

Indices Performance

Global Indices	25-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	16,697	16,485	212	1.29
Nasdaq	4,582	4,543	40	0.87
FTSE	6,013	5,867	146	2.48
Nikkei	16,140	15,916	225	1.41
Hang Seng	18,889	19,192	-304	-1.58
Indian Indices	25-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	22,976	23,089	-113	-0.49
Nifty 50	6,971	7,019	-48	-0.69
Nifty 100	7,059	7,105	-46	-0.65
Nifty Bank	13,556	13,794	-238	-1.73
SGX Nifty	Closed	7,011	NA	NA
S&P BSE Power	1,586	1,621	-35	-2.19
S&P BSE Small Cap	9,598	9,686	-88	-0.91
S&P BSE HC	15,220	15,204	16	0.10

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
25-Feb	16.82	1.57	18.85	1.66
Month Ago	18.17	1.46	20.04	1.56
Year Ago	19.91	1.15	23.44	1.26

Nifty 50 Top 3 Gainers

Company	25-Feb	Prev_Day	% Change [#]
ONGC	216	209	3.27
Sun Pharma	875	855	2.43
HDFC	1043	1022	2.01

Nifty 50 Top 3 Losers

Company	25-Feb	Prev_Day	% Change [#]
Power Grid	132	140	-5.69
Yes Bank	671	691	-2.92
State Bank of India	152	156	-2.88

Advance Decline Ratio

	BSE	NSE
Advances	869	523
Declines	1596	994
Unchanged	158	76

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-521	-15001
MF Flows**	210	9993

*25th 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' performance was mixed as investors remained cautious ahead of the G20 meeting in Shanghai. However, rise in crude oil prices and weak yen helped sentiments. Today, (as on Feb 26) bourses traded higher with Japan extending gains from its previous session and China recouping some losses from Thursday. Both Nikkei Average and Hang Seng traded up 0.93% and 1.83% respectively (as at 8.00 am IST).
- As per the last close, European markets went up as investors took positive cues after a major banking company raised its dividend and announced a special dividend. Buying interest found additional support from the improvement in German consumer sentiment and U.K. GDP data.
- As per the last close, U.S. markets witnessed gains after a report from Commerce Department showed that durable goods order rose higher than expected in Jan. Rise in global crude oil prices further supported market gains.

Indian Equity Market

- Indian equity market continued with the downward trend with the benchmark indices - Sensex and Nifty falling below 23,000 and 7,000 level, respectively. Investors preferred to be on the sidelines ahead of the Union budget scheduled on Feb 29, and expiry of Feb derivative contracts. The Rail budget failed to cheer the market sentiments.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.49% and 0.69% to close at 22,976.00 points and 6,970.60 points, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap slipped 1.14% and 0.91%, respectively.
- The overall market breadth on BSE was weak with 1,596 scrips declining and 869 scrips advancing. A total of 158 scrips remained unchanged.
- On the BSE sectoral front, barring S&P BSE Metal, S&P BSE Telecom and S&P BSE Healthcare, all the indices closed in the red. S&P BSE Utilities was the major laggard, down by 2.46%, followed by S&P BSE Power (-2.19%) and S&P BSE Realty (-1.95%). Stocks related to Railway activity witnessed a volatile trading.

Domestic News

- Railway Minister, in the Railway Budget, has said that Indian Railways (IR) will borrow Rs. 20,000 crore for capital expenditure during FY16-17. Borrowings will take place through its wholly-owned subsidiaries - Indian Railway Finance Corporation (IRFC) (Rs. 19,760 crore) and Rail Vikas Nigam Ltd (Rs. 240 crore).
- Railway Minister has announced to provide better food quality and extension of e-catering in all stations. This apart, it also announced optional travel insurance for passengers and to expand Wi-Fi facilities. The Minister has also proposed to increase investments in Railways by nearly 250%, which will help in the future development of the country.
- According to Union Railway Minister, IR expects to generate revenue of Rs. 1.85 lakh crore in FY16-17. As per the estimates, IR would be able to save costs worth Rs. 8,720 crore. The Minister has announced capital expenditure of Rs. 1.21 lakh crore for the next financial year. He has identified 44 projects of 5,300 km for implementation, with an investment of over Rs. 92,000 crore.
- According to the MNI monthly survey, India Business Sentiment Indicator improved to 63.5 in Feb 2016 from 61.8 in Jan 2016, mainly due to rise in confidence among manufacturing firms. The index, which indicates current sentiment among BSE-listed companies, improved for the second consecutive month.
- Mahindra Finance, a non-banking financial company (NBFC), which recently received licence from SEBI for mutual fund business, could kick-start its mutual fund unit by Apr 2016, a top company official said.
- India Power Corporation is planning to acquire entire stake held by Engie in Meenakshi Energy, to raise its power generation capacity over 1500 MW by 2017.

FII Derivative Trade Statistics	25-Feb		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	7296.36	7787.62	18911.37
Index Options	57017.29	57085.29	73468.63
Stock Futures	16804.08	16453.40	51726.12
Stock Options	2183.74	2265.98	3723.47
Total	83301.47	83592.29	147829.59

Derivative Statistics- Nifty Options	25-Feb	Prev_Day	Change
Put Call Ratio (OI)	0.60	0.68	-0.08
Put Call Ratio(Vol)	0.94	0.89	0.05

Debt Watch	25-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.67%	6.84%	7.04%	7.58%
CBLO	6.79%	6.24%	6.91%	7.80%
Repo	6.75%	6.75%	6.75%	7.75%
Reverse Repo	5.75%	5.75%	5.75%	6.75%
91 Day T-Bill	7.26%	7.31%	7.23%	8.39%
364 Day T-Bill	7.26%	7.28%	7.16%	8.03%
10 Year Gilt	8.08%	7.91%	7.81%	7.71%
G-Sec Vol. (Rs.Cr)	37633	38085	21828	22179
1 Month CP Rate	8.49%	8.39%	7.80%	8.38%
3 Month CP Rate	9.26%	9.02%	8.68%	9.23%
5 Year Corp Bond	8.65%	8.47%	8.24%	8.32%
1 Month CD Rate	7.25%	7.27%	7.26%	8.04%
3 Month CD Rate	8.33%	8.16%	7.81%	8.72%
1 Year CD Rate	8.22%	8.17%	7.80%	8.67%

Currency Market	25-Feb	Prev_Day	Change
USD/INR	68.60	68.57	0.03
GBP/INR	95.57	95.81	-0.24
EURO/INR	75.68	75.47	0.21
JPY/INR	0.61	0.61	0.00

Commodity Prices	25-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	31.40	30.77	30.31	48.48
Brent Crude(\$/bl)	32.93	33.05	29.57	60.98
Gold(\$/oz)	1234	1232	1108	1200
Gold(Rs./10 gm)	29177	28560	26373	26499

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 Feb 2016 Futures settled at a spot closing of 6,970.60 points. Nifty Mar 2016 Futures were at 7,001.10 points, a premium of 30.50 points, over the spot closing. The turnover on NSE's Futures and Options segment moved up from Rs. 5,34,332.12 on Feb 24 to Rs. 5,95,639.78 on Feb 25.
- The Put-Call ratio stood at 0.92, compared with the previous close of 0.88.
- The Nifty Put-Call ratio stood at 0.60, compared with the previous close of 0.68.
- The open interest on Nifty Futures stood at 28.50 million, compared with the previous session's close of 26.14 million.

Indian Debt Market

- Bond yields went up for the fourth consecutive day as fall in Indian rupee reduced the appetite for Government debt. Rupee weakened to its lowest level since Aug 28, 2013. Yields also increased on concerns of additional money supply due to higher capital expenditure by the railways in FY16-17.
- Yield on the upcoming new 10-year benchmark bond 7.59% GS 2026 rose 3 bps to close at 7.86%, compared with the previous close of 7.83%. It moved in a range of 7.80% to 7.88% during the session.
- Yield on the current 10-year benchmark bond 7.72% GS 2025 increased 6 bps to close at 8.08%, compared with the previous close of 8.02%. It moved in a range of 7.99% to 8.10% during the session.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 15,902 crore (gross), compared with net borrowings of Rs. 20,831 crore on Feb 24. Sale of securities by RBI under the reverse repo window stood at Rs. 2,713 crore on Feb 24.

Currency Market Update

- The Indian rupee fell against the U.S. dollar following weak domestic equity market and dollar demand from the oil importers. However, interventions by the Reserve Bank of India helped to trim some losses. Rupee dropped 0.22% to close at 68.71 from the previous close of 68.56.
- The euro gained against the U.S. dollar defying three consecutive days' fall. Improvement in the U.K.'s GDP and the eurozone's inflation level boosted the common currency. Euro was trading at \$1.1033, up from the previous close of \$1.1011.

Commodity Market Update

- Gold prices moved up as volatility in the global equity markets raised the safe haven appeal of the metal.
- Brent crude prices rose 3.68% after crude oil inventories increased in line with expectations, while inventories of gasoline and distillate fuel fell.

International News

- Data from the Commerce Department revealed unexpected weakness in the U.S. new home sales in Jan 2016. New home sales dropped 9.2% to an annualised rate of 494,000 in Jan, from 544,000 in Dec 2015. Growth rate in Dec was 8.2%. Year over year, new home sales in Jan dropped 5.2%.
- According to Eurostat data, eurozone's inflation level improved in Jan 2016, albeit at a lower than expected pace. Inflation level increased to 0.3% in Jan from Dec 2015's 0.2%. Core inflation, excluding energy, food, alcohol and tobacco inched up to 1.0% in Jan from 0.9% in Dec.
- The Office for National Statistics confirmed that U.K.'s gross domestic product (GDP) grew 0.5% in the fourth quarter ended Dec 2015, in line with expectations. The growth rate was better than 0.4% recorded in the third quarter. For the full year, GDP grew 1.9% YoY.