

Indices Performance

Global Indices	21-Jul	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,517	18,595	-78	-0.42
Nasdaq	5,074	5,090	-16	-0.31
FTSE	6,700	6,729	-29	-0.43
Nikkei	16,810	16,682	128	0.77
Hang Seng	22,000	21,882	118	0.54
Indian Indices	21-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	27,711	27,916	-205	-0.74
Nifty 50	8,510	8,566	-56	-0.65
Nifty 100	8,681	8,727	-46	-0.53
Nifty Bank	18,674	18,968	-294	-1.55
SGX Nifty	8,540	8,574	-34	-0.39
S&P BSE Power	2,008	2,051	-43	-2.10
S&P BSE Small Cap	12,010	12,027	-17	-0.14
S&P BSE HC	16,318	16,450	-132	-0.80

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
21-Jul	20.24	1.41	23.34	1.22
Month Ago	19.50	1.47	22.56	1.27
Year Ago	22.62	1.30	23.68	1.43

Nifty 50 Top 3 Gainers

Company	21-Jul	Prev_Day	% Change [#]
ACC	1708	1632	4.68
Ultratech Cem	3639	3560	2.21
IndusInd Bank	1137	1119	1.62

Nifty 50 Top 3 Losers

Company	21-Jul	Prev_Day	% Change [#]
Axis Bank	538	558	-3.62
Power Grid	163	168	-3.47
Bank of Baroda	152	158	-3.36

Advance Decline Ratio

	BSE	NSE
Advances	1041	585
Declines	1646	1018
Unchanged	182	68

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	483	26811
MF Flows**	428	10075

*21st Jul 2016; **20th Jul 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	1.20% (Jun-16)	-0.45% (Mar-16)	-2.13% (Jun-15)
IIP	1.20% (May-16)	1.90% (Feb-16)	2.0% (May-15)
GDP	7.90 (Mar-16)	7.20 (Dec-15)	6.70 (Mar-15)

Global Indices

- Major Asian markets traded higher as improved oil prices and positive cues from the overnight U.S. market boosted sentiment. Today (As on Jul 22), Asian market opened lower due to weakness in the U.S. market following decline in crude oil prices. Both Nikkei Average and Hang Seng traded down 0.96% and 0.50%, respectively (as at 8.00 a.m IST).
- As per the last close, European market closed mixed after ECB kept rates unchanged in its first policy session after "Brexit" as it preferred to wait for more data to ascertain the impact of exit of Britain from the EU. However, the central bank added that interest rates would remain at present or lower levels for an extended period of time. Travel stocks also remained under pressure amid geopolitical concerns and terrorist attacks in Europe which weighed on the bourses.
- As per the last close, U.S. market closed in negative territory following decline in crude oil prices that weighed on investor's sentiments. Slowdown in the revenue growth for the quarter ended Jun of a semiconductor giant also added to the losses. Investors are also awaiting Fed's next meeting which is due next week.

Indian Equity Market

- Indian equity market slipped as two banking sector heavyweights reported worse than expected earnings. Uncertainty over the approval of the Goods & Service Tax Bill in the monsoon session of the parliament also kept investors on the sidelines.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.74% and 0.65% to close at 27,710.52 points and 8,510.10 points, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap went down 0.19% and 0.14%, respectively.
- The overall market breadth on BSE was weak with 1,646 scrips declining and 1,041 scrips advancing. A total of 182 scrips remained unchanged.
- On the BSE sectoral front, majority of the indices closed in the red. S&P BSE Power was the major laggard, down 2.10%, followed by S&P BSE Utilities and S&P BSE Bankex, which slipped 1.73% and 1.70%, respectively. S&P BSE Finance and S&P BSE Capital Goods slipped 1.02% and 1.01%, respectively. Meanwhile, S&P BSE Telecom was the top gainer, up 0.17%, followed by S&P BSE FMCG and S&P BSE Basic Materials, which went up 0.16% and 0.12%, respectively.

Domestic News

- Latest data from the Ministry of Finance showed that the state-run banks were able to recover only Rs. 3,498 crore in FY16 from over 8,000 wilful defaulters who owed a significant amount of Rs. 76,885 crore. The data further showed that there were 7,000 wilful defaulters in FY15 who owed Rs. 59,656 crore compared with Rs. 45,731 crore from 6,336 defaulters in the previous fiscal.
- According to a major credit rating agency, the decision by the government to infuse Rs. 22,915 crore in the state-owned banks will be credit positive. However, the rating agency added that the size of capital infusion is inadequate as the Tier 1 capital requirements are in the range of Rs. 40,000-50,000 crore for FY17, which is higher than government's current allocation.
- According to the commerce and industry minister, foreign direct investment during the period from Oct 2014 and May 2016 grew 46% to \$61.58 billion following the launch of 'Make in India' program. The program was launched to promote India as a major investment destination and a global hub for manufacturing, design, and innovation.
- According to the government, the direct benefit transfer scheme helped in saving Rs. 21,000 crore in LPG subsidy in two years. The savings came on the back of elimination of fake/ duplicate/ ghost cooking gas LPG connection and direct transfer of subsidy to user bank accounts.
- HDFC Bank has reported a net profit of Rs. 3,239 crore in the quarter ended Jun 2016, up 20% from Rs. 2,696 crore a year earlier.
- Kotak Mahindra's standalone net profit for the Jun quarter witnessed a four-fold jump. The net profit in the quarter was Rs. 740 crore compared with Rs. 190 crore in the prior year quarter.
- Federal Bank has signed an agreement with Reliance Jio Money for one-click payment service.

FII Derivative Trade Statistics		21-Jul	
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1301.38	1254.99	21718.33
Index Options	22192.05	22390.71	67760.93
Stock Futures	4764.75	5639.28	54903.91
Stock Options	3956.86	3956.86	7090.80
Total	32215.04	33241.84	151473.97

Derivative Statistics- Nifty Options			
	21-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.03	1.09	-0.06
Put Call Ratio(Vol)	1.08	1.11	-0.03

Debt Watch				
	21-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.34%	6.34%	6.28%	6.84%
CBLO	6.48%	6.36%	6.24%	7.21%
Repo	6.50%	6.50%	6.50%	7.25%
Reverse Repo	6.00%	6.00%	6.00%	6.25%
91 Day T-Bill	6.53%	6.51%	6.60%	7.35%
364 Day T-Bill	6.60%	6.73%	6.85%	7.52%
10 Year Gilt	7.26%	7.29%	7.50%	7.84%
G-Sec Vol. (Rs.Cr)	89268	105701	47521	17436
1 Month CP Rate	7.04%	7.06%	7.60%	7.68%
3 Month CP Rate	7.29%	7.43%	7.84%	7.98%
5 Year Corp Bond	7.79%	7.89%	8.11%	8.53%
1 Month CD Rate	6.49%	6.49%	6.88%	7.42%
3 Month CD Rate	6.67%	6.68%	6.87%	7.66%
1 Year CD Rate	7.27%	7.31%	7.49%	7.99%

Currency Market			
Currency	21-Jul	Prev_Day	Change
USD/INR	67.20	67.17	0.03
GBP/INR	88.98	88.04	0.94
EURO/INR	74.15	73.99	0.16
JPY/INR	0.63	0.63	-0.01

Commodity Prices				
Currency	21-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	43.96	45.64	48.95	50.59
Brent Crude(\$/bl)	45.10	45.61	47.58	55.69
Gold(\$/oz)	1331	1335	1268	1101
Gold(Rs./10 gm)	30699	30753	29952	25059

Source: ICRON Research

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Derivatives Market

- Nifty Jul 2016 Futures were at 8,519.75 points, a premium of 9.65 points, over the spot closing of 8,510.10 points. The turnover on NSE's Futures and Options segment went up from Rs. 2,71,509.53 crore on Jul 20 to Rs. 4,78,900.72 crore on Jul 21.
- The Put-Call ratio stood at 0.85, compared with the previous session's close of 0.98.
- The Nifty Put-Call stood at 1.03, compared with the previous session's close of 1.09.
- The open interest on Nifty Futures stood at 26.77 million, compared with the previous session's close of 26.96 million.

Indian Debt Market

- Bond yields fell for the third consecutive day as market participants continued to buy government debt on expectations that the Reserve bank of India (RBI) will lower interest rates during the year.
- The yield on 10-year benchmark bond (7.59% GS 2026) eased 1 bps to close at 7.26% from the previous close of 7.27%. During the session, bond yields moved in the region of 7.26% to 7.28%.
- As per Scheduled Bank's Statement of Position in India for Jul 8, bank deposit and bank credit grew 9.53% and 9.79% YoY, respectively.
- As per the revised Liquidity Management Framework, RBI will conduct regular 14-day variable rate term repo auctions four times during a reporting fortnight. Accordingly, term repo auctions will be conducted on Jul 22, Jul 26, Jul 29, and Aug 2 for notified amounts of Rs. 19,500 crore, Rs. 18,500 crore, Rs. 18,500 crore, and Rs. 18,500 crore, respectively.

Currency Market Update

- The Indian rupee rose marginally against the U.S. dollar due to selling of greenback by exporters. The rupee rose 0.04% to close at 67.17 per dollar from the previous close of 67.20.
- Euro was almost steady against the greenback as investors remained on the sidelines and awaited the outcome of the European Central Bank monetary policy review due later in the day. Euro was trading up 0.06% at \$1.1020 compared with the previous close of \$1.1013.

Commodity Market Update

- Gold prices grew because the U.S. dollar went down ahead of a ECB policy meeting scheduled for later in the day.
- Brent crude prices slipped amid renewed concerns over global supply glut.

International News

- Report released by the Labor Department showed that U.S. jobless stood at 253,000 in the week ended Jul 16, down 1,000 from the previous week's unrevised level of 254,000.
- The European Central Bank kept its benchmark interest rate unchanged at zero percent in the third consecutive meeting. The deposit rate was at -0.40%, while marginal lending facility rate was maintained at 0.25%. Euro area policymakers wait for more data to evaluate the impact of the Brexit event.
- As per the report of the Office for National Statistics, U.K. public sector net borrowing declined GBP 2.2 billion from the previous year in Jun 2016. Data also showed that public sector net debt amounted to 84% of GDP at GBP 1,620.7 billion.