

### Indices Performance

Global Indices	03-Feb	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	16,337	16,154	183	1.13
Nasdaq	4,504	4,517	-13	-0.28
FTSE	5,837	5,922	-85	-1.43
Nikkei	17,191	17,751	-559	-3.15
Hang Seng	18,992	19,447	-455	-2.34
Indian Indices	03-Feb	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	24,223	24,539	-316	-1.29
Nifty 50	7,362	7,456	-94	-1.26
Nifty 100	7,452	7,548	-96	-1.27
Nifty Bank	14,834	15,068	-234	-1.55
SGX Nifty	7,373	7,467	-94	-1.26
S&P BSE Power	1,710	1,784	-74	-4.16
S&P BSE Small Cap	10,522	10,765	-243	-2.25
S&P BSE HC	15,763	15,882	-119	-0.75

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Feb	17.99	1.49	19.65	1.57
Month Ago	19.84	1.37	21.53	1.45
Year Ago	19.61	1.16	22.42	1.21

### Nifty 50 Top 3 Gainers

Company	03-Feb	Prev_Day	% Change <sup>#</sup>
HUL	822	800	2.69
Yes Bank	778	764	1.75
TCS	2416	2398	0.76

### Nifty 50 Top 3 Losers

Company	03-Feb	Prev_Day	% Change <sup>#</sup>
Vedanta	62	65	-5.01
BHEL	128	135	-4.90
NTPC	129	134	-4.03

### Advance Decline Ratio

	BSE	NSE
Advances	532	211
Declines	2139	1359
Unchanged	89	32

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-66	-10028
MF Flows**	586	6703

\*3<sup>rd</sup> Feb 2016; \*\*28<sup>th</sup> 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 moved down as concerns over global growth slowdown and falling oil prices weighed on sentiments. Strong yen put additional pressure on Japanese market, while weak Nikkei Hong Kong manufacturing Purchase Managers' Index (PMI) in Jan also weighed on Hang Seng. Today, (as on Feb 4) most of the Asian bourses followed gains in Wall Street overnight. However, Nikkei Average remained under pressure ahead of the release of corporate earning numbers later during the day. Nikkei Average traded down 0.61% and Hang Seng traded up 1.53% (as at 8.00 a.m IST).
- As per the last close, European markets fell as weakness in Asian bourses weighed on investor sentiments. Additionally, the final survey data from Markit showed that the euro zone private sector expanded at the slowest pace in four months in January.
- As per the last close, U.S. markets went up, following increase in the global crude oil prices. Buying interest improved further after a report from payroll processor ADP showed stronger than expected private sector job growth in January.

### Indian Equity Market

- Indian equity market fell amid selling pressure witnessed in the Domestic Institutional Investors category. According to the data from NSE, DII turned out to be net sellers of domestic stocks to the extent of Rs. 144.78 crore. Investor sentiments dampened further on concerns over foreign fund outflows from the domestic market.
- Final reading of a private survey showing growth in the Indian service sector at a fastest pace in 19 months during Jan did little to improve buying interest.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 1.29% and 1.26% to close at 24,223.32 and 7,361.80, respectively.
- The overall market breadth on BSE was weak with 2,139 scrips declining and 532 scrips advancing. A total of 89 scrips remained unchanged.
- On the BSE sectoral front, all the indices closed in the red. S&P BSE Power was the major laggard falling by 4.16%, while S&P BSE Capital Goods and S&P BSE Industrials dropped 2.79% and 2.69%, respectively. Additionally, S&P BSE Realty and S&P BSE Utilities were down 2.63% and 2.59%, respectively.

### Domestic News

- Results of a private survey showed that India's service sector output increased to a 19-month high in January as the seasonally adjusted Nikkei Services Business Activity Index climbed to 54.3 in Jan from 53.6 in Dec. This can be attributed to rise in incoming new work, improving underlying demand and weather conditions. The composite PMI output index jumped to an 11-month high of 53.3 in Jan from 51.6 in Dec.
- The Finance Minister has reaffirmed the Government's commitment to the Mahatma Gandhi National Rural Employment Generation Scheme. The Minister promised to allocate more funds to the flagship rural development scheme. The Minister expressed concerns regarding the fact that while the Indian economy is growing at a faster pace than the rest of the global economy, the domestic sector has not been able to contribute much to this growth.
- The Finance Ministry has decided to set up two committees to bring more consistency in the taxation policy. The Tax Policy Council (TPC), which will be constituted under the Finance Minister, will take important policy decisions, while the Tax Policy Research Unit (TPRU), which will be formed under Revenue Secretary, will act as a multi-disciplinary body. TPRU will also carry out studies on various topics of fiscal and tax policies and assist the TPC in taking appropriate policy decisions. Both the committees would start functioning from Apr 1.
- U.S. revenue authorities have decided to enter into bilateral advance pricing agreements with India. Indian tax authorities were earlier in talks with their U.S. counterparts for accepting bilateral APAs for over two years. By virtue of the agreement, American companies will be able to ascertain their tax liability in India beforehand.
- A Fortis Healthcare subsidiary has completed the acquisition of Religare Health Trust Trustee Manager for a consideration worth \$14.9 million.

FII Derivative Trade Statistics	03-Feb		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2076.42	2127.41	11146.48
Index Options	37450.29	38168.36	55245.32
Stock Futures	4229.92	4623.14	48350.75
Stock Options	2771.80	2769.93	1793.31
<b>Total</b>	<b>46528.43</b>	<b>47688.84</b>	<b>116535.86</b>

Derivative Statistics- Nifty Options	03-Feb	Prev_Day	Change
Put Call Ratio (OI)	0.80	0.81	0.00
Put Call Ratio(Vol)	0.90	0.97	-0.07

Debt Watch	03-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.63%	6.86%	6.73%	7.81%
CBLO	6.41%	7.09%	6.82%	7.64%
Repo	6.75%	6.75%	6.75%	7.75%
Reverse Repo	5.75%	5.75%	5.75%	6.75%
91 Day T-Bill	7.32%	7.10%	7.10%	8.16%
364 Day T-Bill	7.21%	7.16%	7.16%	8.05%
10 Year Gilt	7.85%	7.79%	7.73%	7.73%
G-Sec Vol. (Rs.Cr)	32806	33142	31112	74574
1 Month CP Rate	8.30%	7.78%	7.43%	8.38%
3 Month CP Rate	9.00%	8.64%	7.66%	8.89%
5 Year Corp Bond	8.29%	8.22%	8.31%	8.29%
1 Month CD Rate	7.40%	7.27%	7.16%	8.05%
3 Month CD Rate	8.10%	7.84%	7.38%	8.55%
1 Year CD Rate	8.15%	7.89%	7.68%	8.65%

Currency Market	03-Feb	Prev_Day	Change
USD/INR	68.18	67.83	0.35
GBP/INR	98.32	97.61	0.71
EURO/INR	74.46	73.93	0.52
JPY/INR	0.57	0.56	0.01

Commodity Prices	03-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	32.29	32.32	37.13	49.25
Brent Crude(\$/bl)	31.93	31.58	37.91	51.14
Gold( \$/oz)	1143	1125	1060	1275
Gold(Rs./10 gm)	27052	26731	25042	27907

Source: ICRON Research

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**Derivatives Market**

- Nifty Feb 2016 Futures were at 7,383.50 points, a premium of 21.7 points, over the spot closing of 7,361.80 points. The turnover on NSE's Futures and Options segment went down from Rs. 2,40,529.54 on Feb 2 to Rs. 2,15,722.13 on Feb 3.
- The Put-Call ratio stood at 0.85, compared with the previous close of 0.90.
- The Nifty Put-Call ratio stood at 0.80, compared with the previous close of 0.81.
- The open interest on Nifty Futures stood at 20.81 million, compared with the previous session's close of 20.52 million.

**Indian Debt Market**

- Bond market remained quiet as yields moved marginally during the session due to absence of any major trigger in the market. After rising yesterday, yields remained almost unchanged as weakness in Indian rupee offset the optimism of bond buyback announcement by the Government on Feb 02.
- After rising for two consecutive days, yield on 10-year benchmark bond 7.72% GS 2025 remained flat at 7.85%, from the previous close. It moved in a range of 7.84% to 7.87% during the session.
- RBI conducted the auction of 91- and 364-days Treasury Bills for the notified amount of Rs. 8,000 crore and Rs. 6,000 crore, respectively. The cut-off for 91- and 364-days Treasury Bills stood at Rs. 98.20 (7.35%) and Rs. 93.24 (7.27%), respectively.
- According to the Scheduled Bank's Statement of Position in India as of Jan 22, banks' credit and deposit growth stood at 11.41% and 11.14%, respectively.

**Currency Market Update**

- The Indian rupee weakened to 68 against the U.S. dollar, falling for the third consecutive session. Global crude oil drop triggered a sell-off among most of the Asian currencies, which led to the weakness. But dollar sales by exporters restricted losses. Rupee slid 0.14% to close at 68.07, as against the previous close of 67.98.
- The euro gained for the third consecutive day against the U.S. dollar, as continuous oil price drop weighed on global growth prospects. Euro was trading at \$1.0924, up from the previous day's close of 1.0916.

**Commodity Market Update**

- Gold traded flat amid uncertainty over the U.S. interest rates hike.
- Brent Crude prices remained under pressure following media reports that Iran is aiming for higher crude oil exports in the fiscal year beginning March 21.

**International News**

- Data from Markit showed that eurozone's private sector growth rate in Jan was slowest in the last four months. The composite output index in Jan was 53.6, slightly up from Dec's reading of 54.3. The slow rate of expansion was mainly due to weakness in the manufacturing and service sectors.
- Caixin data showed that China's service sector improved in January growth in January was highest in the last six months. The Services PMI grew to 52.4, from 50.2 in Dec, the lowest reading in the past 17 months. Also, the Composite Output Index grew to 50.1 in Jan, from 49.4 in Dec. Inflows of new businesses pushed up the indices.