

Indices Performance

Global Indices	03-Mar	Prev_Day	Abs. Change	% Change [#]
Dow Jones	16,944	16,899	45	0.26
Nasdaq	4,707	4,703	4	0.09
FTSE	6,130	6,147	-17	-0.27
Nikkei	16,960	16,747	214	1.28
Hang Seng	19,942	20,003	-62	-0.31
Indian Indices	03-Mar	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	24,607	24,243	364	1.50
Nifty 50	7,476	7,369	107	1.45
Nifty 100	7,560	7,461	99	1.33
Nifty Bank	15,178	15,092	85	0.57
SGX Nifty	7,436	7,365	71	0.96
S&P BSE Power	1,676	1,654	22	1.33
S&P BSE Small Cap	10,210	10,074	136	1.35
S&P BSE HC	15,775	15,512	263	1.69

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Mar	18.38	1.45	20.22	1.55
Month Ago	17.99	1.49	19.65	1.57
Year Ago	20.22	1.13	24.06	1.22

Nifty 50 Top 3 Gainers

Company	03-Mar	Prev_Day	% Change [#]
Vedanta	84	78	7.42
Tata Steel	287	268	7.29
BHEL	103	97	6.39

Nifty 50 Top 3 Losers

Company	03-Mar	Prev_Day	% Change [#]
Zee Entertainment	394	399	-1.20
Ultratech Cem	2944	2973	-0.97
ICICI Bank	218	220	-0.91

Advance Decline Ratio

	BSE	NSE
Advances	1717	1089
Declines	922	453
Unchanged	141	67

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1708	-13629
MF Flows**	1016	13274

*3rd Mar 2016; **29th 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 the positive terrain after taking cues from overnight U.S. market. Expectations of stimulus measure by the Chinese Government, weak yen, and expansion of service sector PMI in Japan supported the bourses. However, Hang Seng bucked the trend after gaining for two consecutive days. Today, (as on Mar 04) bourses traded mix and moving in range despite positive finish on Wall Street overnight. While Nikkei Average was trading down 0.22%, Hang Seng was up 0.74% (as at 8.00 am IST).
- As per the last close, European markets fell marginally after hovering between gains and losses due to fall in healthcare stocks. Market participants remained cautious ahead of the U.S. jobs report on Friday. Fall in crude oil prices also affected the market. On a positive side, gains in mining stocks restricted the losses.
- As per the last close, U.S. markets mostly increased marginally after moving in a range ahead of the release of U.S. nonfarm payroll and unemployment data for Feb on Friday. However, rise in the U.S. weekly jobless claims was surprisingly higher than market expectation.

Indian Equity Market

- Indian equity market rallied for the third day in a row led by firm global cues along with buying demand among blue chip companies. However, investors overlooked the report that the growth in India's services industry slowed sharply in Feb 2016.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 1.50% and 1.45% to close at 24,606.99 points and 7,475.60 points, respectively. S&P BSE Mid-Cap and S&P BSE Small Cap also gained 0.58% and 1.35%, respectively
- The overall market breadth on BSE was positive with 1717 scrips advancing and 922 scrips declining. A total of 141 scrips remained unchanged.
- Barring S&P BSE FMCG, all the BSE sectoral indices closed on a positive note. S&P BSE Capital Goods (4.12%) and S&P BSE Metal (4.05%) stood as the major gainers. Metal sector gained as the Government proposed to increase customs duty on aluminum to 7.5% from 5%, while export duty on low grade iron ore under lump and fines category was scrapped.

Domestic News

- The Ministry of Rural Development has proposed incentives for local banks to enable them to achieve the rural housing target. The incentives are in form of credit guarantee and exemption from stamp duty such that banks are able to give loans to the beneficiaries of rural housing programme that exceeds the Government's allocation target. This will help the Government to achieve the goal of providing housing for all. The central Government in this regard has asked the National Housing Board to fix a lower interest rate for loan on behalf of the beneficiaries for an amount ranging from Rs. 40,000 to Rs. 75,000.
- Results of a private survey showed that the Nikkei Services Business Activity index of India fell to a 3-month low of 51.4 in Feb 2016 from 54.3 in Jan 2016. This can be attributed to slow growth in new orders, which was due to muted demand. The seasonally adjusted Nikkei India Composite Purchasing Managers' index, which takes into account both manufacturing and services sectors, fell to 51.2 in Feb from an 11-month high of 53.3 in Jan.
- According to the International Monetary Fund (IMF), fall in global crude oil prices have resulted in a sharp decline in inflation within the Indian economy. IMF further added that fall in global crude oil prices have helped the country to spend more on goods and services.
- The Gujarat Government has prohibited the strike and ordered workers of Tata Motors to resume work immediately at Sanand plant, who were protesting for the suspension of 28 colleagues.
- Air India is planning to reduce its debt burden through refinancing of its exiting Rs. 10,000 crore term loans with Government-guaranteed debentures. It is looking to expand its U.S. network, including new flights to Newark and Washington.
- Disha, the micro finance institute is planning to launch its Small Finance Banking services by end of 2016 and is awaiting regulatory approvals from the concerned authority.

Mutual Fund

04 March 2016

FII Derivative Trade Statistics	03-Mar		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4157.04	2968.20	13102.09
Index Options	37215.83	32909.11	64610.74
Stock Futures	5242.42	4276.10	47626.86
Stock Options	2503.28	2492.14	2022.01
Total	49118.57	42645.55	127361.70

Derivative Statistics- Nifty Options			
	03-Mar	Prev_Day	Change
Put Call Ratio (OI)	1.00	0.93	0.07
Put Call Ratio(Vol)	1.08	0.87	0.21

Debt Watch				
	03-Mar	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.72%	6.67%	6.63%	7.49%
CBLO	6.78%	6.79%	6.41%	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	7.16%	7.26%	7.32%	8.36%
364 Day T-Bill	7.15%	7.26%	7.21%	8.06%
10 Year Gilt	7.82%	8.08%	7.85%	7.75%
G-Sec Vol. (Rs.Cr)	33538	37633	32806	22960
1 Month CP Rate	8.86%	8.49%	8.30%	9.28%
3 Month CP Rate	9.16%	9.26%	9.00%	9.21%
5 Year Corp Bond	8.46%	8.65%	8.29%	8.32%
1 Month CD Rate	8.13%	7.25%	7.40%	8.80%
3 Month CD Rate	8.10%	8.33%	8.10%	8.75%
1 Year CD Rate	8.06%	8.22%	8.15%	8.67%

Currency Market			
Currency	03-Mar	Prev_Day	Change
USD/INR	67.38	67.70	-0.32
GBP/INR	94.90	94.60	0.30
EURO/INR	73.17	73.53	-0.37
JPY/INR	0.59	0.59	0.00

Commodity Prices				
Currency	03-Mar	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	34.56	31.40	32.29	50.43
Brent Crude(\$/bl)	35.85	32.93	31.93	61.83
Gold(\$/oz)	1263	1234	1143	1203
Gold(Rs./10 gm)	28977	29177	27052	26553

Source: ICRON Research

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Derivatives Market

- Nifty Mar 2016 Futures Nifty were at 7,449.55 points, a discount of 26.05 points, over the spot closing of 7,475.60 points. The turnover on NSE's Futures and Options segment moved down from Rs. 2,52,119.84 on Mar 2 to Rs. 2,06,573.53 on Mar 3.
- The Put-Call ratio stood at 0.98, compared with the previous close of 0.80.
- The Nifty Put-Call ratio stood at 1.00, compared with the previous close of 0.93.
- The open interest on Nifty Futures stood at 23.28 million, compared with the previous session's close of 21.81 million.

Indian Debt Market

- Bond yields increased for the second consecutive session as investors resorted to profit booking from the recent bond rally in the absence of any fresh triggers.
- Yield on new 10-year benchmark bond (7.59% GS 2026) went up 4 bps to close at 7.66%, compared with the previous close of 7.62%. It moved in a range of 7.62% to 7.67% during the session.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 16,459 crore (gross), compared with net borrowings of Rs. 7,042 crore on Mar 2. Sale of securities by the Reserve Bank of India (RBI) under the reverse repo window stood at Rs. 4,889 crore on Mar 2.
- RBI will conduct 14-day term repo auctions for an aggregate amount of Rs. 73,000 crore from Mar 4 to Mar 18.

Currency Market Update

- The Indian rupee strengthened against the U.S. dollar for the fifth consecutive session and rose to a six-week high level following gains in the domestic equity market. Rupee moved up 0.30% to close at 67.34, from the previous close of 67.54.
- The euro weakened against the greenback as investors remained on sidelines and awaited the U.S. jobs data and service sector data for Feb 2016. Euro was trading at \$1.0897, up 0.29% from the previous day's close of 1.0866.

Commodity Market Update

- Gold prices inched higher as investors awaited key U.S. data due later in the day.
- Brent crude prices went down as inventories increased to a record 517.98 million barrels, dawning hopes that a multi-month oil market trouble was about to get over.

International News

- The U.S. Federal Reserve, in its Beige Book report, opined that the U.S. economy continued to grow at a moderate pace since mid-Jan 2016. Consumer spending increased in most places and labour market conditions improved in majority of the districts. However, manufacturing activity remained subdued due to lower oil prices.
- Results of a private survey showed that the British service sector expanded at the weakest pace in nearly three years in Feb 2016. The Chartered Institute of Procurement & Supply/Markit services Purchasing Managers' Index (PMI) fell to 52.7 in Feb from 55.6 in the previous month.
- Data from Eurostat showed that retail sales in the eurozone grew at a slower pace in Jan 2016. Retail sales rose 0.4% on a monthly basis, after rising by revised 0.6% in Dec 2015.