

Indices Performance

Global Indices	03-Jun	Prev_Day	Abs. Change	% Change [#]
Dow Jones	17,807	17,839	-32	-0.18
Nasdaq	4,943	4,971	-29	-0.58
FTSE	6,210	6,186	24	0.39
Nikkei	16,642	16,563	80	0.48
Hang Seng	20,947	20,859	88	0.42
Indian Indices	03-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	26,843	26,843	0	0.00
Nifty 50	8,221	8,219	2	0.02
Nifty 100	8,316	8,314	2	0.02
Nifty Bank	17,681	17,568	113	0.64
SGX Nifty	8,242	8,221	22	0.26
S&P BSE Power	1,878	1,869	8	0.44
S&P BSE Small Cap	11,149	11,196	-47	-0.42
S&P BSE HC	15,057	15,168	-111	-0.73

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Jun	19.62	1.45	22.77	1.31
Month Ago	19.14	1.51	21.08	1.39
Year Ago	19.32	1.41	22.41	1.45

Nifty 50 Top 3 Gainers

Company	03-Jun	Prev_Day	% Change [#]
Axis Bank	543	524	3.49
Kotak Bank	769	746	3.08
Tata Power	74	72	2.28

Nifty 50 Top 3 Losers

Company	03-Jun	Prev_Day	% Change [#]
Idea Cellular	105	119	-11.05
Bharti Airtel	358	366	-2.20
SBI	197	201	-1.97

Advance Decline Ratio

	BSE	NSE
Advances	1077	670
Declines	1555	891
Unchanged	168	70

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	603	16420
MF Flows**	-204	8620

*3rd Jun 2016; **2nd Jun 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	0.34% (Apr-16)	-1.07% (Jan-16)	-2.43% (Apr-15)
IIP	0.10% (Mar-16)	-1.50% (Dec-15)	2.50% (Mar-15)
GDP	7.90 (Mar-16)	7.20 (Dec-15)	6.70 (Mar-15)

Global Indices

- Asian markets moved up after taking positive cues from overnight U.S. market. Market got support after payroll processor ADP's report showed that May private sector employment data in the U.S. came in line with expectations. Today (As on Jun 06), Asian market opened mixed following disappointing data on U.S. monthly jobs report for May. Also, increase in yen had a negative impact on Japanese market. Both Nikkei Average and Hang Seng traded down 1.26% and 0.25%, respectively (as at 8.00 a.m IST).
- As per the last close, European market closed lower due to disappointing U.S. monthly jobs report for May. The data led to increase in euro which in turn led to decline of shares for European exporters. Also, increase in crude oil prices weighed on investor's sentiments.
- As per the last close, U.S. market closed lower following much weaker than expected monthly jobs report for May 2016. Also, a slowdown in service sector growth for May weighed on the market sentiments.

Indian Equity Market

- Indian equity markets closed flat as investors awaited U.S. nonfarm payroll data scheduled later during the day, which may provide additional cues on Fed's stance on interest rate hike. Buying interest was dampened as final reading of a private survey showed slowdown in the growth of the domestic service sector in May. Market participants also remained cautious ahead of Reserve Bank of India's monetary policy review meeting scheduled on Jun 7.
- Key benchmark index S&P BSE Sensex remained almost unchanged at 26843.03 points, and Nifty 50 too closed flat at 8220.80 points. S&P BSE Mid-Cap and S&P BSE Small-Cap slipped 0.11% and 0.42%, respectively.
- On the BSE sectoral front, the indices closed on a mixed note. S&P BSE Telecom was the major laggard, down 2.64%, followed by S&P BSE Consumer Durables and S&P BSE Realty, which slipped 1.75% and 1.14%, respectively. S&P BSE Bankex was the top gainer, up 0.82%, followed by S&P BSE Auto and S&P BSE Power, which went up 0.45% and 0.44%, respectively.

Domestic News

- Results of a private survey showed that the Nikkei/Market Services Purchasing Managers' Index (PMI) fell to 51.0 in May 2016 from Apr 2016's 53.7. The seasonally adjusted Nikkei India Composite PMI Output Index also came down to a six-month low of 50.9 in May, from 52.8 in Apr. The decline came following a slowdown in new orders.
- Capital market regulator Securities and Exchange Board of India (SEBI) is planning to relax start-up listing norms by next month. The objective of the move is to make the start-up listing platform more attractive and help the start up enterprises to raise funds. The platform will also provide easy exit options for angel investors, as well as domestic and foreign venture capital funds and private equity players.
- SEBI has proposed easing of norms for Infrastructure Investment Trusts (InvITs) by reducing its mandatory sponsor holding to 10% from the current 25%. The capital market regulator has also proposed to allow InvITs to invest in two-level SPV (special purpose vehicle). InvITs is an investment vehicle which helps promoters to monetise completed assets and makes it easier for them to raise funds for infrastructure projects.
- A major credit rating agency expects the auto industry to grow by up to 10% in the current fiscal. The rating agency hopes that growth would come on the back of sales growth in passenger vehicles and motorcycle segments. The rating agency opined that implementation of the 7th Pay Commission norms will provide support to urban/semi-urban demand while an above-average monsoon will boost rural demand.
- Mining company NMDC is likely to consider buyback of fully paid-up equity shares of face value of Rs. 1 each in its upcoming board meeting on Jun 7. This is because government, which owns 80% in the mining company, is planning to sell 10% of its stake through an offer for sale.

FII Derivative Trade Statistics	03-Jun		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1528.41	1687.48	17710.56
Index Options	21544.32	21461.53	56258.02
Stock Futures	4808.37	4725.21	52965.59
Stock Options	2321.64	2326.07	3552.63
Total	30202.74	30200.29	130486.80

Derivative Statistics- Nifty Options	03-Jun	Prev_Day	Change
Put Call Ratio (OI)	1.05	1.05	0.00
Put Call Ratio(Vol)	1.07	1.05	0.02

Debt Watch	03-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.28%	6.39%	6.40%	7.00%
CBLO	6.37%	5.64%	6.50%	6.93%
Repo	6.50%	6.50%	6.50%	7.25%
Reverse Repo	6.00%	6.00%	6.00%	6.25%
91 Day T-Bill	6.78%	6.78%	6.82%	7.64%
364 Day T-Bill	6.89%	6.90%	6.87%	7.65%
10 Year Gilt	7.49%	7.47%	7.44%	7.74%
G-Sec Vol. (Rs.Cr)	33331	34736	32559	35711
1 Month CP Rate	7.75%	7.73%	7.86%	8.06%
3 Month CP Rate	7.99%	7.98%	8.16%	8.20%
5 Year Corp Bond	8.11%	8.09%	8.06%	8.51%
1 Month CD Rate	7.08%	6.93%	7.14%	7.83%
3 Month CD Rate	7.15%	7.18%	7.36%	7.88%
1 Year CD Rate	7.51%	7.47%	7.45%	8.20%

Currency Market	03-Jun	Prev_Day	Change
USD/INR	67.24	67.25	-0.01
GBP/INR	96.90	97.05	-0.14
EURO/INR	74.99	75.30	-0.31
JPY/INR	0.62	0.62	0.00

Commodity Prices	03-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	48.69	49.36	43.65	59.67
Brent Crude(\$/bl)	48.20	49.29	42.74	62.33
Gold(\$/oz)	1244	1212	1286	1185
Gold(Rs./10 gm)	28616	28802	30149	26883

Source: ICRON Research

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Derivatives Market

- Nifty Jun 2016 Futures were at 8,238.90 points, a premium of 18.10 points, over the spot closing of 8,220.80. The turnover on NSE's Futures and Options segment moved down from Rs. 2,30,050.98 crore on Jun 2 to Rs. 1,51,404.05 crore on Jun 3.
- The Put-Call ratio stood at 0.95, compared with the previous session's close of 0.90.
- The Nifty Put-Call ratio remained unchanged, compared with previous session, at 1.05.
- The open interest on Nifty Futures stood at 22.96 million, compared with the previous session's close of 23.13 million.

Indian Debt Market

- Bonds yields ended unchanged as investors remained on the sidelines ahead of the U.S. monthly jobs data, which might provide hint on U.S. Federal Reserve's action on interest rate.
- Yield on 10-year benchmark bond (7.59% GS 2026) closed unchanged at 7.49% for second consecutive day. During the session, bond yields traded in the region of 7.48% to 7.50%.
- Reserve Bank of India (RBI) conducted the auction of four government securities namely 7.68% Government Stock (GS) 2023, 7.59% GS 2026, 7.73% GS 2034, and 8.13% GS 2045 for a notified amount of Rs. 15,000 crore. The cut-off rates for the securities stood at Rs. 100.38 (7.61%), Rs. 100.62 (7.50%), Rs. 99.65 (7.77%), and Rs. 103.34 (7.84%), respectively.
- Banks borrowed Rs. 85 crore under the central bank's Marginal Standing Facility window on Jun 2 compared with Rs. 75 crore on Jun 1.

Currency Market Update

- The rupee rose marginally against the U.S. dollar following selling of the greenback by exporters and intervention by central bank through state-run banks. The rupee gained 0.06% to close at 67.25 per dollar from the previous close of 67.29.
- The euro surged against the greenback after U.S. jobs data for May 2016 came well below market expectations. U.S. jobs data showed that non-farm payroll employment increased at the slowest rate in over five years in May. Euro was trading at \$1.1328 up 1.61% compared with the previous close of \$1.1149.

Commodity Market Update

- Gold prices gained ahead of key U.S. payrolls data expected to release on Jun 3.
- Brent crude prices went up due to supply disruptions in Nigeria and Venezuela.

International News

- Data from the U.S. Labour Department showed that non-farm payroll employment inched up by just 38,000 jobs in May. The job gains in March and Apr were also downwardly revised to 186,000 and 123,000, respectively. May thus reflected the smallest increase in employment since September of 2010. However, the unemployment rate fell to 4.7% in May from 5.0% in Apr.
- According to a report released by ADP, U.S. private sector added 173,000 jobs in May 2016 compared with an upwardly revised addition of 166,000 jobs in Apr 2016. Service providing employment increased by 43,000 jobs, while goods producing employment decreased by 1,000 jobs in May.