

Indices Performance

Global Indices	05-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,544	18,352	191	1.04
Nasdaq	5,221	5,166	55	1.06
FTSE	6,793	6,740	53	0.79
Nikkei	16,254	16,255	0	0.00
Hang Seng	22,146	21,832	314	1.44
Indian Indices	05-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	28,078	27,714	364	1.31
Nifty 50	8,683	8,551	132	1.54
Nifty 100	8,882	8,742	140	1.60
Nifty Bank	18,926	18,572	354	1.91
SGX Nifty	8,697	8,625	72	0.83
S&P BSE Power	2,063	2,036	27	1.33
S&P BSE Small Cap	12,307	12,128	179	1.47
S&P BSE HC	16,307	16,187	121	0.75

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
5-Aug	20.78	1.39	23.74	1.26
Month Ago	19.92	1.43	22.88	1.24
Year Ago	22.57	1.29	23.62	1.41

Nifty 50 Top 3 Gainers

Company	05-Aug	Prev_Day	% Change [#]
Grasim Indus	5265	4996	5.40
Hero Moto	3444	3276	5.12
Hindalco	144	137	4.81

Nifty 50 Top 3 Losers

Company	05-Aug	Prev_Day	% Change [#]
Tech Mahindra	495	500	-0.98
Power Grid	177	178	-0.95
Bharti Infratel	389	393	-0.87

Advance Decline Ratio

	BSE	NSE
Advances	1831	1212
Declines	907	397
Unchanged	168	69

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	549	34068
MF Flows**	122	9324

*5th Aug 2016; **3rd 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

- Most of the Asian bourses moved up after the Bank of England announced stimulus measures to combat the "Brexite" effect. Expectations of better-than-expected growth in U.S. job data and rise in crude oil prices further supported gains. However, Chinese and Japanese market bucked the trend of other regional peers. Today (As on Aug 08), Asian market opened in green as investor's sentiment boosted after the release of stronger than expected U.S. jobs report. Weak yen also had a positive impact on the market. Both Nikkei Average and Hang Seng traded up 2.03% and 1.10%, respectively (as at 8.00 a.m IST).
- As per the last close, European market closed in green following better than expected U.S. jobs report. Bank of England governor's speech on providing additional stimulus also had a positive impact on the investor's sentiments.
- As per the last close, the U.S. market closed higher after release of U.S. jobs report by the Labour Department for the month of Jul 2016 showing more than expected increase of jobs for the second straight month.

Indian Equity Market

- Indian equity market closed on a positive note after the Bank of England announced a rate-cut and stimulus measures to lessen the "Brexite" impact. Sensex gained due to growth in auto, and oil and gas stocks. Auto shares grew because the sector is expected to benefit from lower effective tax rate post the implementation of the GST Bill.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.31% and 1.54% to close at 28,078.35 points and 8,683.15 points, respectively. S&P BSE MidCap and S&P BSE SmallCap went up 1.69% and 1.47%, respectively.
- The overall market breadth on BSE was positive with 1,831 scrips advancing and 907 scrips declining. A total of 168 scrips remained unchanged.
- On the BSE sectoral front, most indices closed in the positive zone. S&P BSE Auto, up 3.14%, was the highest gainer, followed by S&P BSE Oil & Gas (2.74%), S&P BSE Basic Materials (2.69%), and S&P BSE Metal (2.56%). The session's laggards were S&P BSE Telecom (-0.18%), S&P BSE IT (-0.15%), and S&P BSE Teck (-0.07%).

Domestic News

- Security Exchange Board of India (SEBI) has fixed the combined debt limit to Rs. 2.44 lakh crores for all foreign investments in rupee denominated bonds for Foreign Portfolio Investors (FPIs) issued both onshore and overseas by the Indian corporates. However, these investments would not be treated as FPI investments and would not come under the purview of SEBI FPI Regulations.
- Government expects that 50% of the states will approve GST Bill within next 30 days in order to roll out the new tax reform latest by Apr 1, 2017. The finance minister expects the state to pass the bill either in the current monsoon sessions or to call a special session.
- The government has set the inflation target at 4%, plus or minus 2%, for the coming five years. Also, candidates are being shortlisted for the six-member monetary policy committee. However, the panel will not be formed before the current policy meeting scheduled next week.
- According to the finance minister, government is likely to consider the anti-profiteering clause in order to transfer the benefits of Goods and Service Tax (GST) to consumers and also that the prices do not increase after the GST Bill is rolled out.
- The petroleum ministry, in order to make Aadhar Card mandatory, has asked oil marketing companies not to provide LPG subsidy to the bank accounts of households whose accounts are not seeded with the unique identification number of Aadhar Card.
- Marico has reported consolidated net profit of Rs. 267.90 crore for the 1QFY17, registering an increase of 17.22% from 1QFY16's Rs. 228.53 crore. The company's consolidated net sales grew marginally by 0.09% YoY to stand at Rs. 1,749.85 crore in the quarter under review.

FII Derivative Trade Statistics	05-Aug		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2706.91	1995.61	20212.62
Index Options	53944.74	52042.70	58685.60
Stock Futures	5582.31	5777.92	54199.42
Stock Options	3704.25	3645.71	4050.11
Total	65938.21	63461.94	137147.75

Derivative Statistics- Nifty Options			
	05-Aug	Prev_Day	Change
Put Call Ratio (OI)	0.97	0.89	0.09
Put Call Ratio(Vol)	1.00	0.78	0.22

Debt Watch				
	05-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.39%	6.46%	6.25%	7.06%
CBLO	5.73%	6.28%	6.18%	7.18%
Repo	6.50%	6.50%	6.50%	7.25%
Reverse Repo	6.00%	6.00%	6.00%	6.25%
91 Day T-Bill	6.53%	6.51%	6.54%	7.02%
364 Day T-Bill	6.68%	6.71%	6.80%	7.57%
10 Year Gilt	7.17%	7.16%	7.39%	7.84%
G-Sec Vol. (Rs.Cr)	104867	69437	128374	17972
1 Month CP Rate	6.84%	7.00%	7.54%	7.50%
3 Month CP Rate	7.09%	7.28%	7.83%	7.83%
5 Year Corp Bond	7.67%	7.61%	8.04%	8.46%
1 Month CD Rate	6.48%	6.49%	6.55%	7.30%
3 Month CD Rate	6.65%	6.61%	6.78%	7.49%
1 Year CD Rate	7.24%	7.23%	7.38%	7.91%

Currency Market			
Currency	05-Aug	Prev_Day	Change
USD/INR	66.81	66.94	-0.13
GBP/INR	87.75	89.07	-1.32
EURO/INR	74.45	74.60	-0.15
JPY/INR	0.66	0.66	0.00

Commodity Prices				
Commodity	05-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	41.83	41.54	46.73	45.13
Brent Crude(\$/bl)	42.07	40.36	45.04	49.39
Gold(\$/oz)	1335	1351	1356	1085
Gold(Rs./10 gm)	31285	30939	31095	24631

Source: ICRON Research

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Derivatives Market

- Nifty Aug 2016 Futures were at 8,708.20 points, a premium of 25.05 points, over the spot closing of 8,683.15 points. The turnover on NSE's Futures and Options segment went down from Rs. 4,60,479.56 crore on Aug 4 to Rs. 2,42,434.61 crore on Aug 5.
- The Put-Call ratio stood at 0.90, compared with the previous session's close of 0.72.
- The Nifty Put-Call stood at 0.98, compared with the previous session's close of 0.89.
- The open interest on Nifty Futures stood at 26.67 million, compared with the previous session's close of 26.16 million.

Indian Debt Market

- Bond yields remained flat after the government maintained the Reserve Bank of India (RBI)'s inflation target at 4% (+/- 2%) till Mar 2021.
- Yield on 10-year benchmark bond (7.59% GS 2026) remained unchanged at 7.17% compared with the previous close. During the session, bond yields moved in the region of 7.15% to 7.17%.
- RBI conducted the auction of four-dated securities - 7.35% GS 2024, 7.61% GS 2030, 7.73% GS 2034, and 8.13% GS 2045 for a notified amount of Rs. 15,000 crore on Aug 5. The cut-off rates for the securities stood at Rs. 101.04 (7.17%), Rs. 103.47 (7.21%), Rs. 103.77 (7.35%), and Rs. 109.12 (7.36%), respectively.
- Data from RBI showed that India's foreign exchange reserves stood at \$365.50 billion for the week to Jul 29, up \$2.81 billion from previous week's \$362.69 billion.

Currency Market Update

- The Indian rupee increased against the U.S. dollar as higher-than-expected monetary stimulus measures from the Bank of England boosted regional assets. The rupee rose 0.21% to close at 66.77 per dollar from the previous close of 66.91.
- Euro rose against the greenback as investors awaited the monthly U.S. labour market report to be released later in the day. Euro was trading up 0.27% at \$1.1158 compared with the previous close of \$1.1128.

Commodity Market Update

- Gold prices dropped as its safe haven appeal dropped following the upbeat U.S. jobs data, which triggered chances of a rate hike by the Federal Reserve.
- Brent crude prices grew following the release of a better-than-expected U.S. jobs report for Jul.

International News

- As per the Labor Department, U.S. non-farm payroll employment added 255,000 jobs in Jul 2016, compared with upwardly revised 287,000 jobs in Jun 2016. Rise in jobs was much higher than market expectation. Meanwhile, the unemployment rate stood at 4.9% in Jul, unchanged from the previous month.
- According to the Labor Department, U.S. initial jobless claims increased more than expected in the week ended Jul 30. Claims stood at 269,000, up 3,000 from the previous week's unrevised level of 266,000.
- The Bank of England reduced the key interest rate by 25 basis points for the first time in more than seven years and expanded its quantitative easing after Britain voted to exit from the European Union (EU). The bank also introduced a Term Funding Scheme that will be financed by the issuance of central bank reserves.