

RELIANCE

MUTUAL
FUND

Markets for You

28 Sep 2017

Indices Performance

Global Indices	27-Sep	Prev_Day	Abs. Change	% Change [#]
Dow Jones	22,341	22,284	56	0.25
Nasdaq	6,453	6,380	73	1.15
FTSE	7,314	7,286	28	0.38
Nikkei	20,267	20,330	-63	-0.31
Hang Seng	27,642	27,513	129	0.47
Indian Indices	27-Sep	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	31,160	31,600	-440	-1.39
Nifty 50	9,736	9,872	-136	-1.38
Nifty 100	10,074	10,223	-148	-1.45
Nifty Bank	23,813	24,199	-386	-1.60
SGX Nifty	9,723	9,853	-130	-1.31
S&P BSE Power	2,185	2,233	-48	-2.15
S&P BSE Small Cap	15,797	16,136	-339	-2.10
S&P BSE HC	13,312	13,660	-348	-2.55

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
27-Sep	23.08	1.26	25.36	0.98
Month Ago	23.61	1.24	25.47	0.95
Year Ago	21.29	1.38	23.90	1.27

Nifty 50 Top 3 Gainers

Company	27-Sep	Prev_Day	% Change [#]
Bharti Infratel	383	376	1.66
TCS	2495	2475	0.82
Tech Mahindra	450	447	0.58

Nifty 50 Top 3 Losers

Company	27-Sep	Prev_Day	% Change [#]
Adani Ports & SEZ	373	391	-4.61
SBI	250	258	-3.04
Ultratech Cem	3799	3915	-2.97

Advance Decline Ratio

	BSE	NSE
Advances	539	264
Declines	2010	1434
Unchanged	129	55

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1656	39549
MF Flows**	1116	80007

*27th Sep 2017; **25th 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 mixed trend as hawkish comments by the U.S. Federal Reserve (Fed) chief on the interest rate stance offset the positive impact of the industrial profits data from China for the month of Aug 2017. Today (As of Sep 28), Asian markets mostly rose following rise on the Wall Street overnight. While Nikkei was trading higher 0.39%, Hang Seng was lower 0.51% (8 a. m. IST).
- As per the last close, European market ended in green as market participants were encouraged by some activity in mergers and acquisitions. Weak euro against the U.S. dollar after hawkish comments from the U.S. Federal Chief, further added gains.
- As per the last close, U.S markets rose after the release of a Republican tax reform plan, which stated to lower the corporate tax rate to 20%. Buying interest was also seen following bigger than expected rise in U.S. durable goods orders in Aug 2017. Meanwhile, a separate report showed a sharp fall in pending home sales in Aug 2017.

Indian Equity Market

- Indian equity markets fell following media reports of Indian army conducting a massive strike against Naga rebels, leading to heavy casualties on the Indo-Myanmar border. Buying interest further suffered after a private survey said that the Reserve Bank of India may hold its policy steady at its upcoming meeting in Oct 2017, as well as in next year, amid weak economic growth. Speculations of a rate hike by the U.S. Federal Reserve and lingering North Korean worries also dented risk appetite.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 1.39% and 1.38% to close at 31,159.81 and 9,735.75, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap fell 1.99% and 2.10%, respectively.
- The overall market breadth on BSE was weak with 2,010 scrips declining and 539 scrips advancing. A total of 129 scrips remained unchanged.
- On the BSE sectoral front, all the indices closed in the red. S&P BSE Realty was the major loser, down 2.66%, followed by S&P BSE Healthcare and S&P BSE Industrials, which slipped 2.55% and 2.19%, respectively. S&P BSE Capital Goods and S&P BSE Power fell 2.16% and 2.15%, respectively.

Domestic News

- Capital market regulator Securities and Exchange Board of India (SEBI) is considering permitting mutual fund and portfolio management service (PMS) providers to participate in the commodity derivatives market. The move is expected to deepen participation in the commodity derivatives market in the near term. Presently, the primary participants in the commodity derivatives market are retail and wholesale traders, speculators and a few corporate hedgers which include jewellers, bullion dealers, grain dealers, etc.
- SEBI has asked brokers to carry out trades of clients in commodity derivatives only after it has kept evidence of the client placing such order. The evidence may be in the form of physical record written and signed by client, recording of telephone conversations, email from authorised email id, log for internet transactions, record of short message service and any other legally verifiable record. The new rule would come into effect from Jan 1, 2018. The move comes after SEBI found that there were several investor complaints regarding unauthorised trades by brokers.
- The government is considering putting in place a dedicated fund with a corpus of Rs. 20,000 crore to Rs. 30,000 crore so as to narrow the input tax credit cycle and facilitate their working capital requirements. The objective of the move is to expedite timely refund of taxes paid on input for exports and address liquidity woes of exporters under the new GST regime.
- Tesla, the electric car manufacturer, has initiated talks with the government to enter India through the single-brand retail route. Earlier, Tesla's chief had requested the government for a temporary relief on import penalties restrictions until a local factory is built.
- Zydus Cadila has received final approval from the U.S. health regulator to market indomethacin extended release capsules. The capsules will be used in treatment of painful and inflammatory conditions such as arthritis.

FII Derivative Trade Statistics			
	27-Sep		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4213.02	5476.28	23855.42
Index Options	76286.37	75458.25	89567.60
Stock Futures	19474.53	19154.16	58168.40
Stock Options	5069.56	4856.55	7791.53
Total	105043.48	104945.24	179382.95

Derivative Statistics- Nifty Options			
	27-Sep	Prev_Day	Change
Put Call Ratio (OI)	1.00	1.11	-0.11
Put Call Ratio(Vol)	0.85	0.82	0.03

Debt Watch				
	27-Sep	Wk. Ago	Mth. Ago	Year Ago
Call Rate	5.86%	5.89%	5.90%	6.42%
CBLO	5.85%	5.96%	5.96%	6.48%
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%	6.09%	6.13%	6.42%
364 Day T-Bill	6.23%	6.23%	6.22%	6.52%
10 Year Gilt	6.67%	6.58%	6.54%	6.79%
G-Sec Vol. (Rs.Cr)	39084	33792	36130	123506
1 Month CP Rate	6.58%	6.60%	6.38%	6.71%
3 Month CP Rate	6.63%	6.68%	6.55%	6.82%
5 Year Corp Bond	7.26%	7.20%	7.14%	7.42%
1 Month CD Rate	6.10%	6.10%	6.06%	6.55%
3 Month CD Rate	6.15%	6.15%	6.19%	6.59%
1 Year CD Rate	6.57%	6.51%	6.49%	7.18%

Currency Market			
Currency	27-Sep	Prev_Day	Change
USD/INR	65.69	65.34	0.36
GBP/INR	88.14	88.07	0.07
EURO/INR	77.37	77.43	-0.06
JPY/INR	0.58	0.59	0.00

Commodity Prices				
Commodity	27-Sep	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	52.09	50.24	47.62	44.60
Brent Crude(\$/bl)	59.83	58.24	52.51	45.34
Gold(\$/oz)	1281	1301	1291	1327
Gold(Rs./10 gm)	29828	29753	28879	31227

Source: ICRON Research

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Derivatives Market

- Nifty Sep 2017 Futures were at 9,739.65, a premium of 3.90 points over the spot closing of 9,735.75. The turnover on NSE's Futures and Options segment went up from Rs. 7,36,919.50 crore on Sep 26 to Rs. 11,58,706.47 crore on Sep 27.
- The Put-Call ratio stood at 0.85 against previous session's close at 0.79.
- The Nifty Put-Call ratio stood at 1.00 against previous session's close at 1.11.
- The open interest on Nifty Futures stood at 26.34 million as against previous session's close of 25.61 million.

Indian Debt Market

- Bond yields were steady as market participants remained cautious ahead of the weekly auction of Central government securities on Sep 29.
- Yield on the 10-year benchmark paper (6.79% GS 2027) remained unchanged at 6.67% from the previous close. During the session, bond yields traded in the range of 6.66% and 6.69%.
- Banks did not borrow under the central bank's Marginal Standing Facility on Sep 26 as against Rs. 65 crore on Sep 25.
- RBI conducted the auction of 91- and 364-days Treasury Bills for the notified amount of Rs. 10,000 crore and Rs. 6,000 crore, respectively. The cut-off for 91- and 364-days T-Bill stood at Rs. 98.50 (6.11%) and Rs. 94.14 (6.24%), respectively.
- According to RBI's Scheduled Bank's Statement of Position in India as of Sep 15, 2017, banks' deposit and credit growth stood at 9.95% and 6.85% YoY, respectively.

Currency Market Update

- The Indian rupee plunged against the greenback and fell to its lowest level since Mar 14 following losses in the domestic equity market. The rupee fell 0.39% to close at 65.70 per dollar, compared with the previous day's close at 65.45.
- Euro weakened against the U.S. dollar amid concerns following the recent political developments in Germany. Concerns of a rate hike by the U.S. Fed in the near term also weighed on euro. Euro was trading at \$1.1738 compared with the previous close of \$1.1791.

Commodity Market Update

- Gold prices traded lower after the U.S. Federal Reserve chief said that the central bank needs to continue with the interest rate hikes.
- Brent crude prices dipped ahead of the weekly oil supply report for the week to Sep 22 from the U.S. Energy Information Administration.

International News

- The U.S. Fed chief hinted at an imminent interest rate hike. The chief expressed concerns of increasing interest rates gradually and opined that it would be imprudent to keep monetary policy on hold until inflation is back to 2% as it will affect economic activity and inflation with a substantial lag.
- Data from the Conference Board showed that the U.S. consumer confidence index dropped to 199.8 in Sep 2017 from a revised 120.4 in Aug 2017 (122.9 originally reported). The deterioration came as confidence in Texas and Florida fell considerably following adverse impact by Hurricanes Harvey and Irma.
- New home sales fell 3.4% to an annual rate of 560,000 in Aug 2017 from the revised rate of 580,000 in Jul 2017 (571,000 originally reported).



Thank you for
your time.