

Indices Performance

Global Indices	29-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	16,517	16,640	-123	-0.74
Nasdaq	4,558	4,590	-33	-0.71
FTSE	6,097	6,096	1	0.02
Nikkei	16,027	16,188	-162	-1.00
Hang Seng	19,112	19,364	-252	-1.30
Indian Indices	29-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	23,002	23,154	-152	-0.66
Nifty 50	6,987	7,030	-43	-0.61
Nifty 100	7,084	7,117	-33	-0.47
Nifty Bank	13,946	13,791	155	1.12
SGX Nifty	7,026	7,051	-25	-0.35
S&P BSE Power	1,582	1,599	-17	-1.06
S&P BSE Small Cap	9,548	9,555	-7	-0.07
S&P BSE HC	15,208	15,172	36	0.23

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
29-Feb	16.91	1.56	18.90	1.66
Month Ago	18.41	1.44	20.22	1.53
Year Ago	20.12	1.14	23.65	1.24

Nifty 50 Top 3 Gainers

Company	29-Feb	Prev_Day	% Change [#]
ICICI Bank	190	185	2.84
Kotak Bank	630	616	2.38
SBI	159	156	1.83

Nifty 50 Top 3 Losers

Company	29-Feb	Prev_Day	% Change [#]
ONGC	194	216	-10.16
Maruti	3237	3409	-5.07
Cairn India	118	124	-4.73

Advance Decline Ratio

	BSE	NSE
Advances	1058	640
Declines	1430	872
Unchanged	152	74

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-584	-16648
MF Flows**	709	11086

*29th Feb 2016; **25th 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

- Most of the Asian markets closed in red after taking lower cues from the mainland Chinese market. Outcome of G20 meeting also failed to cheer the investors as the policymakers did not announce any coordinated action plan to support global growth. Today, (as on Mar 01) bourses traded mixed with Japan declining following range bound movement in Chinese markets. While Nikkei Average traded down 1.03%, Hang Seng was up 0.65% (as at 8.00 am IST).
- As per the last close, European markets fell initially after the G20 meeting disappointed investors as no coordinated action was taken to spur global growth. Fall in Chinese markets further lead to a muted performance. However, most of the European indices closed in green after the People's Bank of China lowered banks' reserve ratio requirement to support slowing economic growth.
- As per the last close, U.S. markets fell on renewed concerns of a U.S. economic slowdown. Pending home sales in Jan showed an unexpected fall while the MNI indicators showed, Chicago-area business activity surprisingly contracted in Feb.

Indian Equity Market

- Indian equity market dropped as weakness in the global market overshadowed the Union Budget even though it focused on growth and higher provisions for the rural sector.
- Key benchmark indices S&P BSE Sensex and Nifty 50 went down 0.66% and 0.61% to close at 23,002.00 points and 6,987.05 points, respectively. S&P BSE Mid-Cap went up 0.03%, while S&P BSE Small-Cap dropped 0.07%.
- The overall market breadth on BSE was weak with 1,058 scrips advancing and 1,430 scrips declining. A total of 152 scrips remained unchanged.
- On the BSE sectoral front, most indices closed in the red. S&P BSE IT was the biggest loser, going down 2.11%, followed by S&P BSE Teck (-2.00%), S&P BSE Capital Goods (-1.99%), S&P BSE Consumer Durables (-1.75%), and S&P BSE Industrials (-1.15%). Among the stocks that went up were S&P BSE Bankex (1.07%), S&P BSE Finance (0.90%), S&P BSE Realty (0.27%), and S&P BSE Metal (0.15%).

Domestic News

- The Finance Minister, in the Union Budget, has retained the fiscal deficit target of FY16 at 3.9% of GDP. The Minister also maintained the fiscal deficit target of FY17 at 3.5% of GDP.
- As per the latest Union Budget, the Government aims to raise Rs. 56,000 crore through disinvestment in PSUs within the next fiscal. Of this, Rs. 36,000 crore would come from minority stake sale in PSUs. The remaining Rs. 20,500 crore will come from strategic sale in both profit and loss-making companies.
- The Minister also announced the implementation of soil health card scheme under which it plans to include 14,000 crore farms by 2017.
- Price of petrol was lowered by Rs. 3.02 per litre while that of diesel was raised by Rs. 1.47 per litre. The revised prices will come into effect from Mar 1.
- The Finance Minister announced that the Government is targeting building 10,000 kms of national highways. The Minister also plans to upgrade 50,000 kms of state highways in 2016-17.
- According to the Oil Minister, the Government will provide five crore LPG connections on a concessional rate to below-poverty-line (BPL) families over three years till 2018-19. The Minister also informed that average price of single cylinder LPG connection across all the states will be Rs. 3,400.
- The Minister proposed to levy tax on receipt of dividend more than Rs. 10 lakh per annum. The tax would be 10% of gross amount of dividend in addition to applicable Dividend Distribution Tax.
- UltraTech Cement will acquire cement factories of Jaiprakash Associates for a consideration of Rs. 16,500 crore. With the completion of the deal, UltraTech will become one of the top 5 global companies in terms of capacity.
- Coca-Cola Company plans to divest its bottling operations (valuing Rs. 1 crore) to focus more on brand image, marketing, and strategy.

Mutual Fund

01 March 2016

FII Derivative Trade Statistics	29-Feb		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2121.73	1387.25	11918.36
Index Options	21061.65	20749.97	45189.50
Stock Futures	3535.99	2868.25	44262.92
Stock Options	1215.15	1203.68	798.69
Total	27934.52	26209.15	102169.47

Derivative Statistics- Nifty Options			
	29-Feb	Prev_Day	Change
Put Call Ratio (OI)	0.81	0.82	0.00
Put Call Ratio(Vol)	0.78	0.77	0.01

Debt Watch				
	29-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	7.04%	6.79%	7.01%	7.55%
CBLO	6.84%	6.79%	7.01%	7.32%
Repo	6.75%	6.75%	6.75%	7.75%
Reverse Repo	5.75%	5.75%	5.75%	6.75%
91 Day T-Bill	7.20%	7.30%	7.15%	8.27%
364 Day T-Bill	7.26%	7.27%	7.23%	8.12%
10 Year Gilt	7.79%	7.95%	7.78%	7.72%
G-Sec Vol. (Rs.Cr)	58420	28164	46906	29416
1 Month CP Rate	8.53%	8.42%	7.93%	8.40%
3 Month CP Rate	9.28%	8.97%	8.88%	9.18%
5 Year Corp Bond	8.59%	8.49%	8.23%	8.32%
1 Month CD Rate	7.18%	7.25%	7.36%	8.04%
3 Month CD Rate	8.35%	8.15%	7.92%	8.74%
1 Year CD Rate	8.20%	8.16%	7.99%	8.66%

Currency Market			
Currency	29-Feb	Prev_Day	Change
USD/INR	68.62	68.78	-0.16
GBP/INR	95.20	96.09	-0.89
EURO/INR	75.08	76.04	-0.96
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Currency	29-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	32.74	31.37	33.66	49.84
Brent Crude(\$/bl)	36.07	33.62	32.69	62.54
Gold(\$/oz)	1238	1208	1118	1213
Gold(Rs./10 gm)	29181	28598	26575	26309

Source: ICRON Research

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Derivatives Market

- Nifty Mar 2016 Futures Nifty were at 7,008.95 points, a premium of 21.90 points, over the spot closing of 6,987.05 points. The turnover on NSE's Futures and Options segment moved up from Rs. 1,48,473.23 on Feb 26 to Rs. 3,85,716.83 on Feb 29.
- The Put-Call ratio stood at 0.75, compared with the previous close of 0.74.
- The Nifty Put-Call ratio stood at 0.81, compared with the previous close of 0.82.
- The open interest on Nifty Futures stood at 19.65 million, compared with the previous session's close of 19.97 million.

Indian Debt Market

- Bond yields plunged after the Finance Minister in the Union Budget for 2016-17 retained the fiscal deficit target for FY16 at 3.9% of GDP and FY17 at 3.5% of GDP, which was better than market expectations. The Government also projected its gross market borrowings at Rs. 6 lakh crore that was lower than expected. This move allayed concerns over fiscal slippages and higher Government borrowings, boosting market sentiments.
- Yield on the upcoming new 10-year benchmark bond 7.59% GS 2026 plunged 16 bps to close at 7.62%, compared with the previous close of 7.78%. It moved in a range of 7.60% to 7.77% during the session.
- Yield on the current 10-year benchmark bond 7.72% GS 2025 plummeted 21 bps to close at 7.79%, compared with the previous close of 8.00%. It moved in a range of 7.78% to 8.01% during the session.

Currency Market Update

- The Indian rupee moved up against the U.S. dollar on expectations that the proposals in the budget will help Indian economy to grow, without overstraining the financial condition. Rupee went up 0.28% to close at 68.43 from the previous close of 68.62.
- The euro weakened against the greenback after preliminary data from Eurostat showed a deflation in the eurozone economy in Feb 2016. Euro was trading at \$1.0884, down from the previous close of \$1.0931.

Commodity Market Update

- Gold prices traded higher as weakness in the European equity markets supported the safe haven appeal of the bullion.
- Brent crude prices traded lower as investors awaited the outcome of the meeting between Russia's President and managers of leading oil producing firms of the region.

International News

- According to data from the University of Michigan, U.S.' consumer sentiments deteriorated in Feb 2016, but was better than expected. Consumer sentiment index stood at 91.7 in January, slightly down from Jan 2016's reading of 92.0. Both the current economic conditions and consumer expectations indices were better than expected.
- According to flash data from Eurostat, eurozone inflation level dropped unexpectedly in Feb 2016. Consumer prices index slipped 0.2% YoY in Feb, compared with the previous month's 0.3% gain. The disappointing reading added to the worries of the European Central Bank, before announcing its monetary policy next week.