

Indices Performance

Global Indices	17-Dec	Prev_Day	Abs. Change	% Change [#]
Dow Jones	17,496	17,749	-253	-1.43
Nasdaq	5,003	5,071	-69	-1.35
FTSE	6,103	6,061	41	0.68
Nikkei	19,354	19,050	304	1.59
Hang Seng	21,872	21,701	171	0.79
Indian Indices	17-Dec	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	25,804	25,494	309	1.21
Nifty 50	7,844	7,751	93	1.21
Nifty 100	7,978	7,880	99	1.25
Nifty Bank	16,742	16,579	162	0.98
SGX Nifty	7,866	7,758	108	1.39
S&P BSE Power	1,870	1,844	27	1.44
S&P BSE Small Cap	11,559	11,363	196	1.72
S&P BSE HC	16,639	16,411	228	1.39

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
17-Dec	20.28	1.43	21.21	1.47
Month Ago	20.52	1.43	21.19	1.45
Year Ago	17.92	1.29	20.51	1.32

Nifty 50 Top 3 Gainers

Company	17-Dec	Prev_Day	% Change [#]
Tata Steel	257	245	5.07
Tata Power	65	62	4.44
Vedanta	87	84	3.69

Nifty 50 Top 3 Losers

Company	17-Dec	Prev_Day	% Change [#]
Bosch	18341	18718	-2.01
Cairn India	130	131	-0.99
Idea Cellular	134	135	-0.89

Advance Decline Ratio

	BSE	NSE
Advances	1946	1239
Declines	751	322
Unchanged	204	58

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-393	14939
MF Flows**	72	68513

*17th Dec 2015; **14th Dec 2015

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-1.99% (Nov-15)	-5.06% (Aug-15)	-0.17% (Nov-14)
IIP	9.80% (Oct-15)	4.10% (Jul-15)	-2.70% (Oct-14)
GDP	7.40 (Sep-15)	7.00 (Jun-15)	8.40 (Sep-14)

Global Indices

- Asian markets closed in positive terrain after Federal Reserve announced a 0.25 percentage point rise in the Fed rates to 0.25-0.50%. Sentiment also improved after taking cues from overnight U.S. market. Today, (as on Friday) bourses traded lower, tracking losses in Wall Street overnight. Nikkei Average was trading down by 0.37% and Hang Seng was trading down by 0.38% (as at 8.00 a.m IST).
- As per last closing, European markets rose following U.S. Fed's decision to raise interest rates for the first time in nearly a decade. Buying interest found additional support after official data showed that U.K. retail sales recovered at a faster-than-expected pace in November.
- As per last closing, U.S. markets fell as investors resorted to selling following strong gains, which came after the monetary policy decision by the Federal Reserve. Weakness in global crude oil prices further weighed on investor sentiments.

Indian Equity Market

- Indian equity markets rose tracking gains in the global markets after the U.S. Federal Reserve raised interest rates, the first increase in nearly a decade. Moreover, the U.S. Central Bank said economic conditions are expected to evolve in a manner that will warrant only gradual increases in rates.
- Both the key benchmark indices, S&P BSE Sensex and Nifty 50, rose 1.21% each to 25,803.78 points and 7,844.35 points, respectively. Moreover, S&P BSE Mid-Cap and S&P BSE Small-Cap rose 1.56% and 1.72%, respectively.
- The market breadth on BSE was positive with 1,946 scrips advancing and 751 scrips declining. A total of 204 scrips remained unchanged.
- On the BSE sectoral front, all the indices closed in green. S&P BSE Metal was the top gainer rising by 2.46% followed by S&P BSE Basic Materials and S&P BSE Consumer Discretionary Goods & Services which rose 2.05% and 1.68%, respectively. Moreover, S&P BSE Energy and S&P BSE Power rose 1.52% and 1.44%, respectively. Stocks of gas manufacturing and distribution companies firmed up after the Supreme Court ruled that all Delhi taxis be converted to CNG by March 31.

Domestic News

- According to Moody's, uncertainty over transition of the U.S. monetary policy to normalcy could set off volatility in capital flows to emerging economies. The global credit rating agency further added that the Indian economy is better positioned to counter these challenges.
- According to the Ministry of Finance, the Government is taking various steps to boost revenue collection. The Ministry added that legal provisions have been amended to allow a manufacturer to use digital signature on invoices and preserve records in electronic format. Besides, provisions in service tax have also been rationalized to encourage compliance and early dispute resolution. The moves are expected to improve ease of doing business within the country.
- The Finance Ministry expressed hope that the Goods and Services Tax (GST) Bill will be rolled out in 2016. GST is being considered as a comprehensive indirect taxation reform, which will subsume various indirect taxes including excise, octroi, and service tax.
- According to the Coal and Power Minister, India's total installed solar power generation capacity is 4,878.88 MW, led by Rajasthan and Gujarat. The Minister also informed that the renewable sector attracted total foreign direct investment of \$2005.51 million during 2012-13, 2013-14 and 2014-15 (up to December 2014).
- Petronas Lubricants International has set up a lubricant blending plant at Patalganga on Mumbai's outskirts at an investment of \$50 million.
- Aurobindo Pharma has received final approval from the USFDA to manufacture and market two drugs used for treating diarrhoea and allergy.
- Hindustan Unilever (HUL) has signed an agreement with Mosons Group to acquire its hair-care brand Indulekha for Rs. 330 crore. HUL is doing this to strengthen its personal care portfolio.
- The Cabinet has approved ONGC Videsh Ltd.'s proposal to buy 15% stake in Russia's Vankor oilfield for \$1.26 billion.

FII Derivative Trade Statistics	17-Dec		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1596.79	1505.03	15040.17
Index Options	21165.58	20386.61	80222.15
Stock Futures	3298.28	2761.66	50555.67
Stock Options	1984.58	2131.78	3665.08
Total	28045.23	26785.08	149483.07

Derivative Statistics- Nifty Options	17-Dec	Prev_Day	Change
Put Call Ratio (OI)	0.82	0.82	-0.01
Put Call Ratio(Vol)	0.98	0.80	0.18

Debt Watch	17-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.75%	6.66%	6.81%	8.64%
CBLO	6.94%	6.73%	6.89%	8.87%
Repo	6.75%	6.75%	6.75%	8.00%
Reverse Repo	5.75%	5.75%	5.75%	7.00%
91 Day T-Bill	7.20%	7.17%	7.07%	8.20%
364 Day T-Bill	7.20%	7.22%	7.16%	8.30%
10 Year Gilt	7.71%	7.78%	7.67%	7.97%
G-Sec Vol. (Rs.Cr)	51184	36971	11640	58950
1 Month CP Rate	7.66%	7.65%	7.50%	8.51%
3 Month CP Rate	7.85%	7.86%	7.76%	8.59%
5 Year Corp Bond	8.34%	8.34%	8.20%	8.69%
1 Month CD Rate	7.34%	7.31%	7.04%	8.35%
3 Month CD Rate	7.36%	7.35%	7.29%	8.36%
1 Year CD Rate	7.69%	7.67%	7.58%	8.64%

Currency Market	17-Dec	Prev_Day	Change
USD/INR	66.65	66.85	-0.20
GBP/INR	99.61	100.58	-0.96
EURO/INR	72.33	73.16	-0.83
JPY/INR	0.54	0.55	0.00

Commodity Prices	17-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	34.98	36.76	40.73	56.43
Brent Crude(\$/bl)	36.59	38.55	40.93	60.04
Gold(\$/oz)	1051	1071	1070	1188
Gold(Rs./10 gm)	25136	25324	25304	26901

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.

Derivatives Market

- Nifty December 2015 Futures were at 7,856.40 points, a premium of 12.05 points against the spot closing of 7,844.35 points. The turnover on NSE's Futures and Options segment rose from Rs. 2,06,976.39 crore on December 16 to Rs. 2,89,916.06 crore on December 17.
- The Put-Call ratio stood at 0.92, compared to previous session's close of 0.78.
- The Nifty Put-Call ratio remained unchanged compared to previous session's close and stood at 0.82.
- The open interest on Nifty Futures stood at 21.18 million compared to the previous session's close of 21.25 million.

Indian Debt Market

- Bond yields fell after the U.S. Federal Reserve increased interest rates for the first time in almost a decade and stressed upon the fact that rate hikes in the future will take place in a gradual manner.
- Yield on the 10-year benchmark bond, 7.72% GS 2025, fell by 2 bps to close at 7.71% from the previous close of 7.73%. The yield on the benchmark paper traded in the range of 7.70% to 7.75%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 20,217 crore (gross) compared to that of Rs. 22,315 crore borrowed on December 16. Sale of securities by the Reserve Bank of India (RBI) under the reverse repo window stood at Rs. 2,231 crore on December 16.
- Banks borrowed Rs. 1,085 crore under the Central Bank's Marginal Standing Facility on December 16 compared to that of December 15 when they borrowed none.

Currency Market Update

- The rupee rose to a three-week high against the dollar tracking gains in the domestic equity markets. Selling of the greenback by banks and corporates also boosted the domestic currency. The rupee rose by 0.46% to close at 66.42 per dollar compared to the previous closing of 66.56 per dollar.
- The euro weakened against the dollar after the U.S. Federal Reserve raised interest rates for the first time in nearly a decade. The euro was trading lower at \$1.0854 compared to the previous close of \$1.0911.

Commodity Market Update

- Gold prices fell following rise in U.S. dollar against euro as the U.S. Fed increased interest rates for the first time in nearly a decade.
- Brent Crude prices fell after crude oil inventories rose 4.8 million barrels last week to near record highs, thereby contributing to concerns over a global supply glut.

International News

- The U.S. Federal Reserve (Fed) announced the first interest rate hike since 2006. The Federal Open Market Committee decided to raise the target range for the federal funds rate by 25 bps from 0% - 0.25% to 0.25% - 0.5%. According to the Central Bank's "dot plot", rate hikes will be gradual in 2016 and even slower in 2017-2018 with rates hitting 3.3% by 2019. Fed further added that inflation is expected to rise to 2% over the medium term.
- Data from the U.S. Federal Reserve showed that industrial production dropped by 0.6% in November, following a revised 0.4% decrease in October.
- Survey results from Munich-based Ifo Institute revealed that German business confidence weakened slightly in December. The business climate index fell to 108.7 in December from 109 in November.