

RELIANCE

MUTUAL
FUND

Markets for You

25 Sep 2018

Indices Performance				
Global Indices	24-Sep	Prev_Day	Abs. Change	% Change [#]
Dow Jones	26,562	26,744	-181	-0.68
Nasdaq	7,993	7,987	6	0.08
FTSE	7,458	7,490	-32	-0.42
Nikkei	Closed	23,870	NA	NA
Hang Seng	27,499	27,954	-454	-1.62
Indian Indices	24-Sep	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	36,305	36,842	-537	-1.46
Nifty 50	10,967	11,143	-176	-1.58
Nifty 100	11,186	11,388	-202	-1.77
Nifty Bank	24,970	25,597	-627	-2.45
SGX Nifty	11,040	11,164	-125	-1.12
S&P BSE Power	1,993	2,019	-26	-1.28
S&P BSE Small Cap	15,334	15,763	-429	-2.72
S&P BSE HC	15,167	15,589	-422	-2.71

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
24-Sep	23.30	1.24	26.66	1.22
Month Ago	24.63	1.16	28.06	1.16
Year Ago	23.68	1.22	25.95	0.95

Nifty 50 Top 3 Gainers			
Company	24-Sep	Prev_Day	% Change [#]
TCS	2198	2103	4.53
Coal India	281	275	2.14
Infosys	718	705	1.84

Nifty 50 Top 3 Losers			
Company	24-Sep	Prev_Day	% Change [#]
Indiabulls HFC	982	1062	-7.55
Eicher Motors	25853	27940	-7.47
M&M	896	960	-6.65

Advance Decline Ratio		
	BSE	NSE
Advances	500	285
Declines	2155	1619
Unchanged	163	67

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
<ul style="list-style-type: none"> Asian equity markets saw thin trade as bourses in China, Japan, S Korea and Taiwan were closed on account of public holidays. Indices mostly fell on a worsening trade war situation after media reported that Beijing has cancelled its meeting with Washington and fresh set of tariffs by both nations on each other's imports came into effect. Today (as of Sep 25), Honk Kong and South Korea markets were closed due to some public holiday. Other Asian markets was mostly lower following losses in the Wall Street and political uncertainty in the U.S. However, gains in a major Japanese electric company led to rise of Nikkei that was trading up 0.18% (as at 8.a.m. IST). As per the last close, European markets closed lower after U.S. and China cancelled the trade talk. Also, market was further hit after ECB's President stated that inflation in the euro area is set to rise in coming months and that there are signs of labor shortages in some countries. As per the last close, U.S. markets closed mostly lower after news that China has canceled trade talks with the U.S. as tariffs on billions of dollars worth of goods take effect.

Indian Equity Market
<ul style="list-style-type: none"> Indian equity markets started the week in the red as investors have still not got over liquidity fears. The finance minister and the Reserve Bank of India came out with separate statements saying they are monitoring the situation and would take all required steps to ensure adequate liquidity in the system. This could not do much to calm investor nerves and the key index lost 536 points. Rising crude oil prices and weakening rupee added to the woes. Key benchmark indices S&P BSE Sensex and Nifty 50 fell 1.46% and 1.58% to close at 36,305.02 and 10,967.40, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap declined 2.40% and 2.72%, respectively. The market breadth on BSE was weak with 500 scrips advancing and 2155 scrips declining. A total of 163 scrips remained unchanged. On the BSE sectoral front, only three sectors gained. S&P BSE Information Technology stood as the major gainer, up 2.06% followed by S&P BSE Teck and S&P BSE that grew 1.37% and 0.44%, respectively. S&P BSE Realty and S&P BSE Auto were the major losers, down 5.1% and 3.75%, followed by S&P BSE Finance and S&P BSE Telecom, down 3.46% and 3.3%, respectively.

Domestic News
<ul style="list-style-type: none"> According to the media reports, out of the 24 Central Public Sector Enterprises (CPSEs), the government has recognized certain assets of nine companies that shall be sold off and disposed separately. This shall be done before the select state-owned companies are put on the block for strategic sale. Most of the assets identified for are residential flats owned by the CPSEs. The finance minister has stated that the government would take measures in order to ensure adequate liquidity for non-banking financial companies (NBFCs) and mutual funds. The announcement comes in order to calm down the investors who are worried due to unexpected steep decline in the intra-day trade on Sep 21 due to concerns over liquidity crisis being faced by some of the NBFCs. The Reserve Bank of India (RBI) and the Securities and Exchange Board of India (SEBI) have stated that they were closely keeping a check over the developments in the financial sector. According to the media reports, Chairperson of Insolvency and Bankruptcy Board of India (IBBI) has announced that approximately 45 bankrupt companies have been approved for revival under the new insolvency law. This is expected to recover more than Rs. 50,000 crore, or 50% of the total claim of creditors. Also, the chairperson stated that since the implementation of the Insolvency and Bankruptcy Code (IBC) in 2016 and the admission of the first company in Jan 2017, approximately 1,100 companies have been admitted in the Corporate Insolvency Resolution Process (CIRP). According to a report from Confederation of Indian Industry (CII), more than 40% of Indian firms expect that the Reserve Bank of India (RBI) will make one other interest rate hike in FY19. As per a release by CII, the quarterly Business Confidence Index (BCI) that was conducted during Jul-Sep 2018 covered approximately 200 firms of different sizes.

FII Derivative Trade Statistics	24-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			
	24-Sep	Prev_Day	Change
Put Call Ratio (OI)	1.05	1.14	-0.09
Put Call Ratio(Vol)	0.94	0.99	-0.05

Debt Watch				
	24-Sep	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.58%	6.58%	6.39%	5.89%
CBLO	6.47%	6.54%	6.44%	5.93%
Repo	6.50%	6.50%	6.50%	6.00%
Reverse Repo	6.25%	6.25%	6.25%	5.75%
91 Day T-Bill	7.09%	7.03%	6.80%	6.09%
364 Day T-Bill	7.60%	7.63%	7.29%	6.21%
10 Year Gilt	8.12%	8.10%	7.87%	6.66%
G-Sec Vol. (Rs.Cr)	26066	36157	31439	41185
FBIL MIBOR	6.65%	6.60%	6.55%	6.05%
3 Month CP Rate	8.20%	8.00%	7.80%	6.69%
5 Year Corp Bond	9.00%	8.88%	8.64%	7.45%
1 Month CD Rate	7.40%	7.11%	6.75%	6.11%
3 Month CD Rate	7.44%	7.48%	7.21%	6.16%
1 Year CD Rate	8.33%	8.38%	8.02%	6.53%

Currency Market			
Currency	24-Sep	Prev_Day	Change
USD/INR	72.69	71.85	0.84
GBP/INR	95.00	95.15	-0.15
EURO/INR	85.25	84.68	0.57
JPY/INR	0.65	0.64	0.01

Commodity Prices				
Commodity	24-Sep	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	72.85	68.81	69.46	50.28
Brent Crude(\$/bl)	81.33	78.16	73.60	59.20
Gold(\$/oz)	1198	1201	1206	1297
Gold(Rs./10 gm)	30664	30614	29561	29551

Source: Thomson Reuters Eikon

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Derivatives Market

- Nifty Sep 2018 Futures settled at 10,997.95, a premium of 23.05 points, above the spot closing of 10,974.90. The turnover on NSE's Futures and Options segment declined to Rs. 10,47,636.28 on Sep 24.
- The Put-Call ratio stood at 0.79, compared with the previous session's close of 0.87.
- The Nifty Put-Call ratio stood at 1.05 compared with the previous session's close of 1.15.
- India VIX moved up 14.19% to 17.7400 from 15.5350 in the previous trading session.
- Open interest on Nifty Futures stood at 25.95 million as against the previous session's close at 25.95 million.

Indian Debt Market

- Bond yield rose as crude oil prices increased and rupee weakened. This triggered concerns over rising inflation, which adversely impacted the market sentiment.
- Yield on the 10-year benchmark paper (7.17% GS 2028) rose 4 bps to 8.12% compared with the previous closing of 8.08% after trading in the range of 8.07% to 8.13%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 10,651 crore (gross) on Sep 24 compared with a borrowing of Rs. 4,006 crore (gross) on Sep 21. Sale of securities under the Reserve Bank of India's (RBI) reverse repo window stood at Rs. 15,168 crore on Sep 21.
- Banks borrowed Rs. 300 crore under the central bank's Marginal Standing Facility on Sep 21 compared with borrowing of Rs. 340 crore on Sep 19.

Currency Market Update

- The Indian rupee declined against the greenback with the surge in crude oil prices. The intensifying trade feud between U.S. and China also impacted the local currency. The rupee depreciated 0.24% to close at 72.63 per dollar from the previous close of 72.20.
- The euro appreciated against the greenback after the German Chancellor's ruling coalition government settled a six-month old contention regarding the country's scandalous spy chief. Euro was last seen trading at \$1.1804, up 0.47% compared with the previous close of \$1.1749.

Commodity Market Update

- Gold prices held high as investors resorted to cautious trading amid the escalating trade tussle between U.S. and China.
- Brent crude edged higher as global oil supply tightens with the shrinking export from Iran.

International News

- According to a report from the Ifo institute, Germany's business sentiment index fell to 103.7 in Sep 2018 as against revised score of 103.9 (103.8 originally reported) in Aug 2018. Meanwhile, the current assessment indicator came in at 106.4 in Sep as against revised score of 106.5 in Aug. The expectations index came in at 101.0 in Sep, down from 101.3.
- Singapore's consumer price inflation came in line with market expectations and grew 0.7% in Aug 2018 as against an increase of 0.6% in Jul 2018.



Thank you for
your time.