

RELIANCE

MUTUAL
FUND

Markets for You

24 Sep 2018

Indices Performance

Global Indices	21-Sep	Prev_Day	Abs. Change	% Change [#]
Dow Jones	26,744	26,657	87	0.32
Nasdaq	7,987	8,028	-41	-0.51
FTSE	7,490	7,367	123	1.67
Nikkei	23,870	23,675	195	0.82
Hang Seng	27,954	27,478	476	1.73
Indian Indices	21-Sep	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	36,842	37,121	-280	-0.75
Nifty 50	11,143	11,234	-91	-0.81
Nifty 100	11,388	11,500	-112	-0.98
Nifty Bank	25,597	26,277	-680	-2.59
SGX Nifty	11,164	11,278	-114	-1.01
S&P BSE Power	2,019	2,058	-39	-1.91
S&P BSE Small Cap	15,763	16,251	-488	-3.00
S&P BSE HC	15,589	15,852	-263	-1.66

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
21-Sep	23.73	1.20	27.09	1.20
Month Ago	24.85	1.14	28.29	1.16
Year Ago	24.02	1.21	26.34	0.94

Nifty 50 Top 3 Gainers

Company	21-Sep	Prev_Day	% Change [#]
Bharti Infratel	281	271	3.80
BPCL	377	365	3.14
Indian Oil	158	154	3.00

Nifty 50 Top 3 Losers

Company	21-Sep	Prev_Day	% Change [#]
Yes Bank	227	319	-29.04
Indiabulls HFC	1062	1159	-8.38
Bajaj Finance	2379	2500	-4.81

Advance Decline Ratio

	BSE	NSE
Advances	542	311
Declines	2162	1600
Unchanged	136	56

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-2186	-8838
MF Flows**	696	81662

*21st Sep 2018; **19th Sep 2018

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
CPI	3.69% (Aug-18)	4.87% (May-18)	3.28% (Aug-17)
IIP	6.60% (Jul-18)	4.50% (Apr-18)	1.00% (Jul-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 on strong overnight Wall Street cues and as investors seem to come to an understanding that the global trade war may not be as damaging as thought. Today (as of Sep 24), Japan and China markets were closed due to some public holiday. Losses in the Wall Street and light trading day led to decline in Honk Kong market. Hang Seng were trading down 0.96% (as at 8.a.m. IST).
- As per the last close, European markets closed higher following ease in concerns over global trade. Rise in crude oil prices also boosted energy stocks.
- As per the last close, U.S. markets closed mostly lower as investors were cautious ahead of monetary policy meeting due on Sep 25 - Sep 26. However, ease in concern for global trade boosted some indices.

Indian Equity Market

- Indian equity markets fell on the last day of the truncated week lead by weakness in the financial sector. A leading private bank was the main reason behind the indices' loss as it lost almost 29% when the Reserve Bank of India directed the bank's chief to resign in Jan 2019. Also, non-banking financial companies were hit badly because of crisis at an infrastructure finance conglomerate.
- Key benchmark indices S&P BSE Sensex and Nifty 50 declined 0.75% and 0.81% to close at 36,841.60 and 11,143.10, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap lost 1.72% and 3.00%, respectively.
- The overall market breadth on BSE was weak with 542 scrips advancing and 2162 scrips declining. A total of 136 scrips remained unchanged.
- On the BSE sectoral front, only two sectors gained S&P BSE Oil & Gas and S&P BSE Energy, up 1.5% and 0.77%, respectively. The major loser was S&P BSE Realty, down 3.48%, followed by S&P BSE Bankex that fell 3.13%. S&P BSE Finance and S&P BSE Power lost 2.51% and 1.91%, respectively.

Domestic News

- According to the media reports, the Indian government plans to announce lower than expected borrowing needs for the second half of FY19 ending in Mar 2019. The move is expected to remove some uneasiness in the bond market.
- A major credit rating agency has raised India's growth forecast for FY19 to 7.8% as against previous expectation of 7.4%. The agency stated that the announcement comes on the wake of better-than-expected increase in growth forecast in 2Q18 (Apr-Jun 2018). However, it indicated tightening of financial conditions, rising oil prices and weak bank balance sheets are headwinds to growth.
- The Securities and Exchange Board of India (SEBI) announced that instead of levying charges based on turnover slab rates, a nominal regulatory fee of Rs. 1 lakh per exchange will be levied on turnover arising from agricultural commodity derivatives. The move is expected to benefit the farmers. Various steps are being taken by the government, SEBI as well as the exchanges to promote agricultural commodity derivative segment so that the benefits of agricultural commodity derivative are passed on to the farmers and Farmers Producer Organisation (FPOs). The market regulator also stated that exchanges dealing with agricultural commodities derivatives will create a separate fund which will be kept for the benefit of farmers or FPOs. This would help pass the desired benefits from reduction of regulatory fees.
- According to media reports, Vedanta Resources has received approval from shareholders and the board for signing contracts for 41 oil and gas blocks on October 1.
- According to media reports, Yes Bank has paid Rs. 38 crore as fine to the Goods and Services Tax department as it has violated norms in domestic remittances
- According to media reports, Reliance Industries Ltd. has decided to close an offshore oil and gas field on the eastern coast of India. The decision comes as production from the field came down and faced challenges due to high water production and sand ingress.

FII Derivative Trade Statistics		21-Sep	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3516.88	3161.76	27204.39
Index Options	182086.76	180553.16	84415.61
Stock Futures	15782.53	15841.67	89811.81
Stock Options	12714.61	12884.99	10266.25
Total	214100.78	212441.58	211698.06

Derivative Statistics- Nifty Options			
	21-Sep	Prev_Day	Change
Put Call Ratio (OI)	1.14	1.14	0.01
Put Call Ratio(Vol)	0.99	0.87	0.12

Debt Watch				
	21-Sep	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.58%	6.43%	6.42%	5.89%
CBLO	6.42%	5.57%	6.47%	5.98%
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	7.08%	7.05%	6.81%	6.10%
364 Day T-Bill	7.58%	7.65%	7.29%	6.24%
10 Year Gilt	8.08%	8.13%	7.83%	6.67%
G-Sec Vol. (Rs.Cr)	39390	32969	26516	54053
FBIL MIBOR	6.65%	6.50%	6.50%	6.00%
3 Month CP Rate	8.05%	7.95%	7.75%	6.67%
5 Year Corp Bond	8.93%	8.93%	8.62%	7.45%
1 Month CD Rate	7.54%	6.99%	6.54%	6.10%
3 Month CD Rate	7.40%	7.40%	7.18%	6.16%
1 Year CD Rate	8.34%	8.40%	8.03%	6.52%

Currency Market			
Currency	21-Sep	Prev_Day	Change
USD/INR	71.85	72.68	-0.83
GBP/INR	95.15	95.59	-0.44
EURO/INR	84.68	84.91	-0.22
JPY/INR	0.64	0.65	-0.01

Commodity Prices				
Commodity	21-Sep	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	70.75	68.93	67.27	50.53
Brent Crude(\$/bl)	79.34	77.81	70.84	58.77
Gold(\$/oz)	1199	1193	1196	1291
Gold(Rs./10 gm)	30697	30558	29529	29576

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 Sep 2018 Futures settled at 11,166.35, a premium of 23.25 points, above the spot closing of 11,143.10. The turnover on NSE's Futures and Options segment improved to Rs. 13,33,834.52 on Sep 21 compared with Rs. 20,50,327.67 on Sep 19.
- The Put-Call ratio stood at 0.87, compared with the previous session's close of 0.79.
- The Nifty Put-Call ratio stood at 1.15 compared with the previous session's close of 1.14.
- Open interest on Nifty Futures stood at 25.95 million as against the previous session's close at 27.63 million.

Indian Debt Market

- Bond yield rose marginally as investors were cautious ahead of the U.S. Federal Reserve's monetary policy meeting due on Sep 25 – Sep 26.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 1 bps to 8.08% compared with the previous closing of 8.07% after trading in the range of 8.01% to 8.14%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 4,006 crore (gross) on Sep 21 compared with a borrowing of Rs. 4,995 crore (gross) on Sep 19. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 4,671 crore on Sep 19.
- Banks borrowed Rs. 340 crore under the central bank's Marginal Standing Facility on Sep 19 compared with borrowing of Rs. 150 crore on Sep 18.

Currency Market Update

- The Indian rupee rose against the greenback on hopes that the Indian government would adopt additional measures to put a check on the rupee's volatility. However, losses in the domestic equity market capped the gains.
- The euro weakened against the greenback after the preliminary euro zone manufacturing Purchasing Managers' Index fell in Sep 2018 and came below market expectations.

Commodity Market Update

- Gold prices traded lower as greenback gained against euro amid expectations of rate hike by the U.S. Federal Reserve at the policy meeting on Sep 26.
- Brent crude traded higher following anticipated pressure from the sanctions against Iran.

International News

- Data from the U.S. Labour Department showed that initial jobless claims for the week ended Sep 15 fell 3,000 to 201,000 from the previous week's unrevised level of 204,000.
- Flash survey from IHS Markit showed that the euro zone manufacturing Purchasing Managers' Index (PMI) dropped to a 24-month low of 53.3 in Sep 2018 from 54.6 in the previous month. The services PMI rose to a three-month high of 54.7 in Sep 2018.
- Flash survey from IHS Markit showed that the private sector growth of Germany moderated from a six month high in Aug 2018. The composite output index fell to 55.3 in Sep 2018 from 55.6 in Aug 2018. The manufacturing PMI fell to a 25-month low of 53.7 in Sep 2018 from 55.9 in Aug 2018. However, the services PMI rose to 56.5 in Sep 2018 from 55.0 in Aug 2018.



Thank you for
your time.