

Indices Performance

Global Indices	12-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	15,974	15,660	314	2.00
Nasdaq	4,338	4,267	71	1.66
FTSE	5,708	5,537	171	3.08
Nikkei	14,953	Closed	NA	NA
Hang Seng	18,320	18,546	-226	-1.22
Indian Indices	12-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	22,986	22,952	34	0.15
Nifty 50	6,981	6,976	5	0.07
Nifty 100	7,073	7,069	4	0.06
Nifty Bank	13,972	14,029	-57	-0.41
SGX Nifty	7,000	6,962	38	0.55
S&P BSE Power	1,618	1,621	-4	-0.24
S&P BSE Small Cap	9,683	9,801	-119	-1.21
S&P BSE HC	15,111	15,227	-117	-0.77

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
12-Feb	16.95	1.58	18.67	1.66
Month Ago	18.55	1.44	20.31	1.54
Year Ago	19.37	1.18	23.07	1.21

Nifty 50 Top 3 Gainers

Company	12-Feb	Prev_Day	% Change [#]
Idea Cellular	110	101	8.40
Tata Motors	298	276	7.96
Bharti Airtel	325	309	5.13

Nifty 50 Top 3 Losers

Company	12-Feb	Prev_Day	% Change [#]
BHEL	104	120	-13.14
BPCL	773	818	-5.50
ONGC	193	203	-4.87

Advance Decline Ratio

	BSE	NSE
Advances	851	493
Declines	1730	1076
Unchanged	132	64

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1210	-13380
MF Flows**	504	7613

*12th Feb 2016; **11th Feb 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-0.73% (Dec-15)	-4.59% (Sep-15)	-0.50% (Dec-14)
IIP	-1.3% (Dec-15)	3.8% (Sep-15)	3.6% (Dec-14)
GDP	7.40 (Sep-15)	7.00 (Jun-15)	8.40 (Sep-14)

Global Indices

- Asian markets moved down after taking lower cues from the U.S. and Japanese markets. Also, worries over profitability in the banking sector, volatility in crude oil prices, and concerns over global economic health dampened sentiments. Japanese market was further hit by strengthening of yen. Today, (as on Feb 15) bourses traded higher following increase in Wall Street overnight with China's market set to open after a week long holiday. Both Nikkei Average and Hang Seng traded higher 4.59% and 2.12% respectively (as at 8.00 a.m IST).
- As per the last close, European markets surged after a sharp fall on Thursday. The sharp rise in banking and mining stocks contributed to the upside. Some upbeat eurozone growth data and rise in crude oil prices further boosted investors' sentiments.
- As per the last close, U.S. markets rose sharply following jump in American and European banking stocks along with crude oil prices. Market participants saw value buying after indices had fallen over the past several sessions. S&P 500 and Dow Jones rebounded after falling for the five consecutive days.

Indian Equity Market

- Indian equity market managed to witness gains amid a volatile trading session. Concerns over global economic growth continued to weigh on investor sentiments. Market participants also remained cautious ahead of the retail inflation data for Jan and Index of Industrial Production data for the month of Dec, scheduled post market hours. Buying interest improved towards late trade after European markets commenced the trading session on a positive note.
- Key benchmark indices S&P BSE Sensex and Nifty 50 rose 0.15% and 0.07% to close at 22,986.12 points and 6980.95 points, respectively. However, broader indices bucked the trend as S&P BSE Mid-Cap and S&P BSE Small-Cap slipped 0.78% and 1.21%, respectively.
- The market breadth on BSE was weak with 1,730 scrips declining and 851 scrips advancing. A total of 132 scrips remained unchanged.
- On the BSE sectoral front, majority of the indices closed in the red. S&P BSE Capital Goods was the major laggard, down 3.05%, followed by S&P BSE Oil & Gas and S&P BSE Energy that fell 2.47% and 1.95%. Additionally, S&P BSE Realty and S&P BSE Metal slipped 1.26% and 1.25%, respectively.

Domestic News

- Consumer Price Index (CPI) based inflation rose for the fifth consecutive month to a seven-month high of 5.69% in Jan 2016 from 5.61% in Dec 2015. CPI in the same month of the previous year was at 5.19%. Consequently, Consumer Food Price Index rose to 6.85% in Jan 2016 from 6.40% in Dec 2015 and 6.14% in Jan 2015. Under the food category, prices of pulses and spices increased 43.32% and 10.56%. Fuel inflation stood at 5.32%.
- Index of Industrial Production (IIP) contracted 1.3% for the second consecutive month in Dec compared with a contraction of 3.4% (revised downwards from -3.2%) in Nov. The cumulative industrial output for Apr to Dec 2015 stood at 3.1%. Manufacturing output contracted 2.4% in Dec while mining and electricity output went up 2.9% and 3.2%, respectively.
- The Reserve Bank of India (RBI) has allowed banks to qualify 10% of SLR bonds as Liquidity Coverage Ratio (LCR) from 7% earlier. The move is expected to help banks use an additional Rs 2.8 lakh crore of their resources for lending. RBI Governor iterated the central bank's commitment to clean up and fully provision bank balance sheets by March 2017.
- Andhra Bank's third-quarter net profit slumped 83% to Rs. 34.46 crore, from Rs. 201.71 crore in the year-ago period. Lower income growth and higher provisioning for non-performing assets led to the profit decrease.
- Mahindra & Mahindra reported a 14.13% drop in its third-quarter 2015 net profit, led by slowing tractor sales. Net profit stood at Rs. 807.99 crore, compared with Rs. 942.14 crore in the year-ago quarter.
- NALCO has posted a net profit of Rs. 133 crore in the third quarter ended Dec 2015, down 62% from Rs. 354 crore in the prior year quarter. Weak aluminum prices led to the profit decline.

FII Derivative Trade Statistics	12-Feb		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3380.77	2965.36	11890.03
Index Options	50304.37	49730.36	70279.48
Stock Futures	5064.92	5330.39	47631.52
Stock Options	4252.06	4327.59	2798.49
Total	63002.12	62353.70	132599.52

Derivative Statistics- Nifty Options			
	12-Feb	Prev_Day	Change
Put Call Ratio (OI)	0.78	0.79	-0.01
Put Call Ratio(Vol)	0.72	0.79	-0.07

Debt Watch				
	12-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.62%	6.74%	6.79%	7.76%
CBLO	6.85%	6.33%	6.85%	7.59%
Repo	6.75%	6.75%	6.75%	7.75%
Reverse Repo	5.75%	5.75%	5.75%	6.75%
91 Day T-Bill	7.28%	7.17%	7.19%	8.20%
364 Day T-Bill	7.24%	7.24%	7.20%	8.20%
10 Year Gilt	7.83%	7.82%	7.76%	7.74%
G-Sec Vol. (Rs.Cr)	24503	38496	27920	34942
1 Month CP Rate	8.36%	8.36%	7.40%	8.35%
3 Month CP Rate	8.96%	9.03%	8.05%	9.23%
5 Year Corp Bond	8.35%	8.31%	8.26%	8.37%
1 Month CD Rate	7.34%	7.37%	7.13%	8.00%
3 Month CD Rate	8.16%	8.12%	7.56%	8.93%
1 Year CD Rate	8.18%	8.18%	7.69%	8.87%

Currency Market			
Currency	12-Feb	Prev_Day	Change
USD/INR	68.44	68.02	0.42
GBP/INR	98.98	98.81	0.17
EURO/INR	77.36	76.84	0.52
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Currency	12-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	29.32	30.86	30.42	48.80
Brent Crude(\$/bl)	31.35	31.90	29.24	52.93
Gold(\$/oz)	1238	1173	1087	1219
Gold(Rs./10 gm)	29305	27486	25828	27276

Source: ICRON Research

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Derivatives Market

- Nifty Feb 2016 Futures were at 6,990 points, a premium of 9.05 points, over the spot closing of 6,980.95 points. The turnover on NSE's Futures and Options segment moved up from Rs. 3,65,713.19 on Feb 11 to Rs. 3,65,911.91 on Feb 12.
- The Put-Call ratio stood at 0.71, compared with the previous close of 0.76.
- The Nifty Put-Call ratio stood at 0.78, compared with the previous close of 0.79.
- The open interest on Nifty Futures stood at 23.47 million, compared with the previous session's close of 22.22 million.

Indian Debt Market

- Bond yields edged up marginally, as market participants remained cautious ahead of the consumer inflation data for Jan 2016 due in the after-hours. Volatility in the Indian rupee during the day weighed on bond market.
- Yield on the upcoming 10-year benchmark bond 7.59% GS 2026 closed unchanged at 7.72%. It moved in a range of 7.72% to 7.73% during the session.
- Yield on the current 10-year benchmark bond 7.72% GS 2025 inched up 1 bps to close at 7.83%. It moved in a range of 7.82% to 7.84% during the session.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 17,436 crore (gross), compared with Rs. 21,241 crore borrowed on Feb 11. Sale of securities by RBI under the reverse repo window stood at Rs. 1,011 crore on Feb 11.

Currency Market Update

- The Indian rupee gained slightly against the U.S. dollar, after falling to a multi-year-low level on Feb 11. Reserve Bank of India's intervention and dollar sales by exporters helped the currency. Rupee moved up 0.09% to close at 68.23 from the previous close of 68.29.
- Euro trended down against the U.S. dollar as investors preferred to wait for U.S. economic data (retail sales, import, export, and business inventories) due later during the day. Euro was trading at \$1.1263, down from the previous close of \$1.1321.

Commodity Market Update

- Gold prices slipped during the session, but continued to trade near 1-year high level.
- Brent crude prices witnessed gains as investors took positive cues after the Energy Minister of United Arab Emirates hinted that the OPEC, along with other exporters, could curb production.

International News

- Labor Department reported that weekly jobless claims in the U.S. were much lesser than expected in the week ended Feb 6. First-time jobless claims dropped 16,000 to 269,000, compared with the prior week's unrevised level of 285,000.
- U.S. Federal Reserve's chief negated speculations of any potential interest rate cuts, after increasing it by 0.25% in Dec for the first time since Jun 2006. She also mentioned that the Fed would not adhere to negative interest rate regime like Japan and Europe, unless situation demands.