

RELIANCE

MUTUAL
FUND

Markets for You

30 Oct 2018

Indices Performance

Global Indices	29-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,443	24,688	-245	-0.99
Nasdaq	7,050	7,167	-117	-1.63
FTSE	7,026	6,940	87	1.25
Nikkei	21,150	21,185	-35	-0.16
Hang Seng	24,812	24,718	94	0.38
Indian Indices	29-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	34,067	33,349	718	2.15
Nifty 50	10,251	10,030	221	2.20
Nifty 100	10,453	10,225	228	2.22
Nifty Bank	24,960	24,421	539	2.21
SGX Nifty	10,314	10,065	249	2.47
S&P BSE Power	1,948	1,906	42	2.20
S&P BSE Small Cap	13,878	13,598	280	2.06
S&P BSE HC	14,460	13,876	585	4.21

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
29-Oct	21.32	1.34	24.65	1.31
Month Ago	23.37	1.23	26.44	1.23
Year Ago	24.52	1.17	26.67	1.11

Nifty 50 Top 3 Gainers

Company	29-Oct	Prev_Day	% Change [#]
Indiabulls HFC	772	684	12.82
ICICI Bank	349	316	10.69
SBI	268	248	7.98

Nifty 50 Top 3 Losers

Company	29-Oct	Prev_Day	% Change [#]
IndusInd Bank	1413	1446	-2.28
HDFC Bank	1926	1961	-1.78
Kotak Bank	1138	1159	-1.77

Advance Decline Ratio

	BSE	NSE
Advances	1815	1399
Declines	775	431
Unchanged	163	83

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1394	-38410
MF Flows**	-727	104420

*29th Oct 2018; **25th Oct 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	3.77% (Sep-18)	4.92% (Jun-18)	3.28% (Sep-17)
IIP	4.30% (Aug-18)	3.80% (May-18)	4.80% (Aug-17)
GDP	8.20% (Jun-18)	7.70% (Mar-18)	5.60% (Jun-17)

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 equity markets were a mixed bag as concerns of slowing global economic growth gripped investors the world over. Weak cues emanated both from the U.S. and Europe for this reason. Today (as of Oct 30), Asian markets opened mixed following weakness in Wall Street in the last session. However, reports that Japan's seasonally adjusted unemployment rate fell to 2.3% in Sep 2018 restricted the losses. Nikkei grew 0.89% and Hangseng fell 0.70% (as at 8.a.m. IST).
- As per the last close, European markets closed higher despite political turmoil in Germany. Reports that China will announce a 50% cut in car purchase taxes boosted the indices. Gains in banking stocks driven by strong earnings results by a banking major added to the gains.
- As per the last close, U.S markets closed lower following reports that the U.S. is preparing to announce tariffs on remaining Chinese imports if discussion between U.S. and China President in Nov 2018 failed to ease the trade war. However, reports that China is considering to cut a tax on car purchases in half restricted the losses.

Indian Equity Market

- Domestic equity markets opened the week with handsome gains buoyed by encouraging corporate earnings. Easing bond yields and Reserve Bank of India's (RBI) steps to boost liquidity supported the sentiment. RBI had on Oct 26, 2018, announced that it will buy Rs. 400 billion worth of government bonds through open market operations in Nov 2018.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 2.15% and 2.20% to close at 34,067.40 and 10,250.85, respectively. S&P BSE Mid-Cap gained 2.80%, while S&P BSE Small Cap increased 2.06%.
- The overall market breadth on BSE was strong with 1815 scrips advancing and 775 scrips declining. A total of 163 scrips remained unchanged.
- On the BSE sectoral front all the sectors gained. S&P BSE Healthcare was the major gainer, up 4.21%, followed by S&P BSE Realty and S&P BSE Capital Goods, up 3.77% and 3.66%, respectively. S&P BSE Energy and S&P BSE Industrials gained 3.33% and 3.23%, respectively. A pharma major posted healthy earnings on Oct 26, 2018, wherein second quarter profit increased 70% on the back of new product launches.

Domestic News

- The government expects bad loan recoveries to cross the Rs. 1.80 lakh crore target for 2018-19 on the back of the impact of the new insolvency and bankruptcy law. According to the finance ministry, some big accounts are getting resolved and some are up for resolution under the Insolvency and Bankruptcy Code (IBC). Resolution of 12 non-performing assets (NPAs) cases is expected to write back more than Rs. 1 lakh crore. Banks had recovered Rs. 36,551 crore in the first quarter of 2018-19 and in 2017-18, they had recovered Rs. 74,562 crore.
- The Reserve Bank of India (RBI) governor will brief A parliamentary panel members on the ramification of demonetisation of Rs. 500 and Rs. 1,000 notes. This is third time the panel, The 31-member Parliamentary Standing Committee on Finance, has called the governor for briefing. The government had stopped circulation and issuance of old Rs. 500 and Rs. 1,000 notes on Nov 8, 2016, and announced issuance of new Rs. 500 and Rs. 2,000 notes. The RBI governor will also brief the panel on the banning of the Unregulated Deposit Schemes Bill and related issues.
- Essar Steel India Ltd creditors have approved a joint offer by ArcelorMittal SA and Japan's Nippon Steel & Sumitomo Metal Corp. The two companies will now take control of the 10 million tonne-per-year capacity debt-laden Essar Steel and become the first global steel majors to enter the fast-growing Indian steel market without a local partner. ArcelorMittal and Nippon Steel have made plans to double output in the coming years.
- Vedanta Ltd has won a 10-year extension of its contract for the Rajasthan oil block.
- Reliance Nippon Life Insurance Company's total premium increased 8% to Rs. 1,042 crore in the Jul-Sep quarter compared with the year-ago period. Assets under management went up 9% to Rs. 19,612 crore as on Sep 30, 2018, from the same period a year ago. Renewal premium during increased 4% to Rs. 792 crore.

FII Derivative Trade Statistics		29-Oct	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4619.45	4765.99	22900.51
Index Options	57259.97	56495.98	48146.91
Stock Futures	16696.10	16154.86	77292.40
Stock Options	5482.55	5393.56	2965.15
Total	84058.07	82810.39	151304.97

Derivative Statistics- Nifty Options			
	29-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.51	1.44	0.07
Put Call Ratio(Vol)	0.71	0.74	-0.03

Debt Watch				
	29-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.44%	6.54%	6.51%	5.86%
CBLO	6.46%	6.50%	4.36%	4.90%
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	6.91%	6.93%	6.95%	6.09%
364 Day T-Bill	7.41%	7.46%	7.64%	6.19%
10 Year Gilt	7.81%	7.93%	8.02%	6.81%
G-Sec Vol. (Rs.Cr)	35716	19083	30033	50183
FBIL MIBOR	6.60%	6.60%	6.60%	5.95%
3 Month CP Rate	8.65%	7.90%	8.15%	6.77%
5 Year Corp Bond	8.83%	8.84%	9.02%	7.52%
1 Month CD Rate	7.07%	7.11%	6.62%	6.07%
3 Month CD Rate	7.73%	8.23%	7.43%	6.20%
1 Year CD Rate	8.35%	8.38%	8.40%	6.57%

Currency Market			
Currency	29-Oct	Prev_Day	Change
USD/INR	73.42	73.37	0.04
GBP/INR	94.26	94.05	0.21
EURO/INR	83.69	83.41	0.29
JPY/INR	0.66	0.65	0.00

Commodity Prices				
Commodity	29-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	66.95	69.20	73.11	53.87
Brent Crude(\$/bl)	78.45	81.34	83.21	60.44
Gold(\$/oz)	1229	1222	1192	1273
Gold(Rs./10 gm)	31784	31607	30296	29258

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty Nov 2018 Futures settled at 10,283.95, a premium of 33.10 points, above the spot closing of 10,250.85. The turnover on NSE's Futures and Options segment increased to Rs. 6,07,558.81 on Oct 29 compared with Rs. 5,07,173.93 on Oct 26.
- The Put-Call ratio stood at 0.77, compared with the previous session's close of 0.70.
- The Nifty Put-Call ratio stood at 1.51 compared with the previous session's close of 1.44.
- Open interest on Nifty Futures stood at 23.01 million as against the previous session's close at 23.02 million.

Indian Debt Market

- Bond yield declined after the central bank revealed its plan of purchasing bonds under open market operation in Nov. The RBI's announcement to purchase Rs. 40,000 crore worth of bonds lifted market sentiments.
- Yield on the 10-year benchmark paper (7.17% GS 2028) declined 7 bps to 7.81% compared with the previous close of 7.88% after trading in the range of 7.80% to 7.84%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 5,746 crore (gross) on Oct 29 compared with a borrowing of Rs. 12,446 crore (gross) on Oct 26. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 46,759 crore on Oct 26.
- Banks did not borrow under the central bank's Marginal Standing Facility on Oct 26 compared with borrowing Rs. 100 crore on Oct 25.

Currency Market Update

- The Indian rupee inched up against the greenback as gains in the domestic equity market helped in compensating for the loss due to month end dollar demand from importers. The rupee closed at 73.44 a dollar compared with the previous close of 73.46.
- The euro inched down amid political uncertainties after a report revealed that German Chancellor said that she is not looking for re-election as party chairwoman this December. The euro was last seen trading at 1.1382, down 0.17% compared with the previous close of 1.1374.

Commodity Market Update

- Gold prices saw a marginal fall due to the broad strength in the greenback against a basket of currencies.
- Brent Crude prices remained below the \$79 a barrel mark as traders were cautious amid massive sell-off in the Chinese equity market that triggered worries of a slowing economy.

International News

- According to the University of Michigan, consumer sentiment in the U.S. weakened slightly more than initially estimated for Oct 2018. Consumer sentiment index for Oct was downwardly revised to 98.6 from the preliminary reading of 99.0. Expectations were for consumer sentiment index to be unrevised at 99.0.
- Bank of England data showed U.K. mortgage approvals declined in Sep 2018. The number of housing loan approvals decreased to 65,269 in Sep from 66,101 in Aug 2018. It came above expectations of 64,700. Lending secured on dwelling increased at a faster rate of GBP 3.9 billion, after Aug's GBP 3.1 billion hike.



Thank you for
your time.