

### Indices Performance

Global Indices	16-Dec	Abs. Change	% Change <sup>#</sup>
Dow Jones	17,069	17,181	-112 -0.65
Nasdaq	4,548	4,605	-57 -1.24
FTSE	6,332	6,183	149 2.41
Nikkei	16,755	17,099	-344 -2.01
Hang Seng	22,671	23,028	-357 -1.55
Indian Indices	16-Dec	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	26,781	27,320	-538 -1.97
CNX Nifty	8,068	8,220	-152 -1.85
CNX 100	8,031	8,194	-163 -1.99
CNX Bank Index	17,831	18,373	-542 -2.95
SGX Nifty	8,078	8,240	-163 -1.97
S&P BSE Power	1,952	2,000	-48 -2.41
S&P BSE Small Cap	10,629	10,998	-369 -3.36
S&P BSE HC	14,480	14,888	-409 -2.75

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
16-Dec	18.00	1.29	20.61	1.31
Month Ago	19.10	1.22	21.35	1.26
Year Ago	17.57	1.46	18.27	1.52

### Nifty Top 3 Gainers

Company	16-Dec	10-Dec	% Change <sup>#</sup>
HCL Tech	1559	1485	4.96
TCS	2443	2359	3.58
BPCL	647	636	1.74

### Nifty Top 3 Losers

Company	16-Dec	10-Dec	% Change <sup>#</sup>
Sesa Sterlite	194	210	-7.77
Dr Reddys Lab	3142	3356	-6.36
Hindalco	145	153	-5.52

### Advance Decline Ratio

	BSE	NSE
Advances	518	184
Declines	2362	1371
Unchanged	81	47

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-398	103101
MF Flows**	320	19587

\*16<sup>th</sup> Dec 2014; \*\*15<sup>th</sup> Dec 2014

### Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	0.00% (Nov-14)	3.85% (Aug-14)	7.52% (Nov-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 continued with the downtrend on the back of weak crude oil prices and sluggish Chinese manufacturing data. Fall in U.S. stocks overnight further weighed on sentiments. Today (As on Wednesday), Asian markets traded higher brushing off a poor finish in the U.S. overnight and continued weakness in the oil markets, as investors look ahead to the Federal Reserve's monthly meeting.
- As per last closing, European market ended higher reversing earlier losses seen after the fall in the price of oil and Russia's market and foreign exchange rout.
- As per last closing, U.S. markets ended lower after another day of gyrations as equities tracked the price of oil and pondered the impact of lower energy costs and Russia's economic troubles on policy decisions by the Federal Reserve.

### Indian Equity Market

- Indian equity markets fell nearly 2% amid weak domestic and global cues. Investor sentiments dampened after trade deficit of the nation widened in November owing to rise in gold imports. Weak Chinese factory survey data also weighed on market sentiments. Sharp increase in interest rates by the Russian Central Bank reinforced concerns over the global economy. Bourses were hit further after data from National Securities and Depositories Limited showed that Foreign Institutional Investors were net sellers of domestic stocks on December 15.
- Key benchmark indices, S&P BSE Sensex and CNX Nifty, fell 1.97% and 1.85% to close at 26,781.44 and 8,067.60 points, respectively. S&P BSE Mid Cap and S&P BSE Small Cap fell 2.96% and 3.36%, respectively.
- On the BSE sectoral front, barring S&P BSE IT and S&P BSE TECK, all the sectors closed in red. S&P BSE Realty was the major laggard, down 3.80% followed by S&P BSE FMCG and S&P BSE Bankex, which fell 3.02% and 2.91%, respectively. Export-oriented sectors such as the Information Technology rose as the rupee fell to a 13-month low.

### Domestic News

- Petrol and diesel prices were cut by Rs. 2 per litre on the back of a continued fall in international crude oil prices. The new rates have come into effect from the midnight of December 15. This is the eighth straight reduction in petrol prices since August and the fourth straight in diesel since October.
- According to the Government, there are no plans to roll back the recent hike in excise duty on diesel and petrol. The Government till recently has hiked excise duty in two tranches on diesel as well as petrol to garner about Rs. 10,500 crore in the current financial year.
- The Reserve Bank of India, in order to ease the pressure on stressed assets, has allowed lenders to restructure existing loans above Rs. 500 crore to infrastructure and core industries' projects. Banks and financial institutions will now have an option to periodically refinance such loans. The move is expected to provide relief to completed projects which have started commercial operations in their respective sectors.
- According to the Union Finance Minister, the Indian economy has the potential to grow at a higher rate even at a time when the world economy is going through a critical phase.
- Carnival Films Pvt. Ltd has agreed to acquire a 100% stake in multiplex operator Big Cinemas, a division of Reliance MediaWorks Ltd, for around Rs.700 crore. The move is expected to consolidate the movie exhibition industry.
- Dr. Reddy's Laboratories announced that it has launched anti-viral drug, Valganciclovir, in the U.S. market after the U.S. Food and Drug Administration granted the approval.
- Tata Power announced commissioning of the remaining 8 MW of the 32 MW wind farm at Girijashankarwadi in Maharashtra.
- ABB and Hitachi announced an agreement to form a joint venture for high voltage direct current system solutions in Japan.

### FII Derivative Trade Statistics-Dec 11

(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1825.52	1646.89	18780.78
Index Options	19784.05	20744.64	64666.79
Stock Futures	1881.87	2771.21	52073.35
Stock Options	2165.73	2237.86	2687.50
Total	25657.17	27400.60	138208.42

### Derivative Statistics- Nifty Options

	16-Dec	10-Dec	Change
Put Call Ratio (OI)	0.85	0.89	-0.04
Put Call Ratio(Vol)	1.01	0.90	0.10

### Debt Watch

	16-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	8.36%	7.92%	7.86%	8.15%
CBLO	8.65%	8.02%	7.86%	8.37%
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%	8.15%	8.15%	8.60%
364 Day T-Bill	8.18%	8.30%	8.33%	8.82%
10 Year Gilt	7.99%	7.90%	8.22%	8.87%
G-Sec Vol. (Rs.Cr)	47883	50963	37738	19165
1 Month CP Rate	8.46%	8.43%	8.42%	9.01%
3 Month CP Rate	8.51%	8.49%	8.56%	9.19%
5 Year Corp Bond	8.67%	8.52%	8.66%	9.73%
1 Month CD Rate	8.31%	8.25%	8.21%	8.72%
3 Month CD Rate	8.33%	8.27%	8.36%	8.74%
1 Year CD Rate	8.59%	8.57%	8.65%	9.30%

### Currency Market

Currency	16-Dec	10-Dec	Change
USD/INR	63.41	62.65	0.76
GBP/INR	99.31	98.53	0.77
EURO/INR	79.00	78.02	0.99
JPY/INR	0.54	0.53	0.01

### Commodity Prices

Currency	16-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	63.74	63.74	75.91	97.18
Brent Crude(\$/bl)	58.93	66.36	77.76	110.90
Gold(oz/\$)	1217	1230	1188	1240
Gold(Rs./10 gm)	26858	26441	25706	29818

Source: ICRON Research

### Disclaimer:

"The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third-party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since RCAM has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrived at; RCAM does not in any manner assure the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect RCAM's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor, the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor, the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

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

### Derivatives Market

- Nifty December 2014 Futures were at 8,116.00 points, a premium of 48.40 points over the spot closing of 8,067.60 points. The turnover on NSE's Futures and Options segment rose from Rs. 2,15,422.22 crore on December 15 to Rs. 4,01,965.01 crore on December 16.
- The Put-Call ratio stood at 0.99 compared to the previous session's close of 0.89.
- The Nifty Put-Call ratio stood at 0.85 compared to the previous session's close of 0.89.
- The open interest on Nifty Futures rose from 25.39 million recorded in the previous trading session to 25.99 million.

### Indian Debt Market

- Bond yields surged on global growth concerns after Russia unexpectedly increased its interest rate by 650 bps. Slowdown in Chinese factory activity also weighed on market sentiments.
- The yield on the 10-year benchmark bond closed up 16 bps at 7.99% compared to the previous close of 7.83%. This was the biggest single-session rise since April 2.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 20,682 crore (gross) against Rs. 18,647 crore recorded on December 15. Sale of securities by the RBI under the reverse repo window stood at Rs. 4,514 crore on December 15.
- Banks borrowed Rs. 207 crore under the RBI's Marginal Standing Facility window on December 15 against Rs. 3,545 crore borrowed on December 12.

### Currency Market Update

- The Indian rupee fell to a 13-month low against the dollar as investors were concerned over the growth prospects of the global economy after Russia sharply increased its benchmark interest rate. The rupee closed at 63.53 to the dollar against the previous close of 62.94.
- The euro strengthened against the dollar after the index of German economic sentiment came better than market expectations. The euro was trading at \$1.2535 compared to the previous close of \$1.2436.

### Commodity Market Update

- Gold prices found support as the dollar weakened. A surprise rate hike by the Russian Central Bank prompted investors to go for the bullion owing to its safe-haven appeal.
- Brent crude prices fell below the \$60 level as weak Chinese factory data increased concerns over the demand outlook.

### International News

- Figures released by the U.S. Federal Reserve showed that industrial production in the U.S. rose 1.3% in November. This was a significant improvement from October's growth rate of 0.1%.
- The Bank of Russia unexpectedly increased its key rate to 17% from 10.5% effective December 16. Last week, the Central Bank raised rates by 100 bps. This was the sixth rate hike in the current year.
- China's flash HSBC/Markit Manufacturing PMI eased to 49.5 in December from November's final reading of 50. For the first time in seven months, the index fell below 50 as new orders declined.