

### Indices Performance

Global Indices	18-Feb	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	16,413	16,454	-40	-0.25
Nasdaq	4,488	4,534	-47	-1.03
FTSE	5,972	6,030	-58	-0.97
Nikkei	16,197	15,836	360	2.28
Hang Seng	19,363	18,925	439	2.32
Indian Indices	18-Feb	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	23,649	23,382	267	1.14
Nifty 50	7,192	7,108	83	1.17
Nifty 100	7,272	7,194	77	1.07
Nifty Bank	14,298	14,120	178	1.26
SGX Nifty	7,190	7,139	52	0.72
S&P BSE Power	1,664	1,659	5	0.31
S&P BSE Small Cap	9,861	9,803	58	0.59
S&P BSE HC	15,471	15,200	271	1.78

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
18-Feb	17.17	1.55	19.44	1.61
Month Ago	18.15	1.48	19.86	1.57
Year Ago	19.97	1.15	23.28	1.24

### Nifty 50 Top 3 Gainers

Company	18-Feb	Prev_Day	% Change <sup>#</sup>
Dr Reddys Lab	3104	2961	4.83
Hindalco	69	66	4.71
ONGC	209	200	4.37

### Nifty 50 Top 3 Losers

Company	18-Feb	Prev_Day	% Change <sup>#</sup>
Maruti	3653	3749	-2.56
Asian Paints	835	856	-2.42
BHEL	104	106	-1.94

### Advance Decline Ratio

	BSE	NSE
Advances	1401	929
Declines	1126	603
Unchanged	156	71

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-294	-15630
MF Flows**	173	8916

\*18<sup>th</sup> Feb 2016; \*\*16<sup>th</sup> Feb 2016

### Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-0.90% (Jan-16)	-3.70% (Oct-15)	-0.95% (Jan-15)
IIP	-1.30% (Dec-15)	3.80% (Aug-15)	3.60% (Dec-14)
GDP	7.40 (Sep-15)	7.00 (Jun-15)	8.40 (Sep-14)

### Global Indices

- Most of the Asian markets closed in the green following a rise in global crude oil prices. In addition, minutes of Federal Reserve's latest policy review meeting eased concerns over the pace of the interest rate hike. However, Chinese markets closed in the red as positive impact of consumer inflation in Jan was offset by producer price deflation for the same period. Today, (as on Feb 19) bourses were trading lower following fall in Wall Street overnight. Both Nikkei Average and Hang Seng were traded lower 2.20%, was up 0.57% (as at 8.00 am IST).
- As per the last close, most of the European markets closed positive. Initially, markets were trading positive but weakness in Wall Street gave up gains while some closed negative. Markets were further affected by crude oil prices, which gave up most of the gains.
- As per the last close, U.S. markets fell after rising for three consecutive days. Initially, markets rose following higher crude oil prices, but later fell as oil gave up most gains after the release of a report by EIA showed rise in crude oil inventories last week.

### Indian Equity Market

- Indian equity market gained as buying interest was seen across the stocks of oil companies due to rise in global crude oil prices. Investor sentiments were further boosted after a global rating agency said that Indian economy could grow 7.5% both in 2016 and 2017 due to its resilience towards external headwinds.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.14% and 1.17% to close at 23,649.22 points and 7,191.75 points, respectively. Additionally, S&P BSE Mid-Cap and S&P BSE Small-Cap went up 0.63% and 0.59%, respectively.
- On the BSE sectoral front, all the indices closed in the green. S&P BSE IT was the top gainer, up 1.94%, followed by S&P BSE Teck and S&P BSE Healthcare that gained 1.90% and 1.78%, respectively. Additionally, S&P BSE Capital Goods and S&P BSE FMCG went up 1.59% and 1.52%, respectively. Healthcare stocks gained following media reports that Department of Pharmaceuticals could come out with a new bulk drug policy, to help the Indian pharmaceuticals sector grow to a \$200 billion market by 2030.

### Domestic News

- According to the Union Minister of Textiles, the Government is considering to disburse funds of around Rs. 30,000 crore to the textile industry, by 2022. The funds would be distributed under the revised Amended Technology Funds Scheme. The Minister added that the fund amount has been increased 67% from the original amount of Rs. 18,000 crore. The move comes on account of an increase in interest from the textile industry. The funds would help to capitalise the underlying opportunities in the sector, in the near future.
- According to the Ministry of Textiles, the Government will soon announce a new policy on textiles by Apr 2016. The new textiles policy is expected to encompass a series of reformatory measures that will help the country to become a manufacturing hub in the sector. The Ministry further added that the Government is taking steps to make export policies for the sector more flexible.
- Moody's expects the Indian economy to grow at the rate of 7.5% in 2016 and 2017. The growth is expected to come on the back of lower commodity prices and low exposure to China's economy. The global credit rating agency further opined that the implementation of the seventh pay commission will result in higher wages in the public sector that will help boost consumption in the country.
- According to Moody's, the Government will bring down spending in order to keep fiscal deficit at 3.5% of GDP in 2016-17. The global credit rating agency also forecasted that domestic inflationary pressures will increase from the previous year, but will subsequently come down to the Reserve Bank of India's target of 5% by early 2017.
- Cipla has acquired U.S.-based generic drug makers InvaGen and Exelan for a consideration worth \$550 million (around Rs. 3,575 crore).
- BHEL has commissioned a 270 MW coal-based power generation unit at Goindwal Sahib Thermal Power Project of GVK Power & Infra Ltd. in Tarn district of Punjab.

FII Derivative Trade Statistics	18-Feb		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2251.69	2464.76	14900.44
Index Options	58020.53	58381.97	77563.22
Stock Futures	4818.54	4706.70	49664.36
Stock Options	3343.74	3352.67	3565.60
Total	68434.50	68906.10	145693.62

Derivative Statistics- Nifty Options			
	18-Feb	Prev_Day	Change
Put Call Ratio (OI)	0.81	0.80	0.01
Put Call Ratio(Vol)	0.85	0.80	0.05

Debt Watch				
	18-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.84%	6.97%	6.86%	7.74%
CBLO	6.24%	6.86%	6.96%	7.94%
Repo	6.75%	6.75%	6.75%	7.75%
Reverse Repo	5.75%	5.75%	5.75%	6.75%
91 Day T-Bill	7.31%	7.29%	7.21%	8.36%
364 Day T-Bill	7.28%	7.24%	7.21%	8.04%
10 Year Gilt	7.91%	7.82%	7.81%	7.71%
G-Sec Vol. (Rs.Cr)	38085	38159	27119	16211
1 Month CP Rate	8.39%	8.34%	7.50%	8.35%
3 Month CP Rate	9.02%	8.98%	8.21%	9.31%
5 Year Corp Bond	8.47%	8.34%	8.29%	8.37%
1 Month CD Rate	7.27%	7.35%	7.22%	8.08%
3 Month CD Rate	8.16%	8.16%	7.68%	8.90%
1 Year CD Rate	8.17%	8.19%	7.74%	8.84%

Currency Market			
Currency	18-Feb	Prev_Day	Change
USD/INR	68.49	68.59	-0.10
GBP/INR	97.86	98.02	-0.15
EURO/INR	76.33	76.61	-0.28
JPY/INR	0.60	0.60	0.00

Commodity Prices				
Currency	18-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	30.77	26.19	28.94	53.56
Brent Crude(\$/bl)	33.05	28.37	27.11	61.57
Gold( \$/oz)	1232	1247	1089	1231
Gold(Rs./10 gm)	28560	28934	26056	27189

Source: ICRON Research

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### Derivatives Market

- Nifty Feb 2016 Futures were at 7,190.85 points, a discount of 0.9 points, over the spot closing of 7,191.75 points. The turnover on NSE's Futures and Options segment moved down from Rs. 3,72,223.52 on Feb 17 to Rs. 3,40,623.77 on Feb 18.
- The Put-Call ratio stood at 0.83, compared with the previous close of 0.79.
- The Nifty Put-Call ratio stood at 0.81, compared with the previous close of 0.80.
- The open interest on Nifty Futures stood at 26.08 million, compared with the previous session's close of 24.77 million.

### Indian Debt Market

- Bond yields fell after Reserve Bank of India (RBI) announced to buy back Government securities to address tight liquidity conditions in the market. Marginal gains in the domestic currency also provided some support to the market sentiment.
- Yield on the upcoming new 10-year benchmark bond 7.59% GS 2026 fell 5 bps to close at 7.74%, compared with the previous close of 7.79%. It moved in a range of 7.73% to 7.78% during the session.
- Yield on the old 10-year benchmark bond 7.72% GS 2025 fell 4 bps to close at 7.91%, compared with the previous close of 7.95%. It moved in a range of 7.89% to 7.95% during the session.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 11,384 crore (gross), compared with Rs. 3,976 crore borrowed on Feb 17. Sale of securities by RBI under the reverse repo window stood at Rs. 3,062 crore on Feb 17.

### Currency Market Update

- The Indian rupee rose earlier during the trading session against the U.S. dollar, following gains in the domestic equity market. However, dollar demand from oil importers wiped out most of the gains. Rupee grew marginally by 0.02% to close at 68.46 from the previous close of 68.47.
- The euro weakened against the dollar as investors remained on the sidelines ahead of the minutes of the European Central Bank's monetary policy meeting held in Jan 2016, due later in the day. Euro was trading at \$1.1083, down from the previous close of \$1.1127.

### Commodity Market Update

- Gold prices traded lower as recent gains in the global equity markets dampened the safe haven appeal of the bullion.
- Brent crude prices traded higher after Iran supported the plans by Russia and Saudi Arabia to limit the oil output level in an attempt to boost prices.

### International News

- Minutes of the Federal Reserve's Jan policy meeting showed that the members opted to maintain the interest rates at the lowest level until there are clear signs of growing inflation level. According to them, rebound in inflation rate could be difficult mainly due to low oil prices. As per the minutes, members also expect downside risks to the economy from weaknesses in China and Europe.
- In its Interim Economic Outlook, the Paris-based Organization for Economic Co-operation and Development lowered global growth outlook for this year and next year. For 2016, the economy will grow at a rate of 3.0%, down from 3.3% estimated earlier. Economic growth rate for 2017 has been reduced to 3.3% from 3.6%.