

**RELIANCE**

MUTUAL  
FUND

# Markets for You

24 Oct 2017

Indices Performance

Global Indices	23-Oct	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	23,274	23,329	-55	-0.23
Nasdaq	6,587	6,629	-42	-0.64
FTSE	7,524	7,523	1	0.02
Nikkei	21,697	21,458	239	1.11
Hang Seng	28,306	28,487	-181	-0.64
Indian Indices	23-Oct	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	32,507	32,584	-78	-0.24
Nifty 50	10,185	10,211	-26	-0.25
Nifty 100	10,558	10,582	-24	-0.23
Nifty Bank	24,089	24,314	-225	-0.92
SGX Nifty	10,186	Closed	NA	NA
S&P BSE Power	2,272	2,270	2	0.11
S&P BSE Small Cap	17,097	17,063	33	0.19
S&P BSE HC	14,047	14,171	-123	-0.87

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
23-Oct	24.19	1.19	26.37	1.12
Month Ago	23.68	1.22	25.95	0.95
Year Ago	21.01	1.40	23.23	1.27

Nifty 50 Top 3 Gainers

Company	23-Oct	Prev_Day	% Change <sup>#</sup>
Bharti Airtel	497	462	7.66
RIL	940	915	2.76
Ultratech Cem	4205	4092	2.76

Nifty 50 Top 3 Losers

Company	23-Oct	Prev_Day	% Change <sup>#</sup>
Kotak Bank	1062	1096	-3.13
Axis Bank	450	465	-3.13
Cipla	593	611	-2.96

Advance Decline Ratio

	BSE	NSE
Advances	1264	830
Declines	1450	923
Unchanged	138	62

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1120	29825
MF Flows**	947	94783

\*23<sup>rd</sup> Oct 2017; \*\*17<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

- Most of the Asian markets traded up on expectations of a budget reform following the U.S. Senate's approval of a budget resolution for the 2018 fiscal year. Favorable outcome of Japan's Prime Minister Election and positive cues from overnight U.S. markets also helped sentiment. Today (As of Oct 24), Asian markets opened mixed. Decline in U.S. stocks negatively impacted the indices. However, solid election win by Japanese Prime Minister last day continued its positive impact to some extent. While Nikkei grew 0.12%, Hang seng fell 0.13% as at (8.a.m. IST).
- As per the last close, European market ended mostly higher as a dip in the value of Euro provided a boost to stocks of exporters. While investors remained focus towards corporate earnings season, they were concerned of the standoff between Spain and Catalonia.
- As per the last close, U.S markets ended lower after a multinational conglomerate witnessed huge decline amid weak quarterly results. Meanwhile, the investors looked ahead to the release of earnings news from big companies this week.

Indian Equity Market

- Indian equity markets slipped with sentiment remaining weak amid global sell-off in Hong Kong and European markets. The political crisis in Spain, earnings disappointment in Europe and the Hong Kong sell-off affected global investor sentiment.
- The downturn was restricted as investors took positive cues from the election victory of Japan's pro-business Prime Minister. Sentiment also got support after the Revenue Secretary said some alterations in Goods and Services Tax rate structure is required in order to reduce the burden on small and medium businesses.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.24% and 0.25% to close at 32,506.72 and 10,184.85, respectively.
- On the BSE sectoral front, majority of the indices closed in the red. S&P BSE Bankex was the major loser, down 1.10%, followed by S&P BSE Healthcare and S&P BSE FMCG, which fell 0.87% and 0.84%, respectively. Banking sector continued to witness pressure following lower than expected quarterly net profit and increased credit cost guidance reported by a major banking company last week.

Domestic News

- According to the latest depository data, foreign portfolio investors (FPIs) have invested a net sum of Rs. 12,135 crore in debt markets during the period Oct 3-Oct 18. However, FPI's withdrew Rs. 3,408 crore from equities due to profit booking during the same period.
- According to the Joint Plant Committee under the Ministry of Steel, domestic crude steel production grew 6.8% to 8.39 million tonnes (mt) in Sep 2017 as against 7.86 mt in Sep 2016. Crude steel production was 49.764 mt for the period Apr-Sep 2017, up 4.5% YoY.
- The Reserve Bank of India (RBI) has clarified in a statement that in applicable cases, linkage of Aadhaar number to bank account is mandatory under the Prevention of Money-laundering (Maintenance of Records) Second Amendment Rules, 2017.
- According to a major state-run bank research report, India is expected to meet its target of limiting fiscal deficit to 3.2% of GDP in the current financial year as it is on track to realise the budgeted disinvestment receipts of Rs. 72,500 crore.
- Havells India reported a standalone net profit of Rs. 171.02 crore for the quarter ended Sep 30, 2017, up 17.3% from Rs. 145.79 crore in the same period of the previous fiscal.
- Hindustan Zinc reported a net profit of Rs. 2,545 core for the quarter ended Sep 2017, up 34% from Rs. 1,902 crore in the same period of the previous fiscal.
- Accenture announced that it has joined hands with the 'Partnership on AI' alliance of businesses, researchers, academics and policy makers. The 'Partnership on AI' works for betterment of understanding of artificial intelligence (AI) technology and develop best practices on the challenges and opportunities within the field.
- According to media reports, GMR Hyderabad International Airport Limited will utilise \$75 million (close to Rs. 490 crore) out of the total \$350 million (Rs. 2,276 crore) that it has raised in the international bond market on capital expenditure for expansion of the airport. The rest of the proceeds will be utilized to refinance the existing debt.

FII Derivative Trade Statistics		23-Oct	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	41.15	16.74	27461.30
Index Options	23.91	23.83	89067.89
Stock Futures	40.30	121.67	63467.34
Stock Options	0.00	0.00	7128.79
Total	105.36	162.24	187125.32

Derivative Statistics- Nifty Options			
	23-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.53	1.62	-0.08
Put Call Ratio(Vol)	1.15	1.16	-0.01

Debt Watch				
	23-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.85%	6.01%	5.89%	6.22%
CBLO	5.86%	6.04%	5.93%	6.26%
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%	6.02%	6.09%	6.35%
364 Day T-Bill	6.15%	6.18%	6.21%	6.39%
10 Year Gilt	6.80%	6.73%	6.66%	6.76%
G-Sec Vol. (Rs.Cr)	23079	25855	41185	51249
1 Month CP Rate	6.53%	6.53%	6.59%	6.64%
3 Month CP Rate	6.74%	6.74%	6.69%	6.86%
5 Year Corp Bond	7.18%	7.18%	7.24%	7.31%
1 Month CD Rate	6.06%	6.05%	6.11%	6.37%
3 Month CD Rate	6.19%	6.19%	6.16%	6.54%
1 Year CD Rate	6.57%	6.59%	6.53%	6.93%

Currency Market			
Currency	23-Oct	Prev_Day	Change
USD/INR	65.02	65.06	-0.04
GBP/INR	85.84	85.74	0.10
EURO/INR	76.51	76.54	-0.03
JPY/INR	0.57	0.58	-0.01

Commodity Prices				
Commodity	23-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	51.86	51.81	50.28	50.56
Brent Crude(\$/bl)	58.18	56.58	59.20	49.72
Gold( \$/oz)	1282	1294	1297	1266
Gold(Rs./10 gm)	29611	29868	29551	29950

Source: ICRON Research

#### Disclaimer:

The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to industry and markets which have been obtained from independent third party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since Reliance Nippon Life Asset Management Company Limited (RNLAM) (formerly Reliance Capital Asset Management Limited) has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrive data; RNLAM does not in any manner assure the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect RNLAM's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor(s), the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor(s), the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Readers are requested to click here for ICRON disclaimer - <http://www.icronline.com/legal/standard-disclaimer.html>

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

#### Derivatives Market

- Nifty Oct 2017 Futures were at 10,189.70, a premium of 4.85 points over the spot closing of 10,184.85. The turnover on NSE's Futures and Options segment went down from Rs. 11,04,500.52 crore on Oct 18 to Rs. 6,99,741.97 crore on Oct 23.
- The Put-Call ratio stood at 0.94 against the previous session's close of 0.73.
- The Nifty Put-Call ratio stood at 1.53 against the previous session's close of 1.62.
- Open interest on Nifty Futures stood at 29.57 million as against the previous session's close of 28.94 million.

#### Indian Debt Market

- Bond yields rose after minutes of the Monetary Policy Committee's Oct 2017 meeting showed that policymakers were concerned of rising domestic inflationary pressures with one panel member hinting at the possibility of a future rate hike.
- Yield on the 10-year benchmark paper (6.79% GS 2027) rose 4 bps to close at 6.80%. During the session, bond yields traded in the range of 6.78% and 6.81%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,625 crore (gross) on Oct 23 compared with borrowings of Rs. 1,400 crore (gross) on Oct 18. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 4,088 crore on Oct 18.
- Banks borrowed Rs. 2,225 crore under the central bank's Marginal Standing Facility on Oct 18 compared with Rs. 993 crore borrowed on Oct 17.

#### Currency Market Update

- After a long weekend, the Indian rupee was almost steady against the U.S. dollar as rise in greenback inflows neutralized fall due to stronger U.S. dollar amid U.S. tax reform hopes. The rupee rose 0.03% to close at 65.02 per dollar from the previous close of 65.04.
- Euro fell for the second straight session against the U.S. dollar ahead of European Central Bank's policy meeting on Oct 26. Euro was trading at \$1.1738 compared with the previous close of \$1.1783.

#### Commodity Market Update

- Gold prices continued with downward trend on stronger dollar and expectations of major tax reforms in the U.S. Favorable outcome of Japan's election also helped sentiment.
- Brent crude prices inched up as ongoing political tension in the Kurdistan region continued to disrupt crude supplies.

#### International News

- A report from the National Association of Realtors showed that U.S. existing home sales grew 0.7% to an annual rate of 5.39 million in Sep 2017 as against 5.35 million in Aug 2017. This marked an unexpected rebound in existing home sales in Sep as against Aug.
- According to a report from the Confederation of British Industry, U.K. firms reported slower growth in factory orders in Oct 2017. U.K.'s order book balance fell -2% in Oct as against +7% in Sep 2017. The order book balance came in at +6% in three months to Oct.
- According to a report IHS Markit, U.K. household finance index grew to 43.8 in Oct 2017 as against 42.8 in Sep 2017. The score below 50 indicated pessimism, thereby, regrading finances among the U.K. households.



Thank you for  
your time.