

### Indices Performance

Global Indices	17-Dec	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	17,357	17,069	288	1.69
Nasdaq	4,644	4,548	96	2.12
FTSE	6,336	6,332	5	0.07
Nikkei	16,820	16,755	64	0.38
Hang Seng	22,586	22,671	-85	-0.37
Indian Indices	17-Dec	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	26,710	26,781	-71	-0.27
CNX Nifty	8,030	8,068	-38	-0.47
CNX 100	7,996	8,031	-35	-0.44
CNX Bank Index	17,866	17,831	35	0.20
SGX Nifty	8,044	8,078	-34	-0.41
S&P BSE Power	1,936	1,952	-16	-0.81
S&P BSE Small Cap	10,516	10,629	-113	-1.06
S&P BSE HC	14,198	14,480	-282	-1.95

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
17-Dec	17.92	1.29	20.51	1.32
Month Ago	19.21	1.20	21.45	1.25
Year Ago	17.54	1.47	18.23	1.52

### Nifty Top 3 Gainers

Company	17-Dec	Prev_Day	% Change <sup>#</sup>
Sesa Sterlite	201	194	3.77
ONGC	343	336	2.22
NMDC Ltd.	137	134	2.16

### Nifty Top 3 Losers

Company	17-Dec	Prev_Day	% Change <sup>#</sup>
DLF	134	139	-4.06
Asian Paints	731	759	-3.63
Kotak Bank	1245	1284	-3.03

### Advance Decline Ratio

	BSE	NSE
Advances	1000	523
Declines	1815	1019
Unchanged	95	54

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1209	101892
MF Flows**	396	19979

\*17<sup>th</sup> Dec 2014; \*\*16<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 witnessed a mixed trend ahead of the Federal Reserve's policy meeting. Falling oil prices and economic woes in Russia weighed on sentiments. Asian Development Bank's lower growth forecast for developing Asia hit the bourses further. However, growing expectations of more monetary easing measures from China limited the fall. Today (As on Thursday), Asian stocks opened higher following a recovery in oil prices and after the U.S. Federal Reserve expressed confidence regarding the recovery of U.S. economy. Hang Seng was trading up 1.06% and Nikkei Average was trading up 2.55% (as at 8.00 a.m IST)
- As per last closing, European equities closed marginally higher as banking stocks with a heavy exposure to Russia pared losses and energy stocks rebounded following a recovery in oil prices.
- As per last closing, U.S. bourses ended higher following a rally in the energy sector. Positive reaction to the U.S. Federal Reserve's monetary policy statement also contributed to the rebound.

### Indian Equity Market

- Indian equity markets closed in red amid volatile trading session as slowdown in global economic growth raised concerns over the pace of foreign inflows into emerging markets. Data from National Securities and Depositories Limited showed that Foreign Institutional Investors were net sellers of domestic stocks on December 16. However, huge buying by the state-owned insurance major supported the bourses.
- Key benchmark indices, S&P BSE Sensex and CNX Nifty, fell 0.27% and 0.47% to close at 26,710.13 and 8,029.80 points, respectively. Meanwhile, S&P BSE Small Cap and S&P BSE Mid Cap fell 1.06% and 0.60%, respectively.
- The overall market breadth on BSE was weak with 1,815 scrips falling and 1,000 scrips rising. A total of 95 scrips remained unchanged.
- On the BSE sectoral front, barring S&P BSE Metal, S&P BSE Oil & Gas and S&P BSE Bankex, all the indices closed in red. S&P BSE Healthcare was the major laggard, down 1.95%. Pharma stocks were hit on concerns that a crash of the Russian currency may hit their exports.

### Domestic News

- The Lok Sabha passed the Companies (Amendment) Bill, 2014, after the Corporate Affairs Minister said that the purpose of these amendments is solely to ease the process of doing business in India. He added that some of its provisions would have made doing business in India extremely difficult and the investment environment in the country would be disrupted by such a law.
- The Revenue Secretary said that tax-to-GDP had been stagnant at 10% and highlighted the need to widen the tax space. The Goods & Services Tax (GST) is a major policy reform that could widen the tax space, he said. The GST council, headed by the Finance Minister, would finalise the rate for GST after consulting the industry.
- The Reserve Bank of India (RBI) is engaging with State Governments across the country to prevent recurrence of Saradha-like chit fund scam. The banking regulator has held meeting with Chief Secretaries of states and is making efforts to improve co-ordination between regulators and law enforcement agencies for early identification of financial malpractices by some fly-by-night operators.
- Tata Steel resumed production from two of its four iron ore mines cutting a shortage that had forced the company to import the raw material for the first time. The company reopened the iron ore mines in Odisha after a court directed the local Government to let the company operate them until a hearing on January 28.
- U.S. based watch-making company Fossil will invest up to Rs. 40 crore to open 25 retail outlets in India by 2017 as it aims to reposition itself from a watch brand to a fashion lifestyle brand. After receiving Government approval on 100% FDI in single brand retail in 2013, the company opened six retail outlets since March 2014.

**FII Derivative Trade Statistics-Dec 11**

(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3204.37	3761.36	18111.44
Index Options	40884.68	40917.21	68442.07
Stock Futures	2797.75	3851.10	51221.64
Stock Options	3100.64	3258.32	2683.57
<b>Total</b>	<b>49987.44</b>	<b>51787.99</b>	<b>140458.72</b>

**Derivative Statistics- Nifty Options**

	17-Dec	Prev_Day	Change
Put Call Ratio (OI)	0.83	0.85	-0.02
Put Call Ratio(Vol)	0.94	1.01	-0.06

**Debt Watch**

	17-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	8.64%	8.01%	7.98%	8.62%
CBLO	8.87%	8.05%	8.08%	8.70%
Repo	8.00%	8.00%	8.00%	7.75%
Reverse Repo	7.00%	7.00%	7.00%	6.75%
91 Day T-Bill	8.20%	8.10%	8.20%	8.65%
364 Day T-Bill	8.30%	8.21%	8.38%	8.81%
10 Year Gilt	7.97%	7.91%	8.18%	8.91%
G-Sec Vol. (Rs.Cr)	58950	43766	49728	14623
1 Month CP Rate	8.51%	8.41%	8.40%	9.01%
3 Month CP Rate	8.59%	8.49%	8.56%	9.10%
5 Year Corp Bond	8.69%	8.55%	8.67%	9.74%
1 Month CD Rate	8.35%	8.27%	8.22%	8.73%
3 Month CD Rate	8.36%	8.27%	8.36%	8.73%
1 Year CD Rate	8.64%	8.57%	8.66%	9.31%

**Currency Market**

Currency	17-Dec	Prev_Day	Change
USD/INR	63.58	63.41	0.17
GBP/INR	99.98	99.31	0.68
EURO/INR	79.39	79.00	0.39
JPY/INR	0.54	0.54	0.00

**Commodity Prices**

Currency	17-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	56.43	60.99	75.64	96.99
Brent Crude(\$/bl)	58.68	63.52	77.11	109.51
Gold(oz/\$)	1200	1227	1186	1230
Gold(Rs./10 gm)	26901	26892	26310	29863

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 8,060.85 points, a premium of 31.05 points over the spot closing of 8,029.80 points. The turnover on NSE's Futures and Options segment fell from Rs. 4,01,965.01 crore on December 16 to Rs. 3,89,959.40 crore on December 17.
- The Put-Call ratio stood at 0.93 compared to the previous session's close of 0.99.
- The Nifty Put-Call ratio stood at 0.83 compared to the previous session's close of 0.85.
- The open interest on Nifty Futures rose from 25.99 million recorded in the previous trading session to 26.43 million.

**Indian Debt Market**

- Bond yields fell on value buying as a section of market participants considered the rise in yields seen on the previous trading session as excessive. Moreover, a recovery in the rupee also supported demand for Government bonds.
- The yield on the 10-year benchmark bond eased 2 bps to close at 7.97% compared to the previous close of 7.99%. The paper moved in the wide range of 7.94% and 8.03%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 22,977 crore (gross) against Rs. 20,682 crore recorded on December 16. Sale of securities by the RBI under the reverse repo window stood at Rs. 894 crore on December 16.
- Banks borrowed Rs. 6,079 crore under the RBI's Marginal Standing Facility window on December 16 against Rs. 207 crore borrowed on December 15.

**Currency Market Update**

- The Indian rupee weakened against the dollar for the seventh straight day as the effect of global risk aversion accentuated due to Russia's financial crisis. However, the rupee recovered on possible intervention by the RBI. After falling near eleven-month lows, the rupee recovered to close at 63.62 against the previous close of 63.53.
- After touching a three-week high, the euro fell against the dollar ahead of the U.S. Federal Reserve's meeting, due later in the day. The euro was trading at \$1.2456 against the previous close of \$1.2510.

**Commodity Market Update**

- Gold prices edged up as traders remained optimistic ahead of the U.S. Federal Reserve's last policy meeting of the year.
- Brent crude prices fell further after core Gulf OPEC members indicated to maintain output at current levels.

**International News**

- The U.S. Housing starts fell 1.6% to a seasonally-adjusted annual rate of 1.028 million in November compared to the revised estimate of 1.045 million (1.009 million originally reported) in October. The fall reflected a decline in single-family starts, which plunged 5.4%. Meanwhile, multi-family starts surged 6.7%.
- Euro zone inflation came in line with preliminary data in November. Consumer inflation stood at 0.3% in November, down from 0.4% in October and 0.9% a year ago. In the European Union, inflation stood at 0.4% against 0.5% in October.
- According to the minutes of the latest Bank of England's policy meeting held on December 3 and December 4, policymakers voted 7-2 to retain its key rate at 0.50% for the fifth straight time.