

Indices Performance

Global Indices	19-Aug	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,553	18,598	-45	-0.24
Nasdaq	5,238	5,240	-2	-0.03
FTSE	6,859	6,869	-10	-0.15
Nikkei	16,546	16,486	60	0.36
Hang Seng	22,937	23,023	-86	-0.37
Indian Indices	19-Aug	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	28,077	28,123	-46	-0.17
Nifty 50	8,667	8,673	-6	-0.07
Nifty 100	8,893	8,895	-2	-0.02
Nifty Bank	19,415	19,353	62	0.32
SGX Nifty	8,665	8,690	-25	-0.29
S&P BSE Power	2,115	2,112	4	0.18
S&P BSE Small Cap	12,459	12,404	56	0.45
S&P BSE HC	16,201	16,203	-1	-0.01

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
19-Aug	20.54	1.39	23.70	1.25
Month Ago	20.29	1.40	23.39	1.22
Year Ago	22.16	1.32	23.53	1.42

Nifty 50 Top 3 Gainers

Company	19-Aug	Prev_Day	% Change [#]
Bank of Baroda	162	155	4.63
State Bank of India	259	248	4.07
Hindalco	159	154	2.98

Nifty 50 Top 3 Losers

Company	19-Aug	Prev_Day	% Change [#]
Eicher Motors	21777	22175	-1.79
Bharti Infratel	342	348	-1.58
Coal India	334	339	-1.45

Advance Decline Ratio

	BSE	NSE
Advances	1471	898
Declines	1239	698
Unchanged	180	81

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	255	39501
MF Flows**	6	9227

*19th Aug 2016; **17th Aug 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.55% (Jul-16)	0.79% (Apr-16)	-4.00% (Jul-15)
IIP	2.10% (Jun-16)	0.30% (Mar16)	4.20% (Jun-15)
GDP	7.90 (Mar-16)	7.20 (Dec-15)	6.70 (Mar -15)

Global Indices

- Asian markets closed on a mixed note following comments from some U.S. Federal Reserve officials indicating an imminent rate hike in the U.S. Some respite came after strong yen trend came to a halt. Today, (as on Aug 22) bourses traded mixed as investors remained cautious ahead of Fed Chief's speech, scheduled on Aug 26 for further cues on central bank's stance on rate hike. Both Nikkei Average and Hang Seng traded higher by 0.27% and 0.12%, respectively (as at 8:00 am IST).
- As per the last close, European markets dropped owing to weak performance by the auto and the banking stocks. An uncertain outlook for U.S. interest rates also weighed on investor sentiment. Buying interest was also impacted after Germany's producer prices declined further in Jul, though at a slower-than expected pace.
- As per the last close, U.S. markets closed lower as recent comments from Fed official renewed worries over an imminent rate hike by the central bank.

Indian Equity Market

- Indian equity market closed marginally lower after witnessing brief gains as uncertainty over the timing of U.S. Federal Reserve's interest rate hike kept the investors on the sidelines. Commencement of the European trading session on a weak note dragged down the bourses further. Meanwhile, buying interest in a major state-owned bank restricted the downturn.
- While S&P BSE Sensex closed marginally lower at 28,077.00 points, Nifty 50 closed flat at 8,666.90 points. S&P BSE Mid-Cap and S&P BSE Small-Cap gained 0.52% and 0.45%, respectively.
- On the BSE sectoral front, majority of the indices closed in the green. S&P BSE Basic Materials was the top gainer, up 1.10%, followed by S&P BSE Metal and S&P BSE Consumer Durables, which went up 1.00% and 0.94%, respectively. S&P BSE Oil & Gas and S&P BSE Bankex went up 0.68% and 0.45%, respectively. Buying interest was seen in banking stocks after a major state-owned lender approved share swap ratios for the merger of its five associate banks and another public sector bank with itself.

Domestic News

- The Department of Investment and Public Asset Management has selected four investment banks for the proposed share sale in Housing & Urban Development Corporation Limited (HUDCO). The government is considering selling 10% stake in HUDCO through an initial public offer that is currently under the control of Urban Development Ministry. The objective of the move is to raise about Rs. 1,500 crore on a total valuation of Rs. 15,000 crore.
- A panel comprising nominees from Reserve Bank of India, Ministry of Finance, Securities Exchange Board of India, Insurance Regulatory and Development Authority of India, and Pension Fund Regulatory and Development Authority suggested easing of norms for foreign investors in order to develop the corporate bond market. The panel also suggested setting up a corporate bond index on lines of Sensex or Nifty, and making it compulsory for large corporate to tap the corporate bond market for funds beyond a level. The panel also advocated for tightening of norms for credit rating agencies by making it compulsory for them to disclose defaults on a timely basis.
- The Union Ministry of Commerce is planning to bring suitable legislative changes in the Special Economic Zone and Foreign Trade Act, and make them in sync with the GST regime. The changes are being considered as there are expectations that GST would boost the economic growth of the country by 1 to 1.5%.
- Apollo Tyres is planning to invest Rs. 1,600-1,700 crore during the financial year, the major portion of which will be for its Chennai facilities. Additionally, the company is also planning to spend about 200 million euros on its Hungary greenfield facility for the FY17.
- As per the data compiled by the Directorate General of Civil Aviation, SpiceJet has registered record Passenger Load Factor (PLF) in Jul, registering a growth of 25.8% in air passengers carried during the month.

FII Derivative Trade Statistics	19-Aug		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2675.93	2630.85	23987.56
Index Options	51098.75	49743.37	72001.66
Stock Futures	6679.22	6483.13	59703.64
Stock Options	3400.82	3417.37	6697.90
Total	63854.72	62274.72	162390.76

Derivative Statistics- Nifty Options	19-Aug	Prev_Day	Change
Put Call Ratio (OI)	1.06	1.05	0.01
Put Call Ratio(Vol)	1.07	1.20	-0.12

Debt Watch	19-Aug	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.40%	6.43%	6.39%	7.07%
CBLO	4.79%	6.42%	6.47%	7.14%
Repo	6.50%	6.50%	6.50%	7.25%
Reverse Repo	6.00%	6.00%	6.00%	6.25%
91 Day T-Bill	6.50%	6.54%	6.54%	7.25%
364 Day T-Bill	6.59%	6.67%	6.73%	7.54%
10 Year Gilt	7.10%	7.10%	7.28%	7.74%
G-Sec Vol. (Rs.Cr)	103314	68126	133221	30572
1 Month CP Rate	6.83%	6.85%	7.04%	7.48%
3 Month CP Rate	7.08%	7.04%	7.35%	7.76%
5 Year Corp Bond	7.57%	7.53%	7.85%	8.37%
1 Month CD Rate	6.49%	6.51%	6.49%	7.31%
3 Month CD Rate	6.66%	6.64%	6.66%	7.48%
1 Year CD Rate	7.21%	7.23%	7.29%	7.84%

Currency Market	19-Aug	Prev_Day	Change
USD/INR	66.93	66.79	0.14
GBP/INR	87.97	87.26	0.71
EURO/INR	75.87	75.58	0.29
JPY/INR	0.67	0.67	0.00

Commodity Prices	19-Aug	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	48.48	44.47	44.64	40.75
Brent Crude(\$/bl)	49.29	44.67	45.65	45.45
Gold(\$/oz)	1341	1336	1332	1134
Gold(Rs./10 gm)	31252	31018	30851	25853

Source: ICRON Research

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Derivatives Market

- Nifty Aug 2016 Futures were at 8,677.25 points, a premium of 10.35 points, over the spot closing of 8,666.90 points. The turnover on NSE's Futures and Options segment went down from Rs. 4,88,844.65 crore on Aug 18 to Rs. 3,00,206.42 crore on Aug 19.
- The Put-Call ratio stood at 0.99, compared with the previous session's close of 1.09.
- The Nifty Put-Call stood at 1.06, compared with the previous session's close of 1.05.
- The open interest on Nifty Futures stood at 29.05 million, compared with the previous session's close of 28.94 million.

Indian Debt Market

- Bond yields decreased following heavy demand at a weekly debt auction, which encouraged strong purchases in the secondary market. Also, investors awaited the appointment of a new Reserve Bank of India (RBI) Governor.
- Yield on 10-year benchmark bond (7.59% GS 2026) fell 4 bps to close at 7.10% from the previous close of 7.14%. During the session, bond yields moved in the region of 7.09% to 7.16%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 4,192 crore (gross), compared with gross borrowing of Rs. 3,082 crore on Aug 18. Sale of securities under RBI's reverse repo window stood at Rs. 10,673 crore on Aug 18.
- Banks borrowed Rs. 20 crore under the central bank's Marginal Standing Facility on Aug 18. There was no borrowing on Aug 16.

Currency Market Update

- The Indian rupee weakened against the U.S. dollar after comments from some Federal Reserve officials supported rate hike in the coming months, which increased demand for the greenback. The rupee fell 0.37% to close at 67.06 per dollar from the previous close of 66.81.
- Euro weakened against the greenback following comments from some of the U.S. Fed officials favouring rate hike during the year. Euro was trading \$1.1326 compared with the previous close of \$1.1352.

Commodity Market Update

- Gold prices moved down after the U.S. initial jobless claims decreased by 4,000 to 262,000 in the last week.
- Brent crude prices gained marginally on a possible output freeze decision by the Organization of the Petroleum Exporting Countries (OPEC) and other key exporters.

International News

- As per the data from the Conference Board, U.S. leading economic index moved 0.4% higher in Jul 2016 following a 0.3% increase in Jun 2016. As per the report, coincident economic index also advanced by 0.4% in Jul after increasing by 0.2% in Jun.
- According to report released by the Labor Department, U.S. initial jobless claims declined to 262,000, from unrevised level of 266,000 in the previous week. The less volatile four-week moving average rose to 265,250, registering an increase of 2,500 from the previous week's unrevised average of 262,750.
- As per the data from the Office for National Statistics, U.K. public sector net borrowing (PSNB), excluding public sector banks, stood at - GBP 1 billion in the month of Jul 2016. In the current financial year-to-date, PSNB fell by GBP 3 billion to GBP 23.7 billion.