

RELIANCE

MUTUAL
FUND

Markets for You

31 Oct 2018

Indices Performance

Global Indices	30-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	24,875	24,443	432	1.77
Nasdaq	7,162	7,050	111	1.58
FTSE	7,036	7,026	10	0.14
Nikkei	21,457	21,150	307	1.45
Hang Seng	24,586	24,812	-227	-0.91
Indian Indices	30-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	33,891	34,067	-176	-0.52
Nifty 50	10,198	10,251	-52	-0.51
Nifty 100	10,414	10,453	-39	-0.38
Nifty Bank	24,808	24,960	-152	-0.61
SGX Nifty	10,203	10,314	-111	-1.08
S&P BSE Power	1,945	1,948	-4	-0.19
S&P BSE Small Cap	14,008	13,878	130	0.94
S&P BSE HC	14,436	14,460	-24	-0.17

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
30-Oct	21.73	1.32	24.55	1.32
Month Ago	23.37	1.23	26.44	1.23
Year Ago	24.77	1.17	26.77	1.10

Nifty 50 Top 3 Gainers

Company	30-Oct	Prev_Day	% Change [#]
Tech Mahindra	685	664	3.14
Zee Ente.	444	431	3.05
Grasim Indus	805	782	2.85

Nifty 50 Top 3 Losers

Company	30-Oct	Prev_Day	% Change [#]
HPCL	220	231	-4.58
Coal India	276	287	-4.02
BPCL	266	277	-3.97

Advance Decline Ratio

	BSE	NSE
Advances	1492	1088
Declines	1075	702
Unchanged	143	91

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1806	-40216
MF Flows**	2346	108647

*30th Oct 2018; **29th 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 mostly gained as investors pinned hopes on the stimulus by the Chinese government to rescue the situation arising out of the U.S.-China trade war. Meanwhile, the U.S. President said he is hopeful of the nation's upcoming meeting with China but also warned of more tariffs if talks are not fruitful. Today (as of Oct 31), Asian markets opened higher despite lower than expected manufacturing growth in China in Oct 2018. Gains in Wall Street in the last session boosted the indices. Nikkei and Hangseng grew 1.47% and 0.99%, respectively (as at 8.a.m. IST).
- As per the last close, European markets closed on mixed note amid mixed bag of corporate earnings. Meanwhile, investors remained cautious over trade dispute between the U.S. and China.
- As per the last close, U.S markets closed higher after fluctuating for much of the session. Increase in consumer confidence in Oct 2018 boosted investor sentiment. Further, renewed concerns about trade war between the U.S. and China was offset by U.S. President's prediction that the U.S. will reach a great trade deal with China.

Indian Equity Market

- Domestic equity markets continued to be volatile and ended the day in the red. The main reasons behind the fall were weak global cues because of the ensuing U.S.-China trade dispute, mixed domestic quarterly earnings, and the rupee's weakness. Meanwhile, rift between the Reserve Bank of India (RBI) and the government deepened. RBI deputy governor said attempts of curbing the central bank's autonomy could be catastrophic and the finance minister responded by blaming RBI for allowing banks to lend in excess and adding to the non-performing assets problem.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.52% and 0.51% to close at 33,891.13 and 10,198.40, respectively. S&P BSE Mid-Cap gained 0.91%, while S&P BSE Small Cap increased 0.94%.
- On the BSE sectoral S&P BSE Information Technology was the major gainer, up 1.71%, followed by S&P BSE Teck and S&P BSE Capital Goods, up 1.66% and 0.95%, respectively. S&P BSE Industrials and S&P BSE Realty gained 0.87% and 0.58%, respectively. S&P BSE Energy was the major loser, down 2.73%, followed by S&P BSE Oil & Gas and S&P BSE Metal, down 1.7% and 1.21%, respectively.

Domestic News

- According to a report titled 'The Emerging Affluent Study 2018–Climbing the Prosperity Ladder' by a prominent private bank, India has emerged as the most investment-savvy economy in Asia. The report said over two-thirds of the India's affluent class prefer to use various investment products to meet their financial goals. When it comes to investing, saving and spending, there is an increase in the number of people climbing the social ladder in Asia, Middle East and Africa. This group is being called as 'emerging affluent'. The study covered views of emerging affluent consumers from 11 markets across Asia, Africa and the Middle East.
- The Prime Minister has signed a \$75 billion bilateral currency swap agreement with his Japanese counterpart Shinzo Abe. This is an important measure towards stabilizing foreign exchange and enhancing confidence in the Indian capital markets. The currency swap agreement will take forward the economic cooperation between the two countries. The amount under this facility can not only be used as and when the need arises but will also help to reduce the cost of capital for Indian entities when they access foreign capital markets.
- The Centre and states have apportioned Rs. 32,000 crore lying in the integrated goods and services tax (IGST) pool for Oct 2018. The states' share would be more than Rs. 15,000 crore. The amount would add to the goods and services tax (GST) revenue of both the centre and states for the month. The Centre and states have divided IGST funds for the fifth time. Around Rs. 29,000 crore was settled in Sep 2018, Rs. 12,000 crore in Aug 2018, Rs. 50,000 crore in Jun 2018 and Rs. 35,000 crore in Feb 2018.

FII Derivative Trade Statistics		30-Oct	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4726.18	4446.74	24623.34
Index Options	69374.17	67146.78	51663.09
Stock Futures	18000.21	15921.92	80054.25
Stock Options	7709.42	7106.95	4456.50
Total	99809.98	94622.39	160797.18

Derivative Statistics- Nifty Options			
	30-Oct	Prev_Day	Change
Put Call Ratio (OI)	1.49	1.51	-0.02
Put Call Ratio(Vol)	0.73	0.71	0.03

Debt Watch				
	30-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.45%	6.53%	6.51%	5.89%
CBLO	6.45%	6.48%	4.36%	5.96%
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	6.92%	6.93%	6.95%	6.10%
364 Day T-Bill	7.44%	7.45%	7.64%	6.21%
10 Year Gilt	7.83%	7.89%	8.02%	6.88%
G-Sec Vol. (Rs.Cr)	15695	33965	30033	44459
FBIL MIBOR	6.60%	6.60%	6.60%	6.00%
3 Month CP Rate	8.65%	8.20%	8.15%	6.79%
5 Year Corp Bond	8.80%	8.82%	9.02%	7.58%
1 Month CD Rate	7.06%	6.96%	6.62%	6.06%
3 Month CD Rate	7.52%	8.38%	7.43%	6.19%
1 Year CD Rate	8.36%	8.37%	8.40%	6.57%

Currency Market			
Currency	30-Oct	Prev_Day	Change
USD/INR	73.57	73.42	0.15
GBP/INR	94.18	94.26	-0.08
EURO/INR	83.71	83.69	0.02
JPY/INR	0.65	0.66	0.00

Commodity Prices				
Commodity	30-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	66.13	66.44	73.11	54.06
Brent Crude(\$/bl)	75.82	79.56	83.21	60.94
Gold(\$/oz)	1223	1230	1192	1276
Gold(Rs./10 gm)	31688	31909	30296	29269

Source: Thomson Reuters Eikon

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

Derivatives Market

- Nifty Nov 2018 Futures settled at 10,229.25, a premium of 30.85 points, above the spot closing of 10,198.40. The turnover on NSE's Futures and Options segment increased to Rs. 7,19,557.92 on Oct 30
- The Put-Call ratio stood at 0.80, compared with the previous close of 0.77.
- The Nifty Put-Call ratio stood at 1.49 compared with the previous close of 1.51.
- India VIX improved 3.27% to 20.4750 from 19.8250 in the previous trading session.
- Open interest on Nifty Futures stood at 22.75 million as against the previous close at 23.01 million.

Indian Debt Market

- Bond yield increased tracking weakness in the local currency that hit a two-week low. However, further upside was restricted with plunge in crude oil prices and the central bank bonds purchase plan under open market operation in Nov.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 2 bps to 7.83% compared with the previous close of 7.81% after trading in the range of 7.81% to 7.84%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 3,876 crore (gross) on Oct 30 compared with a borrowing of Rs. 5,746 crore (gross) on Oct 29. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 13,859 crore on Oct 29.
- Banks borrowed Rs. 4 crore under the central bank's Marginal Standing Facility on Oct 29 compared with no borrowing on Oct 26.

Currency Market Update

- The Indian rupee declined to a two-week low against the greenback as the escalating trade war between U.S. and China dampened market sentiments and hurt investors' risk-taking appetite.
- The euro drifted down against dollar amid weak euro zone growth outlook and political instability following the German Chancellor's decision of opting out of re-election as party chairwoman in December.

Commodity Market Update

- Gold prices declined as the greenback firmed up against a basket of currency.
- Brent Crude prices drifted lower amid intensifying trade war between U.S. and China, which is hitting the demand outlook for oil.

International News

- According to preliminary flash estimate from Eurostat, euro area economy grew at a slower pace in the third quarter. Gross domestic product expanded 0.2% sequentially after increasing 0.4% in the second quarter.
- Report from Ministry of Internal Affairs and Communications showed Japan's unemployment rate declined in Sep 2018. The jobless rate dropped to 2.3% from 2.4% in Aug 2018. This was the lowest rate since early 1990s. Expectations were for it remain unchanged at 2.4%.

Thank you for
your time.