

Indices Performance

Global Indices	26-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	16,640	16,697	-57	-0.34
Nasdaq	4,590	4,582	8	0.18
FTSE	6,096	6,013	83	1.38
Nikkei	16,188	16,140	48	0.30
Hang Seng	19,364	18,889	475	2.52
Indian Indices	26-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	23,154	22,976	178	0.78
Nifty 50	7,030	6,971	59	0.85
Nifty 100	7,117	7,059	58	0.83
Nifty Bank	13,791	13,556	236	1.74
SGX Nifty	7,051	Closed	NA	NA
S&P BSE Power	1,599	1,586	14	0.87
S&P BSE Small Cap	9,555	9,598	-43	-0.45
S&P BSE HC	15,172	15,220	-48	-0.31

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
26-Feb	16.95	1.56	19.01	1.65
Month Ago	18.17	1.46	20.04	1.56
Year Ago	19.77	1.16	23.22	1.27

Nifty 50 Top 3 Gainers

Company	26-Feb	Prev_Day	% Change [#]
Coal India	311	299	4.02
Hindalco	69	67	3.43
Vedanta	72	70	3.16

Nifty 50 Top 3 Losers

Company	26-Feb	Prev_Day	% Change [#]
Bajaj Auto	2238	2322	-3.61
Hero Moto	2555	2621	-2.52
Lupin	1727	1760	-1.89

Advance Decline Ratio

	BSE	NSE
Advances	1005	586
Declines	1481	926
Unchanged	168	70

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1063	-16064
MF Flows**	210	9993

*26th Feb 2016; **23rd Feb 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-0.90% (Jan-16)	-3.70% (Oct-15)	-0.95% (Jan-15)
IIP	-1.30% (Dec-15)	3.80% (Aug-15)	3.60% (Dec-14)
GDP	7.30 (Dec-15)	7.70 (Sep-15)	6.60 (Dec-14)

Global Indices

- Asian markets moved up after taking cues from the overnight U.S. bourses. Sentiments got further support after the Governor of the Chinese central bank stated to exercise a number of tools to fight downside risks and restrict yuan depreciation. Today, (as on Feb 29) bourses traded mixed with Japan increasing for the third consecutive session as market is expecting a volatile week amid series of economic data. While Nikkei Average traded up 0.39%, Hang Seng was down 0.98% (as at 8.00 am IST).
- As per the last close, European markets increased for the second consecutive day following gains in crude oil prices. Financial stocks extended their gains while energy and resource stocks delivered strong performance.
- As per the last close, U.S. markets fell marginally after moving in a range during the session following release of majorly upbeat U.S. economic data. Although the data reduced worries about the chances of a recession, the reports also led to renewed worries about the interest rates outlook.

Indian Equity Market

- Indian equity market gained after three days of losing streak. Investors turned positive after the Economic Survey report for 2015-16 indicated a road map towards fiscal consolidation, and stability in inflation despite slower economic growth trajectory. Investors also took cues from the other regional peers, those were optimistic over G20 meeting's outcome on the equity markets.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.78% and 0.85% to close at 23,154.30 points and 7,029.75 points, respectively. S&P BSE Mid-Cap also gained 0.30% but S&P BSE Small Cap fell 0.45%.
- On the BSE sectoral front, barring S&P BSE Telecom (-0.68%), S&P BSE Healthcare (-0.31%), S&P BSE Basic Materials (-0.24%), S&P BSE Consumer Discretionary Goods & Services (-0.23%), S&P BSE Consumer Durables (-0.16%), and S&P BSE Auto (-0.08%), all the other sectors closed in the green. S&P BSE Metal (1.66%), S&P BSE Bankex (1.51%), and S&P BSE Realty (1.47%) stood as the major gainers. Banking sector gained after the Reserve Bank of India (RBI) notified certain changes in its strategic debt restructuring (SDR) regulations to reduce the burden of stressed loans.

Domestic News

- According to the Economic Survey for 2015-16, India's Gross Domestic Product (GDP) could grow in the range of 7%-7.75% in FY16-17. It would be the third consecutive year when the growth rate will cross 7%. The survey said that the country still has the potential to grow around 8% to 10% in the long run. To achieve this strong growth rate, India would need to focus more on agriculture, make bigger investments in the healthcare and education spaces, and formulate flexible "exit" policies for unprofitable ventures.
- The economy survey said that the Government could achieve its fiscal deficit target of 3.9% in the current financial year. However, restricting the fiscal deficit to 3.5% in the next fiscal year could be a challenge, given additional expenditure towards 7th Pay Commission and slowing global economy.
- The Employees' Provident Fund Organisation (EPFO) has decided to tighten-up norms for withdrawal of provident fund (PF). Accordingly, the subscribers could withdraw their PF after attaining age of 57. As per the earlier norms, the EPFO subscribers were allowed to claim 90% of their accumulations at the age of 54 years.
- According to the Minister of State for Finance, Government has collected 1,131 kg of gold from 71 depositors valuing Rs. 3,014 crore, under the Gold Monetisation Scheme since launch.
- Ahead of the Union Budget 2016-17, a domestic rating agency said that the central Government can achieve 3.5% fiscal deficit target for 2016-17 from spectrum auction. It added that capital expenditure is still stuck at 1.7% of the GDP and there is a need to increase it to 2%.
- UltraTech Cement has withdrawn a deal with Jaiprakash Associates for acquiring two of its plants in Madhya Pradesh, announced on Dec 2014.
- Kansai Paint has increased its stake in Kansai Nerolac Paints by 2.02% to 71.29%.

FII Derivative Trade Statistics	26-Feb		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4337.09	6772.47	11682.50
Index Options	42385.31	43684.62	40682.82
Stock Futures	11785.73	11317.21	43450.03
Stock Options	1135.36	1083.11	45.17
Total	59643.49	62857.41	95860.52

Derivative Statistics- Nifty Options			
	26-Feb	Prev_Day	Change
Put Call Ratio (OI)	0.82	0.60	0.22
Put Call Ratio(Vol)	0.77	0.94	-0.17

Debt Watch				
	26-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.58%	6.84%	7.04%	7.75%
CBLO	6.85%	6.24%	6.91%	7.57%
Repo	6.75%	6.75%	6.75%	7.75%
Reverse Repo	5.75%	5.75%	5.75%	6.75%
91 Day T-Bill	7.12%	7.31%	7.23%	8.27%
364 Day T-Bill	7.26%	7.28%	7.16%	7.89%
10 Year Gilt	8.00%	7.91%	7.81%	7.74%
G-Sec Vol. (Rs.Cr)	38940	38085	21828	24730
1 Month CP Rate	8.50%	8.39%	7.80%	8.38%
3 Month CP Rate	9.31%	9.02%	8.68%	9.20%
5 Year Corp Bond	8.66%	8.47%	8.24%	8.32%
1 Month CD Rate	7.26%	7.27%	7.26%	8.02%
3 Month CD Rate	8.44%	8.16%	7.81%	8.69%
1 Year CD Rate	8.28%	8.17%	7.80%	8.66%

Currency Market			
Currency	26-Feb	Prev_Day	Change
USD/INR	68.78	68.60	0.18
GBP/INR	96.09	95.57	0.52
EURO/INR	76.04	75.68	0.36
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Currency	26-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	31.65	29.59	30.31	50.25
Brent Crude(\$/bl)	35.91	31.51	29.57	60.42
Gold(\$/oz)	1222	1228	1108	1204
Gold(Rs./10 gm)	29187	28918	26373	26547

Source: ICRON Research

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Derivatives Market

- Nifty Mar 2016 Futures Nifty were at 7,055.15 points, a premium of 25.40 points, over the spot closing of 7,029.75 points. The turnover on NSE's Futures and Options segment moved down from Rs. 5,95,639.78 on Feb 25 to Rs. 1,48,473.23 on Feb 26.
- The Put-Call ratio stood at 0.74, compared with the previous close of 0.92.
- The Nifty Put-Call ratio stood at 0.82, compared with the previous close of 0.60.
- The open interest on Nifty Futures stood at 19.97 million, compared with the previous session's close of 28.50 million.

Indian Debt Market

- Bond yields plunged after rising for four consecutive days. Boost came from the Government's yearly economic survey, which eased concerns for sharp rise in the next financial year's deficit target. The announcement of open market operations (OMO) by the Reserve Bank of India (RBI) further supported buying interests.
- Yield on the upcoming new 10-year benchmark bond 7.59% GS 2026 fell 8 bps to close at 7.78%, compared with the previous close of 7.86%. It moved in a range of 7.76% to 7.85% during the session.
- Yield on the current 10-year benchmark bond 7.72% GS 2025 dropped 8 bps to close at 8.00%, compared with the previous close of 8.08%.
- RBI announced to purchase five Government securities through OMO for an aggregate amount of Rs. 12,000 crore on Mar 03. Five securities include - 8.27%GS 2020, 8.40% GS 2024, 8.60% GS 2028, 8.97% GS 2030, and 8.24% GS 2033.

Currency Market Update

- The Indian rupee moved up against the U.S. dollar following gains in the domestic equity market. Dollar sales by banks and exporters further boosted the domestic currency. Rupee rose 0.13% to close at 68.62 from the previous close of 68.71.
- The euro weakened against the greenback after preliminary data showed that the growth of the U.S. economy accelerated in the fourth quarter of 2015 and was better than market expectations. Euro was trading at \$1.0986, down from the previous close of \$1.1021.

Commodity Market Update

- Gold prices fell as dollar strengthened against euro.
- Brent crude gained for two consecutive sessions. Sentiments improved on reports that OPEC and non-OPEC Oil Ministers could meet next month to resolve the supply glut issue.

International News

- Preliminary data from the Commerce Department showed that the U.S. Gross Domestic Product (GDP) grew 1.0% in the fourth quarter of 2015, after increasing by 0.7% in the previous quarter.
- Commerce Department data showed a rebound in new orders in U.S.' manufactured durable goods in Jan 2016. Durable goods orders grew 4.9% in Jan, compared with Dec 2015's revised 4.6% decline. Jan's reading was better than expectations, mainly driven by higher orders for transportation equipment.
- According to European Commission data, eurozone's economic sentiment dropped to an eight-month low in Feb 2016. The economic sentiment index dropped to 103.8 in Feb from 105.1 in Jan 2016, and was better than expected.