

Indices Performance

Global Indices	03-Dec	02-Dec	Abs. Change	% Change [#]
Dow Jones	17,913	17,880	33	0.18
Nasdaq	4,774	4,756	19	0.39
FTSE	6,717	6,742	-25	-0.38
Nikkei	17,720	17,663	57	0.32
Hang Seng	23,429	23,654	-226	-0.95
Indian Indices	03-Dec	02-Dec	Abs. Change	% Change [#]
S&P BSE Sensex	28,443	28,444	-1	0.00
CNX Nifty	8,538	8,525	13	0.15
CNX 100	8,523	8,494	29	0.34
CNX Bank Index	18,646	18,556	90	0.49
SGX Nifty	8,572	8,578	-7	-0.08
S&P BSE Power	2,143	2,121	22	1.06
S&P BSE Small Cap	11,436	11,251	185	1.64
S&P BSE HC	15,141	15,139	2	0.01

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Dec	19.51	1.19	21.81	1.24
Month Ago	19.09	1.22	21.58	1.27
Year Ago	17.61	1.46	18.34	1.52

Nifty Top 3 Gainers

Company	03-Dec	02-Dec	% Change [#]
Jindal Steel	154	142	8.20
ONGC	371	361	3.04
BHEL	278	271	2.52

Nifty Top 3 Losers

Company	03-Dec	02-Dec	% Change [#]
Dr Reddys Lab	3502	3591	-2.49
HDFC	1105	1125	-1.82
Bharti Airtel	378	384	-1.55

Advance Decline Ratio

	BSE	NSE
Advances	1495	1115
Declines	1434	422
Unchanged	126	70

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	2456	98489
MF Flows**	235	16806

*3rd Dec 2014; **2nd Dec 2014

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	1.77% (Oct-14)	5.41% (Jul-14)	7.24% (Oct-13)
IIP	2.51% (Sep-14)	4.31% (Jun-14)	2.70% (Sep-13)
GDP	5.30 (Sep-14)	5.70 (Jun-14)	5.20 (Sep-13)

Global Indices

- Most of the Asian markets rose following strength in the U.S. bourses. Hopes of more stimulus measures in China and weakness in the yen provided additional support. Today (As on Thursday), Asian stocks rose following yet another record U.S. close, with Japan's Nikkei rising to a fresh seven-year high. Nikkei Average was trading up 0.71% and Hang Seng was trading up 0.38% (as at 8.00 a.m IST).
- As per last closing, European equities closed higher amid expectations that European Central Bank would announce stimulus measures at its monetary policy review on December 4.
- As per last closing, U.S. bourses ended higher after the Federal Reserve's Beige Book said that U.S. economic activity continued to expand in October and November. Positive economic data for November also boosted market sentiment.

Indian Equity Market

- Indian equity markets closed flat after witnessing a volatile trading session. Sentiments improved after final reading of a private survey showed that activity in India's services sector expanded at its fastest rate in five months in November. Moreover, the rate-sensitive sectors extended the recent rally on hopes that the Central Bank may ease interest rates as early as next year. However, bourses pared their gains as investors resorted to profit booking in index heavyweights.
- The key benchmark index, S&P BSE Sensex, remained almost unchanged. Meanwhile, CNX Nifty rose by 0.15%. However, the broader markets outperformed the benchmark indices as investors turned their focus to mid-cap and small-cap shares. S&P BSE Mid Cap and S&P BSE Small Cap rose 1.39% and 1.64%, respectively.
- The overall market breadth on BSE was positive with 1,929 scrips advancing and 1,082 scrips declining.
- On the BSE sectoral front, barring S&P BSE IT and S&P BSE TECK, all the indices closed in green. S&P BSE Auto was the top gainer, rising by 1.34%, followed by S&P BSE Realty and S&P BSE Oil & Gas, which rose 1.32% and 0.99%, respectively.

Domestic News

- A survey from HSBC showed that services sector activity in India accelerated at the fastest pace in five months in November, mainly driven by growth in new business orders. The HSBC India Services Business Activity Index that tracks changes in activity at Indian services companies on a monthly basis rose to 52.6 in November, compared to 50 in October. The survey further said that notwithstanding strong order flows, business sentiment slipped to the weakest level since mid-2007.
- The Reserve Bank of India (RBI) is "reasonably comfortable" with the Current Account Deficit because of lower oil prices, Deputy Governor HR Khan said after the Government last week eased some rules on gold imports.
- Deputy Governor HR Khan said that the Central Bank has some concerns on e-commerce transactions and will be coming out with some guidelines on the same.
- The RBI relaxed norms for Pre-paid Payment Instruments (PPI) by increasing the card limit from Rs. 50,000 to Rs. 1 lakh. The move would help achieve the objective of limiting cash transactions in the system. Also the maximum validity of gift cards has been enhanced from one year to three years, adding that other provisions of PPI guidelines with respect to gift cards will continue to be applicable.
- The Government will commence its Rs. 58,000-crore disinvestment program for FY15 with a 5% stake sale in Steel Authority of India Ltd. (SAIL) on December 5. The SAIL divestment is likely to be through the Offer-For-Sale (OFS) route, with a minimum 10% quota for retail investors. It also plans to raise around Rs. 6,500 crore from partial sale of its stake in Axis Bank, Larsen & Toubro, and ITC through Specified Undertaking of Unit Trust of India, and Rs. 15,000 crore from its residual stake in Hindustan Zinc and Balco.

FII Derivative Trade Statistics-Dec 03

(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1350.25	2646.04	16909.74
Index Options	17434.80	18030.16	59328.76
Stock Futures	2054.46	2837.95	53597.45
Stock Options	1635.82	1592.21	1787.29
Total	22475.33	25106.36	131623.24

Derivative Statistics- Nifty Options

	03-Dec	02-Dec	Change
Put Call Ratio (OI)	0.88	0.89	-0.01
Put Call Ratio(Vol)	0.92	1.02	-0.10

Debt Watch

	03-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	7.91%	7.93%	7.65%	7.22%
CBLO	7.97%	8.08%	7.71%	7.10%
Repo	8.00%	8.00%	8.00%	7.75%
Reverse Repo	7.00%	7.00%	7.00%	6.75%
91 Day T-Bill	8.15%	8.25%	8.00%	8.63%
364 Day T-Bill	8.17%	8.29%	8.31%	8.68%
10 Year Gilt	7.97%	8.14%	8.26%	8.76%
G-Sec Vol. (Rs.Cr)	53855	34282	71651	11302
1 Month CP Rate	8.36%	8.39%	8.44%	8.79%
3 Month CP Rate	8.51%	8.56%	8.70%	9.29%
5 Year Corp Bond	8.49%	8.65%	8.78%	9.63%
1 Month CD Rate	8.20%	8.11%	8.27%	8.84%
3 Month CD Rate	8.29%	8.33%	8.45%	8.88%
1 Year CD Rate	8.66%	8.66%	8.78%	9.28%

Currency Market

Currency	03-Dec	02-Dec	Change
USD/INR	61.89	61.93	0.04
GBP/INR	96.83	97.39	0.56
EURO/INR	76.57	77.21	0.64
JPY/INR	0.52	0.52	0.00

Commodity Prices

Currency	03-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	67.30	73.70	78.77	95.83
Brent Crude(\$/bl)	70.58	77.64	85.25	113.76
Gold(oz/\$)	1207	1198	1165	1224
Gold(Rs./10 gm)	26342	26329	25944	30213

Source: ICRON Research

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Derivatives Market

- Nifty December 2014 Futures were at 8,578.75 points, a premium of 41.10 points over the spot closing of 8,537.65 points. The turnover on NSE's Futures and Options segment fell from Rs. 1,97,488.72 crore on December 2 to Rs. 1,38,177.95 crore on December 3.
- The Put-Call ratio stood at 0.87 compared to the previous session's close of 0.97.
- The Nifty Put-Call ratio remained unchanged and stood at 0.89.
- India VIX fell 0.22% from 12.3950 in the previous trading session to 12.3675.
- The open interest on Nifty Futures fell from 22.64 million recorded in the previous trading session to 21.77 million.

Indian Debt Market

- Bond yields remained unchanged on the back of profit booking by investors and rebound in international crude oil prices. Earlier during the trading session, bond yields fell on indications that the RBI will cut interest rates in early 2015.
- The yield on the 10-year benchmark bond closed unchanged at 7.97%. Earlier during the trading session, bond yields fell to 7.94%, its lowest level since July 19, 2013.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 3,846 crore (gross) against Rs. 4,193 crore recorded on December 2. Sale of securities by the RBI under the reverse repo window stood at Rs. 5,726 crore on December 2.
- Banks borrowed Rs. 565 crore under the RBI's Marginal Standing Facility window on December 2 compared to borrowing of Rs. 725 crore on December 1.

Currency Market Update

- The Indian rupee closed marginally lower on the back of strength in the dollar in the overseas market. The rupee closed at 61.91 to the dollar against the previous close of 61.88.
- The euro weakened against the dollar as investors remained cautious ahead of the ECB's monetary policy review amid growing possibility that the ECB may adopt fresh easing measures to boost growth in the area. The euro was trading at \$1.2329 compared to the previous close of \$1.2381.

Commodity Market Update

- Gold prices surpassed the \$1,200-level as investors remained optimistic ahead of the U.S. jobs data.
- Brent crude prices fell as investors remained on sidelines ahead of the release of data from the U.S. Energy Information Administration, due later during the day.

International News

- The U.S. construction spending grew 1.1% to an annual rate of \$971.0 billion in October from the revised September estimate of \$960.3 billion. The rise was reflected in spending on public construction, which rose 2.3% to an annual rate of \$278.6 billion in October. Spending on federal construction soared 19.3% while spending on state and local construction rose 0.9%.
- Euro zone's retail sales grew 0.4% (M-o-M) compared to an upwardly revised fall of 1.2% (1.3% originally reported). Non-food and motor fuel sales increased 0.7% each, while sales of food, drinks and tobacco group remained unchanged. On a yearly basis, retail sales rose 1.4% compared to 0.5% (0.6% originally reported) in September.