

Indices Performance

Global Indices	21-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,146	18,162	-17	-0.09
Nasdaq	5,257	5,242	16	0.30
FTSE	7,020	7,027	-6	-0.09
Nikkei	17,185	17,236	-51	-0.30
Hang Seng	Closed	23,374	NA	NA
Indian Indices	21-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	28,077	28,130	-53	-0.19
Nifty 50	8,693	8,699	-6	-0.07
Nifty 100	8,968	8,970	-3	-0.03
Nifty Bank	19,711	19,659	52	0.27
SGX Nifty	8,704	8,715	-11	-0.13
S&P BSE Power	2,027	2,027	1	0.03
S&P BSE Small Cap	13,432	13,419	13	0.10
S&P BSE HC	16,342	16,317	25	0.15

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
21-Oct	21.01	1.40	23.23	1.27
Month Ago	21.56	1.37	24.11	1.26
Year Ago	21.91	1.36	22.48	1.38

Nifty 50 Top 3 Gainers

Company	21-Oct	Prev_Day	% Change [#]
Idea Cellular	80	78	2.17
Tech Mahindra	434	425	2.14
Tata Power	84	82	2.01

Nifty 50 Top 3 Losers

Company	21-Oct	Prev_Day	% Change [#]
ACC	1566	1609	-2.69
Axis Bank	526	540	-2.58
Ambuja Cem	247	253	-2.39

Advance Decline Ratio

	BSE	NSE
Advances	1452	840
Declines	1333	804
Unchanged	236	72

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	341	50727
MF Flows**	647	20848

*21st Oct 2016; **20th Oct 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.57% (Sep-16)	2.12% (Jun-16)	-4.59% (Sep-15)
IIP	-0.70% (Aug-16)	1.3% (May-16)	6.30% (Aug-15)
GDP	7.10 (Jun-16)	7.90 (Mar-16)	7.50 (Jun -15)

Global Indices

- Most of the Asian indices closed lower after the European Central Bank (ECB) left its monetary policy unchanged. Tumbling crude oil prices and strong yen also weighed on sentiment. However, Chinese market gained after house prices data in major cities rose in Sep. Today (As on Oct 24), Asian market opened lower even after Japan's exports fell less than expected in Sep due to relatively stronger yen. Both Nikkei Average and Hang Seng traded down 0.09% and 0.22%, respectively (as at 8.00 a.m IST).
- As per the last close, European market closed mixed. The markets fluctuated between small gains and losses after ECB's President left the door open to more stimulus. Increase in U.S. dollar had a negative impact on commodity prices. However, improvement in eurozone consumer confidence for a second straight month in Oct boosted investor's sentiments.
- As per the last close, the U.S. market closed mixed following mixed earning results from the reputed technology companies.

Indian Equity Market

- Indian equity market closed in the negative zone led by decline in the stocks of a banking major. Another industry heavyweight turned out to be one of the biggest losers of the day, despite posting positive earnings figures that surpassed estimates. However, losses were limited by gains in the realty and IT sectors.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.19% and 0.07%, to close at 28,077.18 points and 8,693.05 points, respectively. However, S&P BSE MidCap and S&P BSE SmallCap moved up 0.31% and 0.10%, respectively.
- The overall market breadth on BSE was strong with 1,452 scrips advancing and 1,333 scrips declining. A total of 236 scrips remained unchanged.
- On the BSE sectoral front, most of the stocks ended in the green despite the benchmark index closing in the red. S&P BSE Realty, up 0.86%, turned out to be the highest grosser, trailed by S&P BSE IT (0.69%), S&P BSE Teck (0.62%), S&P BSE Telecom (0.42%), and S&P BSE FMCG (0.42%). The day's biggest laggards comprised S&P BSE Consumer Durables (-1.70%), S&P BSE Energy (-0.82%), S&P BSE Metal (-0.62%), and S&P BSE Basic Materials (-0.48%).

Domestic News

- The government is considering coming out with a comprehensive capital goods policy in which it plans to incorporate concepts of smart manufacturing, automation, and internet of things. The objective of the move is to boost manufacturing of capital goods in the country to achieve the "Make in India" objective.
- The Reserve Bank of India (RBI) has given its approval for 100% foreign investment through the automatic route to the regulated financial services companies other than that of banks or insurance companies. In addition, the central bank simplified rules so as to make the entry easy for venture capital funds for start up companies and eased norms for external commercial borrowings. RBI added that those venture capital investors who are registered with SEBI will not require approval from the central bank for investment in sectors such as biotechnology, IT, seed research and development, dairy and poultry, and production of bio-fuels.
- According to a major credit rating agency, states implementing the UDAY scheme for recovery of their electricity supplying companies can delay the timeline to reduce their losses to nil by 2019, but they could achieve a significant reduction in the under-recoveries on each unit of electricity supplied.
- Cairn India reported a net profit of Rs. 779 crore for the quarter ended Sep, marking the the highest in the last six quarters. It was Rs. 359 crore in the previous quarter.
- Wipro reported net profit of Rs. 2,070 crore for the quarter ended Sep 30, 2016, reflecting a decline of 8% on a yearly basis. Revenue for the quarter grew 10% at Rs. 13,770 crore on a yearly basis.
- HCL Technologies reported that it will acquire Butler America Aerospace for \$85 million in cash. The objective of the move is to strengthen its position in the aerospace and defence engineering services space.

FII Derivative Trade Statistics	21-Oct		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2109.37	2505.37	17415.86
Index Options	47567.44	45989.86	75175.44
Stock Futures	8236.94	7648.01	59731.52
Stock Options	6332.56	6424.12	8286.40
Total	64246.31	62567.36	160609.22

Derivative Statistics- Nifty Options			
	21-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.00	0.98	0.01
Put Call Ratio(Vol)	0.98	1.00	-0.02

Debt Watch				
	21-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.22%	6.24%	6.43%	6.73%
CBLO	6.26%	6.14%	6.47%	6.74%
Repo	6.25%	6.25%	6.50%	6.75%
Reverse Repo	5.75%	5.75%	6.00%	5.75%
91 Day T-Bill	6.35%	6.38%	6.52%	7.04%
364 Day T-Bill	6.39%	6.41%	6.57%	7.11%
10 Year Gilt	6.85%	6.85%	7.04%	7.58%
G-Sec Vol. (Rs.Cr)	51249	70008	66262	26613
1 Month CP Rate	6.64%	6.56%	6.84%	7.35%
3 Month CP Rate	6.86%	6.80%	6.93%	7.64%
5 Year Corp Bond	7.31%	7.29%	7.50%	8.17%
1 Month CD Rate	6.37%	6.41%	6.57%	7.01%
3 Month CD Rate	6.54%	6.52%	6.61%	7.22%
1 Year CD Rate	6.93%	6.86%	7.22%	7.44%

Currency Market			
Currency	21-Oct	Prev_Day	Change
USD/INR	66.89	66.74	0.15
GBP/INR	81.96	81.91	0.05
EURO/INR	72.98	73.15	-0.17
JPY/INR	0.64	0.64	0.00

Commodity Prices				
Commodity	21-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	50.61	50.35	45.33	45.22
Brent Crude(\$/bl)	49.73	48.12	46.39	46.37
Gold(\$/oz)	1266	1250	1336	1167
Gold(Rs./10 gm)	29950	29752	31106	26906

Source: ICRON Research

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Derivatives Market

- Nifty Oct 2016 Futures were at 8,700.35 points, a premium of 7.30 points, over the spot closing of 8,693.05 points. The turnover on NSE's Futures and Options segment went down from Rs. 6,38,056.68 crore on Oct 20 to Rs. 3,26,489.81 crore on Oct 21.
- The Put-Call ratio stood at 0.93, compared with the previous session's close of 0.89.
- The Nifty Put-Call stood at 1.00, compared with the previous session's close of 0.98.
- The open interest on Nifty Futures stood at 22.27 million compared with the previous session's close of 22.16 million.

Indian Debt Market

- Bond yields were little changed after the weekly auction of government debt increased supply of securities.
- Reserve Bank of India (RBI) announced to conduct open market operations (OMO) to purchase government securities for an aggregate amount of Rs. 10,000 on Oct 25.
- Yield on the new 10-year benchmark bond (6.97% GS 2026) remained unchanged at 6.76% from the previous session's close. During the session, bond yields moved in the region of 6.73% to 6.76%.
- Yield on the existing 10-year benchmark bond (7.59% GS 2026) also was flat at 6.85% compared with the previous session's close. During the session, bond yields moved in the region of 6.82% to 6.85%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 16,287 crore (gross), compared with gross borrowing of Rs. 9,940 crore on Oct 20. Sale of securities under RBI's reverse repo window stood at Rs. 2,442 crore on Oct 20.

Currency Market Update

- The rupee fell against the U.S. dollar following strong U.S. economic data and higher dollar demand from importers. The rupee moved down 0.12% to close at 66.89 per dollar from the previous close of 66.81.
- The euro weakened against the greenback following comments from the New York Fed President that increased expectations of rate hike by the U.S. Federal Reserve in Dec. Euro was trading at \$1.0888, down 0.37% compared with the previous close of \$1.0928.

Commodity Market Update

- Gold prices traded higher buoyed by strong demand from Asia.
- Brent crude prices traded above \$50 per barrel level, as investors continued to take positive cues after Russia reiterated its commitment to contribute to the global output freeze.

International News

- World Bank raised its 2017 forecast for crude oil prices to \$55 per barrel from the earlier forecast of \$53 per barrel. This was attributed to the decision taken by Organization of the Petroleum Exporting Countries to limit production after a long period of unrestrained output.
- Data from the Conference Board showed that the leading economic index in the U.S. region edged up 0.2% in Sep 2016 after dipping 0.2% in Aug 2016. The coincident economic index rose by 0.2% in Sep after showing no change in Aug. The coincident economic index rose by 0.2% in Sep after showing no change in Aug.
- The National Association of Realtors in its report showed that existing home sales in U.S. increased 3.2% to an annual rate of 5.47 million in Sep 2016 after dropping 1.5% to a downwardly revised rate of 5.30 million (originally 5.33 million) in Aug 2016.