

Indices Performance

Global Indices	28-Jul	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,456	18,472	-16	-0.09
Nasdaq	5,155	5,140	15	0.30
FTSE	6,721	6,750	-29	-0.44
Nikkei	16,477	16,665	-188	-1.13
Hang Seng	22,174	22,219	-45	-0.20
Indian Indices	28-Jul	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	28,209	28,024	184	0.66
Nifty 50	8,666	8,616	51	0.59
Nifty 100	8,861	8,812	49	0.55
Nifty Bank	19,077	19,022	55	0.29
SGX Nifty	8,667	8,615	52	0.60
S&P BSE Power	2,073	2,061	12	0.56
S&P BSE Small Cap	12,282	12,209	73	0.60
S&P BSE HC	16,183	16,117	66	0.41

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
28-Jul	20.66	1.38	23.69	1.26
Month Ago	19.18	1.49	22.31	1.28
Year Ago	21.93	1.33	23.02	1.46

Nifty 50 Top 3 Gainers

Company	28-Jul	Prev_Day	% Change [#]
Asian Paints	1128	1062	6.23
Bharti Infratel	400	381	5.11
Maruti	4764	4558	4.51

Nifty 50 Top 3 Losers

Company	28-Jul	Prev_Day	% Change [#]
Tech Mahindra	486	504	-3.71
Tata Steel	350	363	-3.64
Auro Pharma	779	795	-1.93

Advance Decline Ratio

	BSE	NSE
Advances	1474	893
Declines	1185	704
Unchanged	219	71

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	475	29768
MF Flows**	-348	9675

*28th Jul 2016; **26th 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

- Most of the Asian bourses closed in the red as investors preferred to be on the sidelines ahead of the policy review outcome of the Bank of Japan. Strong yen and lower crude oil prices also weighed on sentiment. However, Chinese market bucked the trend of most of the other regional peers. As on (Jul 29), Asian markets opened mixed ahead of the corporate earnings to be announced today and the outcome of the Bank of Japan's two-day policy meeting. Both Nikkie Average and Hang Seng traded down 0.42% and 0.74% respectively (as at 8.00 a.m IST).
- As per the last close, European stocks closed in red as investor's preferred to cash in the recent gains following the series of better than expected corporate earning numbers.
- As per the last close, U.S. stocks closed mixed following corporate quarterly earnings results and fall in oil prices. On the economic front, U.S. initial jobless claims increased by 14,000 to 266,000, from the previous week revised level of 252,000. The U.S. advance June goods trade deficit stood at \$63.3 billion, up from \$61.1 billion in May.

Indian Equity Market

- Indian equity market closed on a positive note as the benchmark indices ended higher after the expiry of Jul F&O derivative contracts, while the India Meteorological Department (IMD) continued to forecast that 2016 will have an 'above normal' monsoon, based on the rainfall till date. The market also hoped that the GST Bill will get passed in the ongoing monsoon session of the Parliament.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.66% and 0.59% to close at 28,208.62 points and 8,666.30 points, respectively. S&P BSE MidCap and S&P BSE SmallCap went up 0.62% and 0.60%, respectively.
- The overall market breadth on BSE was positive with 1,474 scrips advancing and 1,185 scrips declining. A total of 219 scrips remained unchanged.
- On the BSE sectoral front, most of the indices closed in the green. S&P BSE Consumer Durables, up 2.30%, was the top gainer, followed by S&P BSE FMCG (1.50%), S&P BSE Consumer Discretionary Goods & Services (1.49%), and S&P BSE Realty (0.95%). S&P BSE Capital Goods was the biggest loser of the day, down 0.84%.

Domestic News

- According to a report by the International Monetary Fund (IMF), Indian government should continue its fiscal consolidation including approval of Goods and Services Tax (GST) Bill and further subsidy reforms to reduce external vulnerabilities and improve investment prospects. The report added that easing domestic supply bottlenecks would also improve exports and investment prospects for the economy.
- Union cabinet approved increase of individual foreign investors' stake in Indian stock exchanges from 5% to 15%. Cabinet also cleared a proposal to allow foreign portfolio investors to acquire shares through initial allotment in stock exchanges. Presently, on an aggregate basis, foreign investors can hold up to 49% stake in any stock or commodity exchange.
- Government has asked all the states to provide uninterrupted power at a fixed rate for a fixed period to attract investments because the country was producing sufficient power. Energy shortage in India was trimmed to 2.1% in FY16, the lowest in last two decades. Shortfall dropped to 0.9% in the quarter ended Jun.
- Benami Transactions (Prohibition) Amendment Bill 2016 was passed in the Lok Sabha after it was introduced in May 2015. After the law is enacted, government can initiate steps to establish machinery for enforcement of this anti-black money law.
- Yes Bank disclosed that it has received an in-principle approval from the capital markets regulator Securities and Exchange Board of India (SEBI) to sponsor a mutual fund and to set up an asset management company and a trustee company. The bank also informed that it has already identified senior leadership and technology architecture to establish this business, and will commence operations within 12 months.

FII Derivative Trade Statistics		28-Jul		
(Rs Cr)	Buy	Sell	Open Int.	
Index Futures	6851.74	6768.46	30861.38	
Index Options	61176.25	60033.79	71900.18	
Stock Futures	23447.29	23660.50	59615.18	
Stock Options	7903.80	8008.33	7907.03	
Total	99379.08	98471.08	170283.77	

Derivative Statistics- Nifty Options			
	28-Jul	Prev_Day	Change
Put Call Ratio (OI)	1.24	1.07	0.17
Put Call Ratio(Vol)	1.05	0.96	0.09

Debt Watch				
	28-Jul	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.35%	6.34%	6.27%	7.06%
CBLO	6.52%	6.48%	6.26%	7.18%
Repo	6.50%	6.50%	6.50%	7.25%
Reverse Repo	6.00%	6.00%	6.00%	6.25%
91 Day T-Bill	6.55%	6.53%	6.70%	7.34%
364 Day T-Bill	6.66%	6.60%	6.86%	7.59%
10 Year Gilt	7.19%	7.26%	7.45%	7.81%
G-Sec Vol. (Rs.Cr)	148393	89268	70133	39413
1 Month CP Rate	7.03%	7.04%	7.58%	7.56%
3 Month CP Rate	7.25%	7.29%	7.79%	7.93%
5 Year Corp Bond	7.65%	7.79%	8.08%	8.48%
1 Month CD Rate	6.50%	6.49%	6.82%	7.37%
3 Month CD Rate	6.61%	6.67%	6.84%	7.59%
1 Year CD Rate	7.24%	7.27%	7.46%	7.97%

Currency Market			
Currency	28-Jul	Prev_Day	Change
USD/INR	67.06	67.24	-0.18
GBP/INR	88.43	88.30	0.12
EURO/INR	74.36	73.89	0.48
JPY/INR	0.64	0.64	0.01

Commodity Prices				
Commodity	28-Jul	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	41.13	43.96	47.93	47.97
Brent Crude(\$/bl)	41.47	45.10	45.74	55.30
Gold(\$/oz)	1335	1331	1312	1095
Gold(Rs./10 gm)	31025	30699	30698	24800

Source: ICRON Research

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Derivatives Market

- Nifty Jul 2016 Futures settled at spot closing of 8,666.30 points. Nifty Aug 2016 Futures were at 8701.90 points, a premium of 35.60 points, over the spot closing. The turnover on NSE's Futures and Options segment went up from Rs. 6,86,228.84 crore on Jul 27 to Rs. 7,59,928.88 crore on Jul 28.
- The Put-Call ratio stood at 0.99, compared with the previous session's close of 0.91.
- The Nifty Put-Call stood at 1.24, compared with the previous session's close of 1.07.
- The open interest on Nifty Futures stood at 37.08 million, compared with the previous session's close of 36.51 million.

Indian Debt Market

- Bond yields plunged after the U.S. Federal Reserve kept the interest rate unchanged, which triggered debt buying by the investors. Investor sentiment got a boost after India's federal cabinet approved some key revisions to a constitutional amendment bill for the proposed Goods and Services Tax bill.
- The yield on 10-year benchmark bond (7.59% GS 2026) fell 6 bps to close at 7.19% from the previous close of 7.25%. During the session, bond yields moved in the region of 7.18% to 7.24%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 9,680 crore (gross), compared with gross borrowing of Rs. 5,380 crore on Jul 27. Sale of securities under the Reserve Bank of India (RBI)'s reverse repo window stood at Rs. 2,067 crore on Jul 27.
- Banks borrowed Rs. 50 crore under the RBI's Marginal Standing Facility on Jul 27, while borrowings on Jul 26 stood at Rs. 44 crore.

Currency Market Update

- The Indian rupee went up for the third consecutive day against the U.S. dollar following Asian counterparts. Greenback weakened globally as the U.S. Federal Reserve did not indicate any immediate increase in interest rates. The rupee increased 0.15% to close at 67.04 per dollar from the previous close of 67.14.
- Euro gained against the U.S. dollar after downbeat U.S. jobless claims data. The U.S. Federal Reserve's decision to keep rates steady in its policy meeting on Jul 27 continued to affect the greenback. Euro was trading at \$1.1093 compared with the previous close of \$1.1055.

Commodity Market Update

- Gold prices went up after the U.S. Federal Reserve held off indications of a further interest rate hike later this year at the fiscal policy meeting.
- Brent crude prices dropped following a sudden formation of 1.7 million barrels in the U.S. crude oil inventories.

International News

- According to the Labor Department, U.S. initial jobless claims increased more than expected in the week ended Jul 23. Claims stood at 266,000, up 14,000 from the previous week's downwardly revised level of 252,000.
- U.S. Federal Reserve has kept its interest rate unchanged in its two-day policy meeting. The U.S. Fed's statement further indicated that the labour market has strengthened and economic activity has been expanding at a moderate rate, suggesting that near-term risks to the economic outlook have diminished.
- According to the report of National Association of Realtors, U.S. pending home sales index moved up 0.2% to 111.0 in Jun 2016 after declining 3.7% to 110.8 in May 2016.