

Indices Performance

Global Indices	03-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,355	18,314	41	0.23
Nasdaq	5,160	5,138	22	0.43
FTSE	6,634	6,645	-11	-0.17
Nikkei	16,083	16,391	-308	-1.88
Hang Seng	21,739	Closed	NA	NA
Indian Indices	03-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	27,698	27,982	-284	-1.02
Nifty 50	8,545	8,623	-78	-0.91
Nifty 100	8,728	8,820	-92	-1.04
Nifty Bank	18,602	18,708	-106	-0.57
SGX Nifty	8,573	8,675	-102	-1.18
S&P BSE Power	2,021	2,057	-35	-1.71
S&P BSE Small Cap	12,080	12,220	-139	-1.14
S&P BSE HC	16,115	16,149	-34	-0.21

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Aug	20.45	1.41	23.36	1.28
Month Ago	19.78	1.44	22.86	1.25
Year Ago	22.50	1.29	23.54	1.41

Nifty 50 Top 3 Gainers

Company	03-Aug	Prev_Day	% Change [#]
HCL Tech	826	801	3.17
Cipla	529	518	2.23
Bharti Infratel	396	388	2.12

Nifty 50 Top 3 Losers

Company	03-Aug	Prev_Day	% Change [#]
BHEL	133	139	-3.86
ITC	253	261	-3.11
Tata Motors	478	493	-3.02

Advance Decline Ratio

	BSE	NSE
Advances	873	407
Declines	1869	1213
Unchanged	130	55

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	247	32890
MF Flows**	59	9871

*3rd Aug 2016, **1st Aug 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	1.20% (Jun-16)	-0.45% (Mar-16)	-2.13% (Jun-15)
IIP	1.20% (May-16)	1.90% (Feb-16)	2.0% (May-15)
GDP	7.90 (Mar-16)	7.20 (Dec-15)	6.70 (Mar -15)

Global Indices

- Asian bourses closed in the red on speculation that the Bank of Japan could scale back on quantitative easing in its next policy meeting. Chinese market bucked the trend after a private survey showed China's private sector expanded at the fastest pace in Jul. Today (As on Aug 4), Asian markets opened higher following gains in the Wall Street overnight and increase in global crude oil prices. Nikkei Average and Hang Seng were trading up 0.22% and 0.61% respectively (as at 8.00 a.m IST).
- As per the last close, European markets closed on a mixed note. Market sentiments were boosted after a few prominent banks reported better than expected earnings number for the quarter ended Jun. Investors also remained on the sidelines as they awaited the Bank of England's monetary policy decision due Aug 4.
- As per the last close, U.S. equities closed higher following an increase in U.S. crude oil prices. Market sentiments were further boosted after private sector employment in U.S. increased more than expected in Jul and several companies reported upbeat corporate earning numbers for the quarter ended Jun.

Indian Equity Market

- Indian equity market closed on a negative note, following dull global cues, even as Japan's stimulus measures failed to meet market expectations. Investors treaded cautiously ahead of the Goods and Services Tax (GST) Bill passage in the Rajya Sabha.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 1.02% and 0.91% to close at 27,697.51 points and 8,544.85 points, respectively. S&P BSE MidCap and S&P BSE SmallCap went down 0.62% and 0.83%, respectively.
- The overall market breadth on BSE was negative with 1,869 scrips declining and 873 scrips advancing. A total of 130 scrips remained unchanged.
- On the BSE sectoral front, almost all indices save for S&P BSE Telecom (0.15%) and S&P BSE Metal (0.07%) closed in the negative zone. The top loser of the session was S&P BSE Realty, down 2.15%, followed by S&P BSE FMCG (-2.04%), S&P BSE Industrials (-1.96%), and S&P BSE Capital Goods (-1.74%).

Domestic News

- The Goods and Services Tax (GST) Constitution (Amendment) Bill was passed by the Rajya Sabha. The move will help replace a raft of different state and local taxes with a single unified value added tax system and help turn the country into world's biggest single market.
- India's service sector growth increased to a three-month-high level in Jul 2016. The Nikkei/Market Services Purchasing Managers' Index (PMI) rose to 51.9 in Jul from 50.3 in Jun 2016. Increase in new business growth at a faster pace and decline in both output and input prices has led to expansion in the service activity.
- According to the rural development minister, the government is likely to invest Rs. 33,000 crore in Pradhan Mantri Gram Sadak Yojana (PMGSY) to construct 50,000 new roads at a pace of 133 kms per day. The government has also launched a mobile application named "Meri Sadak" where a person can lodge a complaint for roads being developed under the PMGSY that will be responded within 7 days.
- According to a global credit rating company, India can achieve 8% growth through supportive monetary and fiscal policies in the next three fiscal years. However, lack of momentum in reformatory measures could hurt economic performances. According to the firm, resolution of private investment issues, cleaning up of balance sheets of banks, and improvement in infrastructure will support the country's economic prosperity.
- Berger Paints has reported consolidated net profit of Rs. 120.30 crore in the 1QFY16, up from Rs. 77.80 crore in the corresponding quarter a year-ago. The company has allotted bonus shares of Re. 1 each in proportion of 2 bonus shares for every 5 fully paid-up equity shares to the eligible shareholders.

FII Derivative Trade Statistics	03-Aug		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1453.95	1450.09	19751.14
Index Options	38846.72	38326.90	54101.47
Stock Futures	5695.23	6536.30	52819.22
Stock Options	3402.92	3474.33	3192.85
Total	49398.82	49787.62	129864.68

Derivative Statistics- Nifty Options			
	03-Aug	Prev_Day	Change
Put Call Ratio (OI)	0.87	0.91	-0.04
Put Call Ratio(Vol)	0.83	0.93	-0.10

Debt Watch				
	03-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.39%	6.39%	6.25%	7.02%
CBLO	6.38%	6.48%	6.27%	7.10%
Repo	6.50%	6.50%	6.50%	7.25%
Reverse Repo	6.00%	6.00%	6.00%	6.25%
91 Day T-Bill	6.56%	6.58%	6.53%	7.25%
364 Day T-Bill	6.69%	6.70%	6.84%	7.57%
10 Year Gilt	7.20%	7.25%	7.42%	7.81%
G-Sec Vol. (Rs.Cr)	79248	53101	88964	31909
1 Month CP Rate	6.85%	7.00%	7.56%	7.49%
3 Month CP Rate	7.14%	7.26%	7.79%	7.93%
5 Year Corp Bond	7.68%	7.70%	8.07%	8.44%
1 Month CD Rate	6.50%	6.49%	6.68%	7.33%
3 Month CD Rate	6.62%	6.63%	6.76%	7.54%
1 Year CD Rate	7.25%	7.26%	7.42%	7.93%

Currency Market			
Currency	03-Aug	Prev_Day	Change
USD/INR	66.94	66.76	0.18
GBP/INR	89.01	88.03	0.98
EURO/INR	74.99	74.60	0.39
JPY/INR	0.66	0.65	0.01

Commodity Prices				
Commodity	03-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	40.80	41.90	49.02	45.25
Brent Crude(\$/bl)	40.05	42.38	47.05	49.84
Gold(\$/oz)	1358	1339	1342	1086
Gold(Rs./10 gm)	31383	30777	30980	24830

Source: ICRON Research

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Derivatives Market

- Nifty Aug 2016 Futures were at 8,582.55 points, a premium of 37.70 points, over the spot closing of 8,544.85 points. The turnover on NSE's Futures and Options segment went up from Rs. 2,54,710.39 crore on Aug 2 to Rs. 3,11,116.86 crore on Aug 3.
- The Put-Call ratio stood at 0.71, compared with the previous session's close of 0.82.
- The Nifty Put-Call stood at 0.84, compared with the previous session's close of 0.91.
- The open interest on Nifty Futures stood at 26.06 million, compared with the previous session's close of 24.77 million.

Indian Debt Market

- Bond yields increased for the second consecutive day as market participants avoided taking any long positions ahead of the approval of Goods and Services tax (GST) in the Rajya Sabha.
- The yield on 10-year benchmark bond (7.59% GS 2026) increased 3 bps to close at 7.20% from the previous close of 7.17%. During the session, bond yields moved in the region of 7.17% to 7.22%.
- RBI conducted the auction of 91- and 364-days Treasury Bills for the notified amount of Rs. 9,000 crore and Rs. 6,000 crore, respectively. The cut-off rates for 91- and 364-days Treasury Bills stood at Rs. 98.39 (6.56%) and Rs. 93.75 (6.69%), respectively.
- As per Scheduled Bank's Statement of Position in India for Jul 22, bank deposit and bank credit grew 9.65% and 9.54% YoY, respectively.

Currency Market Update

- The Indian rupee declined against the U.S. dollar due to higher demand for greenback from corporates and foreign banks. The rupee fell 0.39% to close at 66.99 per dollar from the previous close of 66.73.
- Euro fell against the U.S. dollar after greenback found support on better than expected personal spending, household spending, and personal income data in the U.S. Euro was trading down 0.24% at \$1.1198 compared with the previous close of \$1.1225.

Commodity Market Update

- Gold prices went up as the market awaited the release of the U.S. non-farm employment data due Aug 5 for more cues on interest rate hikes this year.
- Brent crude prices dropped as investors looked out for weekly data on U.S. crude oil and refined products stock.

International News

- Data from payroll processor ADP showed that private sector employment in U.S. rose more than market expectations as it increased by 179,000 jobs in Jul after climbing by an upwardly revised 176,000 jobs in Jun.
- According to a survey by Markit Economics, China's Caixin composite PMI increased to 51.9 in Jul 2016 from 50.3 in Jun 2016. The index rose to its highest level since Sep 2014. The improvement was due to expansion in the manufacturing sector, while the services sector grew at a slower pace. The Service PMI inched down to 51.7 from 52.7 in Jun.
- According to the data from Markit, euro area private sector activity increased more than estimated. The final composite output index inched up to 53.2 in Jul 2016 from 53.1 in Jun 2016.