

### Indices Performance

Global Indices	10-Dec	09-Dec	Abs. Change	% Change <sup>#</sup>
Dow Jones	17,533	17,801	-268	-1.51
Nasdaq	4,684	4,766	-82	-1.73
FTSE	6,500	6,529	-29	-0.45
Nikkei	17,413	17,813	-401	-2.25
Hang Seng	23,525	23,486	39	0.16
Indian Indices	10-Dec	09-Dec	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	27,831	27,797	34	0.12
CNX Nifty	8,356	8,341	15	0.18
CNX 100	8,341	8,314	27	0.32
CNX Bank Index	18,463	18,291	172	0.94
SGX Nifty	8,393	8,338	55	0.65
S&P BSE Power	2,062	2,047	15	0.74
S&P BSE Small Cap	11,313	11,194	118	1.06
S&P BSE HC	14,874	14,845	29	0.20

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
10-Dec	18.94	1.22	21.35	1.27
Month Ago	19.07	1.22	21.24	1.27
Year Ago	18.13	1.42	18.80	1.47

### Nifty Top 3 Gainers

Company	10-Dec	09-Dec	% Change <sup>#</sup>
State Bank of India	316	307	3.07
Jindal Steel	149	145	2.58
ONGC	361	352	2.56

### Nifty Top 3 Losers

Company	10-Dec	09-Dec	% Change <sup>#</sup>
BHEL	253	259	-2.39
NMDC Ltd.	137	140	-2.32
GAIL	455	465	-2.11

### Advance Decline Ratio

	BSE	NSE
Advances	1495	963
Declines	1434	559
Unchanged	126	86

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-223	104959
MF Flows**	-63	18261

\*10<sup>th</sup> Dec 2014; \*\*9<sup>th</sup> 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

• Asian markets witnessed mixed cues following a stronger yen and investors' concern about tightening of lending rules in China. However, Chinese markets rebounded on hopes for further stimulus measures from policymakers to boost growth and avoid deflation. Today, (as on Thursday) bourses remained weak after Wall Street closed sharply lower overnight. Moreover, weaker-than-expected machinery order report from Japan for the month of October weighed on market sentiments. Both Nikkei Average and Hang Seng traded down by 0.95 % and 1.04%, respectively (as at 8.00 a.m IST).

• As per last closing, European markets fell as an unexpected decline in the French industrial production in October renewed concerns about the Euro zone economy. Moreover, investor sentiments were dented by significant drop in crude oil prices.

• As per last closing, U.S. markets moved sharply lower as a steep drop in the crude oil prices weighed on energy stocks. The Greek Prime Minister's decision to call for an early Presidential election further weighed on sentiment.

### Indian Equity Market

• Indian equity markets snapped a three-day losing streak, led by gains in banking stocks. A sharp recovery in the Chinese bourses after heavy losses on the previous day also improved sentiments. Meanwhile, investors remained cautious ahead of retail inflation and industrial production data, due on December 12.

• Buying interest was seen in insurance related stocks after the Parliamentary Committee recommended a composite foreign investment cap of 49% from 26% in the insurance sector and supported a Government Bill to amend the Act. Further, Jewellery stocks also rose on reports that the Government may change gold-import rules for trading houses.

• Key benchmark indices, S&P BSE Sensex and CNX Nifty, rose 0.12% and 0.18% to close at 27,831.10 and 8,355.65 points, respectively. Meanwhile, S&P BSE Mid-Cap and S&P BSE Small-Cap rose 0.93% and 1.06%, respectively.

• The overall market breadth on BSE was positive with 1,665 scrips advancing and 1,268 scrips declining. A total of 106 scrips remained unchanged.

### Domestic News

• According to Moody's, the Indian economy is expected to pick up pace in 2015 and grow in the range of 5-6%. Moody's further added that the Indian economy has benefited from a strong domestic demand base and diversified export markets that give protection from the effects of a slowdown in the Chinese economy and muted growth in the Euro zone and Japan. The rating agency also opined that Employment and consumption are likely to improve while the fall in global commodity prices will help to lower high inflation in the country.

• Shareholders of insurance companies might soon be able to choose if they want fresh equity or sell their existing stake. Select Committee on the Insurance Laws (Amendment) Bill, 2008, has decided not to make it mandatory to have fresh equity infusion as part of foreign direct investment (FDI) cap.

• According to the Reserve Bank of India (RBI) Deputy Governor SS Mundra, RBI will have room to ease interest rates if domestic inflationary pressures continued to ease. The comments come ahead of consumer inflation data due on December 12. The Deputy Governor further informed that it would grant licences to so-called payment banks by March or April after releasing the final guidelines for applications in November.

• Tata Power announced acquisition of Ideal Energy Project's 540 MW thermal power plants in Maharashtra. With this acquisition the company's generation capacity increases to 8,885 MW.

• Reliance Capital is considering a 16% stake sale in leading travel portal Yatra.Com for an estimated Rs. 500 crore and is in talks with 2-3 international investors.

• Mahindra & Mahindra is planning to purchase a stake in National Electric Vehicle Sweden, the holding company that bought assets of Saab Automobile two years ago.

**FII Derivative Trade Statistics-Dec 10**

(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2016.97	1806.47	17094.11
Index Options	21347.61	20961.51	64298.93
Stock Futures	2005.96	2807.74	52330.13
Stock Options	2322.89	2373.20	2135.59
<b>Total</b>	<b>27693.43</b>	<b>27948.92</b>	<b>135858.76</b>

**Derivative Statistics- Nifty Options**

	10-Dec	09-Dec	Change
Put Call Ratio (OI)	0.92	0.95	-0.03
Put Call Ratio(Vol)	0.85	0.92	-0.07

**Debt Watch**

	10-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	8.01%	7.91%	7.74%	7.60%
CBLO	8.05%	7.97%	7.83%	7.76%
Repo	8.00%	8.00%	8.00%	7.75%
Reverse Repo	7.00%	7.00%	7.00%	6.75%
91 Day T-Bill	8.10%	8.15%	8.15%	8.73%
364 Day T-Bill	8.21%	8.17%	8.34%	8.85%
10 Year Gilt	7.91%	7.97%	8.18%	8.84%
G-Sec Vol. (Rs.Cr)	43766	53855	48326	11072
1 Month CP Rate	8.41%	8.36%	8.39%	9.04%
3 Month CP Rate	8.49%	8.51%	8.61%	9.33%
5 Year Corp Bond	8.55%	8.49%	8.63%	9.71%
1 Month CD Rate	8.27%	8.20%	8.16%	8.98%
3 Month CD Rate	8.27%	8.29%	8.36%	8.94%
1 Year CD Rate	8.57%	8.66%	8.72%	9.28%

**Currency Market**

Currency	10-Dec	09-Dec	Change
USD/INR	61.95	61.88	-0.08
GBP/INR	97.16	96.90	-0.25
EURO/INR	76.75	76.29	-0.46
JPY/INR	0.52	0.52	0.00

**Commodity Prices**

Currency	10-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	60.99	67.30	77.43	98.32
Brent Crude(\$/bl)	65.25	70.38	83.15	109.51
Gold(oz/\$)	1232	1209	1150	1260
Gold(Rs./10 gm)	26892	26342	25923	30242

Source: ICRON Research

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

**Derivatives Market**

- Nifty December 2014 Futures were at 8,406.80 points, a premium of 51.15 points over the spot closing of 8,355.65 points.
- The Put-Call ratio stood at 0.83 compared to the previous session's close of 0.91.
- The Nifty Put-Call ratio stood at 0.92 compared to the previous session's close of 0.95.
- India VIX fell 2.02% from 12.4950 in the previous trading session to 12.2425.
- The open interest on Nifty Futures fell from 23.76 million recorded in the previous trading session to 23.69 million.

**Indian Debt Market**

- Amid lower volumes, bond yields increased marginally on profit booking although caution prevailed ahead of consumer inflation based index data due on Friday.
- After falling for three consecutive days, the yield on the 10-year benchmark bond inched up 1 bps to close at 7.91% compared to the previous close of 7.90%. During the session, the paper moved in the range of 7.89% to 7.92%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 11,750 crore (gross) against Rs. 12,828 crore recorded on December 9. Sale of securities by the RBI under the reverse repo window stood at Rs. 1,539 crore on December 9.
- Banks borrowed Rs. 1,081 crore under the RBI's Marginal Standing Facility window on December 9 compared to borrowing of Rs. 191 crore on December 8.

**Currency Market Update**

- The Indian rupee weakened for the third straight day following dollar demand from oil refineries. The rupee closed at 62.02 to the dollar against Rs 61.88 on Tuesday. On intraday basis, the currency touched the lowest level since December 1.
- Euro was marginally up against the dollar, but gains were capped as investors were cautious after an uncertain development in the political situation in Greece. Euro was trading at \$1.2386 compared to its previous close of \$1.2374.

**Commodity Market Update**

- Gold prices edged lower on the back of modest recovery in European equity markets and lower crude oil prices.
- Brent crude prices remained under pressure amid concerns of oversupply and lower demand. Oil prices were last seen trading at \$65.17 compared to the previous close of \$66.35.

**International News**

- A report released by the U.S. Commerce Department showed that wholesale inventories rose by 0.4% in October, matching the upwardly revised increase in September. While inventories of durable goods came in unchanged, inventories of non-durable goods rose by 1.2% amid an increase in inventories of drugs and druggists' sundries.
- According to the Bank of England Governor, U.K. inflation will ease over the coming six months and is likely to fall below 1%. However, the Governor assured that there was no fear of deflation.