

RELIANCE

MUTUAL
FUND

Markets for You

21 Sep 2017

Indices Performance

Global Indices	20-Sep	Prev_Day	Abs. Change	% Change [#]
Dow Jones	22,413	22,371	42	0.19
Nasdaq	6,456	6,461	-5	-0.08
FTSE	7,272	7,275	-3	-0.05
Nikkei	20,310	20,299	11	0.05
Hang Seng	28,128	28,051	76	0.27
Indian Indices	20-Sep	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	32,401	32,402	-2	-0.01
Nifty 50	10,141	10,148	-6	-0.06
Nifty 100	10,530	10,540	-10	-0.10
Nifty Bank	24,965	25,042	-77	-0.31
SGX Nifty	10,174	10,164	11	0.10
S&P BSE Power	2,303	2,311	-8	-0.35
S&P BSE Small Cap	16,871	16,894	-23	-0.14
S&P BSE HC	13,777	13,745	32	0.23

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
20-Sep	24.17	1.20	26.39	0.94
Month Ago	23.58	1.24	25.10	0.97
Year Ago	21.57	1.37	24.06	1.26

Nifty 50 Top 3 Gainers

Company	20-Sep	Prev_Day	% Change [#]
Dr.Reddy	2315	2242	3.26
BOB	148	145	2.63
Tata Steel	688	676	1.66

Nifty 50 Top 3 Losers

Company	20-Sep	Prev_Day	% Change [#]
BPCL	494	507	-2.49
Hero Moto	3856	3944	-2.24
Tata Motors	415	424	-2.09

Advance Decline Ratio

	BSE	NSE
Advances	1212	798
Declines	1378	897
Unchanged	144	67

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1578	42188
MF Flows**	730	77510

*20th Sep 2017; **18th Sep 2017

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.24%	2.26%	1.09%
	(Aug-17)	(May-17)	(Aug-16)
IIP	1.20%	3.20%	4.40%
	(Jul-17)	(Apr-17)	(Jul-16)
GDP	5.70%	6.10%	7.90%
	(Jun-17)	(Mar-17)	(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 witnessed a mixed trend ahead of U.S. Federal Reserve's monetary policy decision scheduled later during the day. The U.S. Fed is widely expected to provide details on how it is planning to start reducing its \$4.5 trillion balance sheet. Chinese markets rose amid optimism that Beijing will maintain stability in financial markets ahead of key party congress meeting due in Oct 2017. Today (As of Sep 21), Asian markets opened on a mixed note after the dollar and U.S. Treasury yields rose following the U.S. Fed meeting. Both Nikkei and Hang Seng traded higher 0.70% and 0.05%, respectively (8 a.m. IST)
- As per the last close, European market were little changed as investors remained cautious ahead of the U.S. Federal Reserve (Fed) policy decision. The Fed is widely expected to leave interest rates unchanged.
- As per the last close, U.S markets closed on a mixed note amid high volatility. The U.S. Federal Reserve kept interest rates unchanged but signaled another rate hike is likely in 2017. The Fed also told that it will begin unwinding its \$4.5 trillion balance sheet in Oct 2017.

Indian Equity Market

- Indian equity markets closed flat as investors awaited the result of U.S. Federal Reserve's policy meeting, due to conclude later during the day. Telecom stocks impacted markets after the Telecom Regulatory Authority of India reduced termination charge for all mobile to mobile calls to 6 paise per minute from 14 paise, which would become effective from Oct 1, 2017. However, the cut proved to be beneficial for the telecom wing of an index heavyweight, and therefore triggered its growth.
- While S&P BSE Sensex was flat to close at 32,400.51, Nifty 50 lost 0.06% to close at 10,141.15. S&P BSE MidCap and S&P BSE SmallCap lost 0.07% and 0.14%, respectively.
- On the BSE sectoral front, most indices closed in the red. S&P BSE Telecom, down 0.77%, was the top loser, followed by S&P BSE Auto (-0.69%), S&P BSE Consumer Durables (-0.66%), S&P BSE Consumer Discretionary Goods & Services (-0.49%), S&P BSE Utilities (-0.46%) and S&P BSE Oil & Gas (-0.42%). Highest gainers included S&P BSE Capital Goods (0.54%), S&P BSE Healthcare (0.23%), S&P BSE FMCG (0.15%), S&P BSE Energy (0.07%) and S&P BSE Industrials (0.01%).

Domestic News

- According to media reports, the Reserve Bank of India (RBI) has assured banks that they can classify priority loans extended to defaulting companies in the bankruptcy process as standard debt. This comes amid a move that aims to ensure that entities, which can be revived, are able to raise resources. The announcement comes as a relief for companies that are struggling to recast loans within the strict deadline imposed by the Insolvency and Bankruptcy Code.
- According to a draft notification issued by the Central Board of Direct Taxes, the companies and tax payers getting their accounts audited will have to submit income estimates and tax liabilities for six months of the financial year to the income tax department by Nov 15, 2017. The move aims at keeping a close check on flow of revenue. Also, the businesses will have to state the reasons for any reduction in advance tax payments as compared to the preceding financial year.
- The 22nd Goods and Services Tax (GST) Council meeting, chaired by Union finance minister, will be held on Oct 6 instead of Oct 24. The issues that are expected to be discussed include the findings of the Group of Minister (GoM) on technical glitches on the GST Network portal and issues faced by exporters.
- According to media reports, the Reserve Bank of India (RBI) has notified that peer to peer (P2P) lending platforms would be considered as non-banking financial companies (NBFCs). With this arrangement, the lending interface will come under the purview of RBI's regulation. P2P lending is a form of crowd-funding used to raise loans that are paid back with interest.
- According to the tourism ministry, foreign exchange earnings (FEEs) from tourism were Rs. 13,922 crore in Aug 2017, up from Rs. 12,553 crore in Aug 2016 and Rs. 11,411 crore in Aug 2015. This marked a YoY growth of 10.9%. FEEs were worth Rs. 1,16,004 crore during the first eight months of the year, up 16.5% YoY.

FII Derivative Trade Statistics	20-Sep		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	859.76	1888.51	19940.40
Index Options	25813.02	25463.76	86100.34
Stock Futures	6606.87	6597.69	61365.02
Stock Options	5735.51	5661.50	7605.23
Total	39015.16	39611.46	175010.99

Derivative Statistics- Nifty Options	20-Sep	Prev_Day	Change
Put Call Ratio (OI)	1.61	1.57	0.04
Put Call Ratio(Vol)	1.20	1.19	0.01

Debt Watch	20-Sep	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.89%	5.85%	5.86%	6.44%
CBLO	5.96%	5.86%	5.08%	6.47%
Repo	6.00%	6.00%	6.00%	6.50%
Reverse Repo	5.75%	5.75%	5.75%	6.00%
91 Day T-Bill	6.09%	6.08%	6.12%	6.52%
364 Day T-Bill	6.23%	6.24%	6.23%	6.62%
10 Year Gilt	6.58%	6.59%	6.51%	6.89%
G-Sec Vol. (Rs.Cr)	33792	42230	49756	37988
1 Month CP Rate	6.60%	6.53%	6.39%	6.85%
3 Month CP Rate	6.68%	6.66%	6.55%	6.95%
5 Year Corp Bond	7.20%	7.17%	7.14%	7.51%
1 Month CD Rate	6.10%	6.10%	6.09%	6.56%
3 Month CD Rate	6.15%	6.13%	6.19%	6.61%
1 Year CD Rate	6.51%	6.50%	6.48%	7.23%

Currency Market	20-Sep	Prev_Day	Change
USD/INR	64.36	64.18	0.19
GBP/INR	87.03	86.81	0.21
EURO/INR	77.25	77.02	0.23
JPY/INR	0.58	0.57	0.00

Commodity Prices	20-Sep	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	50.24	49.25	48.54	43.80
Brent Crude(\$/bl)	58.24	56.41	51.10	45.63
Gold(\$/oz)	1301	1323	1284	1315
Gold(Rs./10 gm)	29753	30001	29134	30982

Source: ICRON Research

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

Derivatives Market

- Nifty Sep 2017 Futures were at 10,167.55, a premium of 26.40 points above the spot closing of 10,141.15. The turnover on NSE's Futures and Options segment went up from Rs. 3,80,640.95 crore on Sep 19 to Rs. 4,31,171.20 crore on Sep 20.
- The Put-Call ratio stood at 0.88 against previous session's close at 0.90.
- The Nifty Put-Call ratio stood at 1.61 against previous session's close at 1.05.
- India VIX moved up 1.46% to 11.6325 from 11.4650 in the previous trading session.
- The open interest on Nifty Futures stood at 22.50 million as against previous session's close of 21.91 million.

Indian Debt Market

- Bonds yield fell for the second consecutive day as investors resorted to short covering ahead of the announcement of U.S. Federal Reserve's monetary policy decision.
- Yield on the 10-year benchmark paper (6.79% GS 2027) fell 1 bps to close at 6.58% from the previous close at 6.59%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 2,475 crore (gross) on Sep 20 compared with borrowings of Rs. 6,897 crore (gross) on Sep 19. Sale of securities under Reserve Bank of India's (RBI) reverse repo window stood at Rs. 2,062 crore on Sep 19.
- Banks did not borrow under the central bank's Marginal Standing Facility on Sep 19 as against borrowing of Rs. 350 crore on Sep 18.
- RBI conducted a 28-day variable rate reverse repo auction for a notified amount of Rs. 10,000 crore for which no amount was allotted.

Currency Market Update

- The Indian rupee strengthened against the U.S. dollar following sale of greenback by exporters. Investors' cautiousness ahead of U.S. Federal Reserve's monetary policy decision also weighed on the greenback. The rupee rose 0.10% to close at 64.26 per dollar, compared with the previous day's close at 64.33.
- Euro was almost steady against the greenback as investors were waiting for U.S. Federal Reserve's monetary policy decision. Euro was trading at \$1.1998, up 0.05% compared with the previous close of \$1.1992.

Commodity Market Update

- Gold prices gained ahead of U.S. Federal Reserve's policy meeting.
- Brent crude prices continued with the upward trend ahead of U.S. Energy Information Administration's weekly report on crude oil inventories.

International News

- According to the Organisation for Economic Co-operation and Development, the global economy is predicted to rise 3.5% (unchanged from previous projection) in 2017 and 3.7% (up from previously estimated growth of 3.6%) in 2018, due to rise in industrial production and trade and faster pace of rebound in technology spending.
- U.S. housing starts unexpectedly fell in Aug 2017 from the previous month, while building permits climbed. Housing starts fell 0.8% from the previous month, dropping to an annual rate of 1.180 million units in Aug from the revised Jul 2017 estimate of 1.190 million units.

Thank you for
your time.