

Indices Performance

Global Indices	28-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	16,070	15,944	125	0.79
Nasdaq	4,507	4,468	39	0.86
FTSE	5,932	5,990	-59	-0.98
Nikkei	17,041	17,164	-122	-0.71
Hang Seng	19,196	19,052	143	0.75
Indian Indices	28-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	24,470	24,492	-23	-0.09
Nifty 50	7,425	7,438	-13	-0.18
Nifty 100	7,519	7,535	-16	-0.21
Nifty Bank	15,381	15,535	-153	-0.99
SGX Nifty	7,425	7,435	-11	-0.14
S&P BSE Power	1,809	1,801	8	0.43
S&P BSE Small Cap	10,755	10,759	-4	-0.04
S&P BSE HC	15,906	15,804	102	0.65

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
28-Jan	18.08	1.47	19.85	1.56
Month Ago	19.78	1.37	21.43	1.46
Year Ago	20.10	1.14	22.67	1.18

Nifty 50 Top 3 Gainers

Company	28-Jan	Prev_Day	% Change [#]
Vedanta	67	64	5.49
Cairn India	124	119	4.30
Power Grid	144	138	3.94

Nifty 50 Top 3 Losers

Company	28-Jan	Prev_Day	% Change [#]
Idea Cellular	105	110	-4.47
L&T	1075	1108	-3.01
PNB	91	94	-2.51

Advance Decline Ratio

	BSE	NSE
Advances	1230	730
Declines	1328	805
Unchanged	176	68

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-170	-10743
MF Flows**	302	6117

*28th Jan 2016; **27th Jan 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-0.73% (Dec-15)	-4.59% (Sep-15)	-0.50% (Dec-14)
IIP	-3.2% (Nov-15)	6.3% (Aug-15)	5.2% (Nov-14)
GDP	7.40 (Sep-15)	7.00 (Jun-15)	8.40 (Sep-14)

Global Indices

- Most of the Asian markets moved up after the People's Bank of China infused cash into the financial system ahead of the Lunar New Year holiday. Sentiments boosted further on expectations that the Bank of Japan could sanction more stimulus measures in its upcoming policy review. However, Chinese and Japanese markets bucked the trend. Today (As on Jan 29 2016), Asian markets moved in a range ahead of the Bank of Japan policy meeting on Friday. While Nikkei Average was trading lower 0.27%, Hang Seng was up 0.63% (as at 8.00 a.m IST).
- As per the last close, European markets fell on downbeat euro zone economic confidence data in January. Decline in Chinese equity markets further affected market sentiments. However, losses were restricted as crude oil prices recovered on speculation that OPEC may curtail supply.
- As per the last close, the U.S. markets rose following increase in crude oil prices and upbeat December quarter earnings of some big companies. However, gains were restricted on sharp fall in U.S. durable goods in December.

Indian Equity Market

- Indian equity market dropped over concerns that the U.S. may increase interest rates during this year. Expiry of January series of derivative contracts also added to the negative tone of the market.
- Key benchmark indices S&P BSE Sensex and Nifty 50 went down 0.09% and 0.18% to close at 24,469.57 points and 7,424.65 points, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap dropped 0.36% and 0.04%, respectively.
- The overall market breadth on BSE was weak with 1,230 scrips advancing and 1,328 scrips declining. A total of 176 scrips remained unchanged.
- On the BSE sectoral front, most indices closed in the red. S&P BSE Telecom was the worst hit, down 2.41%. Other laggards included S&P BSE Capital Goods (-1.72%), S&P BSE Bankex (-0.91%), S&P BSE Finance (-0.90%), S&P BSE Industrials (-0.86%), and S&P BSE Consumer Durables (-0.82%). S&P BSE FMCG (1.50%), S&P BSE Energy (1.17%), S&P BSE Utilities (0.88%), and S&P BSE Oil & Gas (0.88%) were some of the biggest grossers.

Domestic News

- The Government announced the first list of 20 cities, which included five capital cities, to be developed as Smart Cities. A total investment of Rs 50,802 crore has been proposed for these 20 cities and towns over a five-year period. Out of the total investment, Rs. 38,693 crore will be spent on area development and Rs. 12,109 crore on 56 pan-city solutions. The cities will have basic infrastructure through assured water and power supply, sanitation and solid waste management, efficient urban mobility and public transport, IT connectivity, e-governance and citizen participation.
- According to the Finance Minister, the Government is planning to award a total of 10,000 km of road projects by the end of current fiscal. The minister said the Government has already awarded 6,800 kms of highway projects. He expects the number to go up to 10,000 kms by March.
- According to economic affairs secretary, the Government has received subscription for 2,790 kg gold amounting to Rs. 726 crore under the second tranche of sovereign gold bond scheme. This is three times more than the first tranche of the scheme, which was launched in November and had received a subscription for 915.95 kg of gold worth Rs. 246 crore.
- ICICI Bank reported a 4.4% increase in profit at Rs. 3,018 crore for the quarter ended December 2015. Profit was Rs. 2,889 crore in the same period a year ago.
- Bharti Airtel has posted 22% decline in its net income at Rs. 1,117 crore for the third quarter ended December 2015 as against Rs 1,436 crore in the same quarter of the previous year. This can be attributed to higher interest costs and spectrum payouts.
- Maruti Suzuki posted a 27% year on year increase in net profit at Rs. 1,019 crore for the quarter ended December 2015 owing to higher volume and low material cost.

Mutual Fund

29 January 2016

FII Derivative Trade Statistics	28-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	7469.20	8088.53	19321.25
Index Options	36358.22	35306.41	89786.70
Stock Futures	24293.30	23441.03	53704.29
Stock Options	2200.72	2237.67	4661.66
Total	70321.44	69073.64	167473.90

Derivative Statistics- Nifty Options			
	28-Jan	Prev_Day	Change
Put Call Ratio (OI)	0.82	0.83	-0.01
Put Call Ratio(Vol)	1.02	0.89	0.13

Debt Watch				
	28-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.66%	6.63%	6.80%	7.71%
CBLO	6.85%	6.79%	6.83%	7.84%
Repo	6.75%	6.75%	6.75%	7.75%
Reverse Repo	5.75%	5.75%	5.75%	6.75%
91 Day T-Bill	7.22%	7.25%	7.18%	8.19%
364 Day T-Bill	7.16%	7.17%	7.11%	8.05%
10 Year Gilt	7.80%	7.75%	7.76%	7.71%
G-Sec Vol. (Rs.Cr)	38656	53134	21855	40930
1 Month CP Rate	7.82%	7.71%	7.65%	8.31%
3 Month CP Rate	8.83%	8.49%	7.82%	8.80%
5 Year Corp Bond	8.23%	8.26%	8.35%	8.28%
1 Month CD Rate	7.29%	7.26%	7.41%	8.08%
3 Month CD Rate	7.89%	7.75%	7.39%	8.52%
1 Year CD Rate	7.96%	7.78%	7.70%	8.59%

Currency Market			
Currency	28-Jan	Prev_Day	Change
USD/INR	68.09	67.98	0.11
GBP/INR	97.02	97.51	-0.50
EURO/INR	74.06	73.81	0.25
JPY/INR	0.57	0.57	0.00

Commodity Prices				
Currency	28-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	33.21	29.55	36.36	45.84
Brent Crude(\$/bl)	32.76	27.34	36.46	45.95
Gold(\$/oz)	1115	1101	1069	1292
Gold(Rs./10 gm)	26808	26334	25153	27775

Source: ICRON Research

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Derivatives Market

- Nifty Jan 2016 Futures settled at a spot closing of 7,424.65 points. Nifty Feb 16 was at 7,448.35, a premium of 23.7 points over the spot closing. The turnover on NSE's Futures and Options segment went up from Rs. 4, 22,129.23 on Jan 27 to Rs. 5, 35,153.66 on Jan 28.
- The Put-Call ratio stood at 1.00, compared with the previous close of 0.88.
- The Nifty Put-Call ratio stood at 0.82, compared with the previous close of 0.83.
- The open interest on Nifty Futures stood at 27.96 million, compared with the previous session's close of 27.93 million.

Indian Debt Market

- Bond yields rose following weakness in the domestic currency. Investors also remained cautious ahead of the Reserve Bank of India's (RBI) monetary policy review due next week and weekly debt auction due on Jan 29. Tight liquidity conditions also weighed on the market sentiment.
- Yield on 10-year benchmark bond 7.72% GS 2025 inched up 1 bps to 7.80%, compared with the previous close of 7.79%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 13,508 crore (gross), compared with Rs. 25,018 crore borrowed on Jan 27. Sale of securities by RBI under the reverse repo window stood at Rs. 4,509 crore on Jan 27.
- Banks borrowed Rs. 10 crore under the central bank's Marginal Standing Facility on Jan 27 compared with Rs. 1,850 crore borrowed on Jan 25.

Currency Market Update

- The Indian rupee weakened against the U.S. dollar, marking three consecutive sessions of fall. Foreign fund outflow concerns and higher month-end dollar demand from oil importers continued to be headwinds for the rupee. Rupee fell to 68.23, from the previous close of 68.05.
- Euro was trading marginally higher against the U.S. dollar, after U.S. Federal Reserve kept interest rates unchanged and said it was closely monitoring global economic and financial developments. Euro was trading at \$1.0899, up 0.07% from the previous day's close of 1.0891.

Commodity Market Update

- Gold prices slipped as the U.S. Federal Reserve indicated that it could hike interest rates this year.
- Brent crude prices rose amid the possibility that major oil producers, Russia and OPEC countries, could agree to slash oil production.

International News

- As expected, the Federal Reserve kept the benchmark interest rate unchanged in its recent meeting, citing global slowdown. According to the central bank, falling oil prices and slowing Chinese economy are posing threat to the U.S. economy. The Fed was positive on improving labour market, but remained concerned over the low inflation rate. However, Fed assured to closely monitor global economic and financial developments.
- People's Bank of China infused 340 billion yuan (\$52 billion) into the financial system. This is the second injection in three days to meet surging demand for funds ahead of the Lunar New Year holiday. The bank had put in 440 billion yuan (\$67 billion) into the system through regular open market operations on January 26, which was the biggest infusion in three years.