition is heading for a two-thirds majority in the forthcoming election. Today (As of Oct 13), Asian markets opened mixed. Increase in crude oil prices supported market, while investors were also awaiting few key economic data from China and U.S. to be released today. Nikkei was trading up 0.22% and Hangseng was trading down 0.30% (as at 8.a.m. IST).
- As per the last close, European market closed higher following upbeat Eurozone economic data. However, new measures proposed by the European Central Bank to strengthen European Union banking sector against future crises weighed on the banking stocks of European market.
- As per the last close, U.S markets closed lower due to profit taking by investors following the upward trend seen over the past several sessions and decrease in crude oil prices. Investors were also awaiting some key economic data scheduled to be released on Sep 13.

Indian Equity Market

- After witnessing muted growth initially, Indian equity markets surged in the late trade amid strong buying interest in a number of index heavyweights. A sharp surge was observed in major companies, across different sectors, ahead of the quarterly earnings season. Growing optimism ahead of the retail inflation number for Sep 2017 and factory output data for Aug 2017, scheduled post market hours further contributed to the gains.
- Key benchmark indices S&P BSE Sensex and Nifty 50 went up 1.09% and 1.12% to close at 32,182.22 and 10,096.40, respectively. Meanwhile, S&P BSE Mid-Cap and S&P BSE Small-Cap went up 0.98% and 1.15%, respectively.
- The overall market breadth on BSE was positive with 1,699 scrips advancing and 984 scrips declining. A total of 115 scrips remained unchanged.
- On the BSE sectoral front, all the indices closed in the green. S&P BSE Energy was the top gainer, up 1.95%, followed by S&P BSE Telecom and S&P BSE Metal, which rose 1.93% and 1.90%, respectively. S&P BSE Realty and S&P BSE FMCG went up 1.49% and 1.18%, respectively.

Domestic News

- Government data showed that Index of Industrial Production (IIP) touched a 9-month high in Aug 2017. Industrial output growth accelerated to 4.3% YoY in Aug 2017 from downwardly revised 0.9% rise (1.2% originally reported) and 4.0% in the corresponding period of the previous year. On the sectoral basis, surge in mining and electricity growth more than neutralised slower rise in manufacturing that contributes 77.6% of the total output. As per Use-based classification, primary and capital goods accelerated, while intermediate goods, infrastructure, consumer durables and consumer non-durables lagged on a YoY basis.
- Government data showed that Consumer Price Index (CPI)-based inflation increased 3.28% YoY in Sep 2017 similar to the downwardly revised growth (3.36% originally reported) in the previous month, but lower than 4.39% rise in Sep 2016. Consumer Food Price Index-based inflation eased to 1.25% YoY in Sep 2017 from 1.52% in Aug 2017 and 3.96% a year ago. Housing, fuel and light, clothing and footwear and miscellaneous goods rose 6.10%, 5.56%, 4.63% and 3.83%, respectively.
- The Union cabinet cleared revised pay scales for approximately eight lakh teachers and academic staff of higher educational institutions after implementation of the Seventh Pay Commission's recommendation. The implementation of the pay revision that is expected to benefit 7.58 lakh teachers and equivalent academic staff will increase the teachers' pay in the range of Rs. 10,400 and Rs. 49,800 as against the existing entry pay. It would result in an entry pay growth in the range of 22%-28%.
- Tata Consultancy Services has reported an 8.4% QoQ increase in net profit to Rs. 6,446 crore for the quarter ended Sep 2017. Revenue for the quarter rose 3.2% QoQ to Rs. 30,541 crore. The company has announced a dividend payout of Rs. 7 per share.

FII Derivative Trade Statistics	12-Oct		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2458.87	1691.12	21050.21
Index Options	57879.83	57394.20	81292.45
Stock Futures	7664.10	6779.46	60941.95
Stock Options	6027.10	6064.59	5459.19
Total	74029.90	71929.37	168743.80

Derivative Statistics- Nifty Options	12-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.51	1.36	0.15
Put Call Ratio(Vol)	1.24	1.39	-0.16

Debt Watch	12-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.84%	5.83%	5.83%	6.18%
CBLO	5.78%	5.71%	5.84%	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	6.06%	6.08%	6.08%	6.36%
364 Day T-Bill	6.19%	6.20%	6.23%	6.42%
10 Year Gilt	6.75%	6.73%	6.56%	6.71%
G-Sec Vol. (Rs.Cr)	20688	37946	33424	62089
1 Month CP Rate	6.55%	6.56%	6.53%	6.56%
3 Month CP Rate	6.75%	6.71%	6.65%	6.80%
5 Year Corp Bond	7.23%	7.21%	7.13%	7.26%
1 Month CD Rate	6.05%	6.05%	6.09%	6.35%
3 Month CD Rate	6.18%	6.14%	6.14%	6.48%
1 Year CD Rate	6.60%	6.58%	6.50%	6.87%

Currency Market	12-Oct	Prev_Day	Change
USD/INR	65.10	65.27	-0.17
GBP/INR	86.23	86.12	0.12
EURO/INR	77.27	77.17	0.11
JPY/INR	0.58	0.58	0.00

Commodity Prices	12-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	50.56	50.74	48.16	50.67
Brent Crude(\$/bl)	55.67	56.98	55.95	49.72
Gold(\$/oz)	1293	1268	1332	1253
Gold(Rs./10 gm)	29732	29405	29876	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 10,111.40, a premium of 15.00 points over the spot closing of 10,096.40. The turnover on NSE's Futures and Options segment went up from Rs. 7,98,479.86 crore on Oct 11 to Rs. 11,28,168.78 crore on Oct 12.
- The Put-Call ratio stood at 0.88 against the previous session's close of 1.05.
- The Nifty Put-Call ratio stood at 1.51 against the previous session's close of 1.36.
- Open interest on Nifty Futures stood at 27.85 million as against the previous session's close of 26.65 million.

Indian Debt Market

- Bond yields rose marginally as market participants exercised caution and remained on the sidelines ahead of the release of key retail inflation data due post market hours.
- Yield on the 10-year benchmark paper (6.79% GS 2027) inched up 1 bps to 6.75% from the previous close of 6.74%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,270 crore (gross) on Oct 12 compared with borrowings of Rs. 2,130 crore (gross) on Oct 11. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 10,844 crore on Oct 11.
- Banks did not borrow under the central bank's Marginal Standing Facility on Oct 10 as well as Oct 11.
- According to RBI's Scheduled Bank's Statement of Position in India as of Sep 29, 2017, banks' deposit and credit growth stood at 8.66% and 6.86% YoY, respectively.

Currency Market Update

- The Indian rupee gained against the U.S. dollar supported by foreign fund inflows in equity market. Overnight fall in U.S. currency after the U.S. Federal Reserve's Sep meeting minutes indicated policymakers' concerns over weak inflation, added to the gains. The rupee rose 0.09% to close at 65.08 per dollar from the previous close of 65.14.
- Euro fell against the U.S. dollar on upbeat U.S. weekly jobless claims and core producer prices. Euro was trading at \$1.1834 compared with the previous close of \$1.1857.

Commodity Market Update

- Gold prices increased after the minutes of the U.S. Federal Reserve's latest policy meeting indicated concerns over growth in inflation rate that could affect future rate increases.
- Brent crude prices moved up on expectations of that the OPEC might extend the production cuts beyond the current expiry date .

International News

- According to the minutes of the U.S. Federal Reserve's latest monetary policy meeting, the central bank kept the rates unchanged as was expected, but has begun their balance sheet normalization process. But before increasing interest rate for the third time this year in Dec 2017, policymakers will be strictly looking at inflation data for Oct and Nov 2017.
- According to the latest survey from the Bank of England, U.K. banks have tightened conditions for unsecured lending to households and are expected to further tighten it at the end of the year.



Thank you for
your time.