

Indices Performance

Global Indices	01-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	16,449	16,466	-17	-0.10
Nasdaq	4,620	4,614	6	0.14
FTSE	6,060	6,084	-24	-0.39
Nikkei	17,865	17,518	347	1.98
Hang Seng	19,596	19,683	-88	-0.45
Indian Indices	01-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	24,825	24,871	-46	-0.18
Nifty 50	7,556	7,564	-8	-0.10
Nifty 100	7,658	7,660	-2	-0.03
Nifty Bank	15,314	15,522	-208	-1.34
SGX Nifty	7,556	7,568	-13	-0.17
S&P BSE Power	1,828	1,838	-10	-0.55
S&P BSE Small Cap	10,901	10,870	32	0.29
S&P BSE HC	16,282	16,305	-23	-0.14

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
1-Feb	18.50	1.45	20.22	1.53
Month Ago	19.84	1.37	21.53	1.45
Year Ago	19.67	1.17	22.48	1.20

Nifty 50 Top 3 Gainers

Company	01-Feb	Prev_Day	% Change [#]
Adani Ports & SEZ	221	212	4.17
Yes Bank	772	747	3.43
Coal India	329	320	2.69

Nifty 50 Top 3 Losers

Company	01-Feb	Prev_Day	% Change [#]
ICICI Bank	217	230	-5.63
SBI	173	180	-3.97
Maruti	3948	4096	-3.60

Advance Decline Ratio

	BSE	NSE
Advances	1423	853
Declines	1278	698
Unchanged	131	76

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	760	-10367
MF Flows**	586	6703

*1st Feb 2016; **28th Jan 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-0.73% (Dec-15)	-4.59% (Sep-15)	-0.50% (Dec-14)
IIP	-3.2% (Nov-15)	6.3% (Aug-15)	5.2% (Nov-14)
GDP	7.40 (Sep-15)	7.00 (Jun-15)	8.40 (Sep-14)

Global Indices

- Asian markets took cues from mixed batch of economic data from the Chinese market. The Caixin China manufacturing purchasing manager's index (PMI) inched up to 48.4 from 48.2 in December, while China's official PMI came in at 49.4 in January, slightly down from December's 49.7. But both the indices remained below the neutral level of 50.0, suggesting a contraction. Meanwhile, negative interest rate declared by the Bank of Japan capped the downside. Today, (as on Feb 2) bourses traded lower following weak closing of Wall Street overnight. Both Nikkei Average and Hang Seng traded down 0.32% and 0.36% respectively (as at 8.00 a.m IST).
- As per the last close, European markets fell as disappointing Chinese manufacturing data renewed concerns over the economic health of the nation.
- As per the last close, most of the U.S. markets fell marginally after official survey showed that U.S. manufacturing activity continued to contract in January.

Indian Equity Market

- Indian equity market edged down with key benchmark indices witnessing volatility during the session. Buying interest improved initially after final reading of a private survey showed that manufacturing activity expanded in January, following contraction witnessed in the previous month. However, bourses pared its gains later as investors turned cautious ahead of the Reserve Bank of India's (RBI) monetary policy review scheduled on Feb 2.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.18% and 0.10% to close at 24,824.83 and 7,555.95, respectively.
- The overall market breadth on BSE was positive with 1,423 scrips advancing and 1,278 scrips declining. A total of 131 scrips remained unchanged.
- On the BSE sectoral front, the indices witnessed a mixed trend. S&P BSE Telecom was the top gainer with 1.94% gain, followed by S&P BSE FMCG and S&P BSE Capital Goods, which went up 0.98% each. S&P BSE Industrials and S&P BSE Metal gained 0.96% and 0.78%, respectively. S&P BSE Bankex was the major laggard falling 1.4%, followed by S&P BSE Finance and S&P BSE Power that fell 0.75% and 0.55%, respectively.

Domestic News

- India's manufacturing activities in Jan grew unexpectedly. Nikkei Manufacturing Purchasers' Managers Index was 51.1 in January, up from Dec's 49.1. The reading was highest in the last four months on the back of strong demand. Consumer goods sector remained the main growth driver with substantial improvements in both output and new orders.
- Sector output in eight core industries increased 0.9% on a yearly basis in Jan 2016 after witnessing a contraction of 1.3% in Dec 2015. The positive growth was contributed by coal, cement and fertilizers while crude oil, natural gas and electricity acted as a drag. Coal production and cement accelerated to 6.1% and 3.2%, while fertilisers recorded double-digit growth for the sixth month in a row. The cumulative growth of core sector from April to December stood at 1.9%, much slower than 5.7% during the corresponding period last year.
- Oil refining and marketing companies in Feb 2016 will continue to incur loss for selling kerosene at less than market rates through public distribution system. The loss will be Rs. 5.11 per litre in Feb but much lower than Rs. 9.16 in Jan 2016, according to the latest analysis by the Petroleum Planning and Analysis Cell (PPAC). Kerosene prices are controlled by the Government. As per the estimation by PPAC, cash transfer under the direct benefit transfer of LPG scheme will be Rs. 155.78 per cylinder during the current month.
- Maruti Suzuki's total sales in Jan dropped 2.6% to 1,13,606 units from 1,16,606 units in the same month last year.
- Tech Mahindra exited its December quarter with a net profit of Rs. 759 crore, down 3.4% from Rs. 786 crore in the previous quarter. Revenue grew 1.3% sequentially to Rs. 6,701 crore.
- Mahindra & Mahindra's Jan sales surged 9.66% to 43,789 units, up from 39,930 units in the comparable period last year. Domestic sales were up 9.84%, while exports grew 7.31%.

FII Derivative Trade Statistics	01-Feb		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2929.21	1601.99	11638.71
Index Options	26586.38	24310.38	50441.99
Stock Futures	5248.26	4707.02	47154.36
Stock Options	2592.40	2483.27	1205.67
Total	37356.25	33102.66	110440.73

Derivative Statistics- Nifty Options	01-Feb	Prev_Day	Change
Put Call Ratio (OI)	0.89	0.87	0.03
Put Call Ratio(Vol)	0.86	0.92	-0.06

Debt Watch	01-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.68%	7.04%	6.73%	7.72%
CBLO	6.75%	6.91%	6.82%	7.60%
Repo	6.75%	6.75%	6.75%	7.75%
Reverse Repo	5.75%	5.75%	5.75%	6.75%
91 Day T-Bill	7.20%	7.23%	7.10%	8.18%
364 Day T-Bill	7.14%	7.16%	7.16%	8.05%
10 Year Gilt	7.79%	7.81%	7.73%	7.69%
G-Sec Vol. (Rs.Cr)	35915	21828	31112	39728
1 Month CP Rate	8.04%	7.80%	7.43%	8.31%
3 Month CP Rate	8.88%	8.68%	7.66%	8.80%
5 Year Corp Bond	8.22%	8.24%	8.31%	8.26%
1 Month CD Rate	7.37%	7.26%	7.16%	8.07%
3 Month CD Rate	8.05%	7.81%	7.38%	8.52%
1 Year CD Rate	8.05%	7.80%	7.68%	8.64%

Currency Market	01-Feb	Prev_Day	Change
USD/INR	67.67	67.88	-0.20
GBP/INR	96.51	97.76	-1.24
EURO/INR	73.41	74.07	-0.66
JPY/INR	0.56	0.56	0.00

Commodity Prices	01-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	31.62	30.31	37.13	47.79
Brent Crude(\$/bl)	32.00	29.57	37.91	46.92
Gold(\$/oz)	1128	1108	1060	1283
Gold(Rs./10 gm)	26778	26373	25042	27630

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 Feb 2016 Futures were at 7,565.35 points, a premium of 9.4 points, over the spot closing of 7,555.95 points. The turnover on NSE's Futures and Options segment went down from Rs. 1,94,219.48 on Jan 29 to Rs. 1,61,935.60 on Feb 1.
- The Put-Call ratio stood at 0.85, compared with the previous close of 0.79.
- The Nifty Put-Call ratio stood at 0.87, compared with the previous close of 0.89.
- The open interest on Nifty Futures stood at 21.16 million, compared with the previous session's close of 20.40 million.

Indian Debt Market

- Bond yields grew marginally as investor remained cautious and reduced positions ahead of the Reserve Bank of India's (RBI) sixth bi-monetary policy review on Feb 2.
- Yield on 10-year benchmark bond 7.72% GS 2025 increased 1 bps to 7.79%, compared with the previous close of 7.78%. It moved in a range of 7.77% to 7.81% during the session.
- Yield on the next 10-year benchmark bond 7.59% GS 2026 moved up 2 bps to 7.66%, compared with the previous close of 7.64%. It moved in a range of 7.63% to 7.67% during the session.
- Banks borrowed Rs. 565 crore under the central bank's Marginal Standing Facility on Jan 29, compared with Rs. 135 crore borrowed on Jan 28.
- The RBI conducted an overnight variable rate repo auction for a notified amount of Rs. 15,000 crore. An amount of Rs. 15,003 crore was allotted at a cut-off rate of 6.77%.

Currency Market Update

- The Indian rupee eased against the U.S. dollar following higher dollar demand by oil importers. Also, weakness in domestic equity market ahead of the central bank's monetary policy review pulled down the rupee. Rupee slid to close at 67.84, as against the previous close of 67.78.
- The euro went up against the U.S. dollar, defying the previous day's fall. Euro gained as markets absorbed the Bank of Japan's decision for a negative interest rate policy. Euro was trading at \$1.0864, up from the previous day's close of 1.0834.

Commodity Market Update

- Gold prices rose after weak U.S. GDP data for the fourth quarter.
- Brent Crude prices traded marginally higher. The optimism over emergency meeting of the Organization of the Petroleum Exporting Countries was neutralized to some extent by the weak demand outlook from China.

International News

- According to Markit, Chinese manufacturing sector continued with its slowing trend in Jan. The Caixin PMI was 48.4 in Jan, a tad down from 48.2 in December. Any reading below 50.0 indicates a contraction in the economy. The index has been contracting for 11 straight months. Simultaneously, official manufacturing PMI in Jan dropped to 49.4 from 49.7 in Dec.
- Data from Markit Economics showed that U.K.'s manufacturing sector grew at a faster pace in Jan. The Markit/Chartered Institute of Procurement & Supply Purchasing Managers' Index (PMI) for manufacturing was 52.9 in Jan, as against 52.1 in Dec and was better than expected.