

Indices Performance

Global Indices	03-May	Prev_Day	Abs. Change	% Change [#]
Dow Jones	17,751	17,891	-140	-0.78
Nasdaq	4,763	4,818	-54	-1.13
FTSE	6,186	Closed	NA	NA
Nikkei	Closed	16,147	NA	NA
Hang Seng	20,677	Closed	NA	NA
Indian Indices	03-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	25,230	25,437	-207	-0.81
Nifty 50	7,747	7,806	-59	-0.75
Nifty 100	7,882	7,945	-63	-0.79
Nifty Bank	16,389	16,543	-154	-0.93
SGX Nifty	7,765	7,840	-75	-0.96
S&P BSE Power	1,838	1,847	-10	-0.52
S&P BSE Small Cap	11,033	11,064	-31	-0.28
S&P BSE HC	15,439	15,552	-113	-0.73

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-May	19.14	1.51	21.08	1.39
Month Ago	19.19	1.45	21.19	1.45
Year Ago	18.38	1.33	22.07	1.45

Nifty 50 Top 3 Gainers

Company	03-May	Prev_Day	% Change [#]
Bharti Airtel	368	358	2.95
Idea Cellular	120	118	1.87
Grasim Indus	4142	4071	1.76

Nifty 50 Top 3 Losers

Company	03-May	Prev_Day	% Change [#]
Cairn India	145	151	-3.39
Coal India	279	289	-3.29
Lupin	1576	1619	-2.68

Advance Decline Ratio

	BSE	NSE
Advances	1173	667
Declines	1468	892
Unchanged	149	74

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	349	13244
MF Flows**	15	2818

*3rd May 2016; **2nd May 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-0.85% (Mar-16)	-1.06% (Dec-15)	-2.33% (Mar-15)
IIP	2.00% (Feb-16)	-3.40% (Nov-15)	4.80% (Feb-15)
GDP	7.30 (Dec-15)	7.70 (Sep-15)	6.60 (Dec-14)

Global Indices

- Asian markets witnessed a mixed trend during the session. Although concerns over slowing Chinese manufacturing sector was a major drag, Reserve Bank of Australia's decision to cut interest rate by 25 bps was a positive catalyst for the market participants. Today, (as on May 4), bourses traded lower, following losses in the Wall Street overnight. While Nikkei Average remained closed on account of public holiday, Hang Seng traded lower 0.99% (as at 8:00 am IST).
- As per the last close, the European markets went down as investor sentiments dented following weaker than expected manufacturing data from China. Disappointing earning numbers from some of the major banks was also a drag for the bourses.
- As per the last close, U.S. markets slipped amid renewed global growth concerns from weaker-than-expected Chinese manufacturing data for the month of Apr.

Indian Equity Market

- Indian equity market reversed early gains in the late trade to close in the red. Initially, the market went up after data showed that output growth of eight crucial infrastructure sectors grew to a sixteen-month high in Mar 2016. However, weakness in European markets prompted market participants to sell off riskier assets.
- Key benchmark indices S&P BSE Sensex and Nifty 50 dropped 0.81% and 0.75% to close at 25,229.70 points and 7,747.00 points, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap slipped 0.85% and 0.28%, respectively.
- The overall market breadth on BSE was weak with 1,468 scrips declining and 1,173 scrips advancing. A total of 149 scrips remained unchanged.
- On the BSE sectoral front, barring S&P BSE Telecom and S&P BSE Realty, all the indices closed in the red. S&P BSE IT was the major laggard, down 1.57%, followed by S&P BSE Metal, S&P BSE Energy, S&P BSE Oil & Gas, and S&P BSE Bankex, which slipped 1.34%, 1.27%, 1.04%, and 1.03%, respectively. S&P BSE Telecom and S&P BSE Realty gained 2.09% and 0.32%, respectively.

Domestic News

- The International Monetary Fund (IMF) has retained India's economic growth forecast for 2016 and 2017 at 7.5%. The growth will be mainly driven by private consumption, lower crude oil prices, and higher real incomes. However, weak exports and slower credit growth will continue to weigh on the economy. IMF stressed upon the need to increase the pace of the structural reform implementation.
- Government has approved seven Foreign Direct Investment (FDI) proposals cumulatively worth Rs. 517.57 crore. However, five FDI proposals have been deferred while three have been rejected. The decision was taken on April 8 based on the recommendations of Foreign Investment Promotion Board.
- According to the Minister of State for Finance, the Reserve Bank of India (RBI) is currently examining to put in place regulatory framework for addressing customer grievances and liability issues arising out of frauds in electronic transactions.
- Central Board of Direct Taxes has issued a notification to clarify that the income from sale of unlisted company's equity shares would be treated as capital gains irrespective of period of holding. The move clears the ambiguity for private equity, offshore, and alternative investment funds as to whether the income would be treated as capital gain or business income.
- State Bank of India has lowered the lending rate by 5 bps from 9.20% to 9.15%, effective from May 1. Along with this, home loan interest rate for women borrowers has decreased to 9.35%, while for others it is decreased to 9.40%.
- Godrej Consumer Products has reported its fourth-quarter earnings with consolidated net profit rising 16.75% YoY at Rs. 310.07 crore. Net sales in the quarter grew 8.80% YoY to Rs. 2,266.06 crore.

FII Derivative Trade Statistics	03-May		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	864.35	2204.68	16503.43
Index Options	16241.72	16336.58	46690.95
Stock Futures	3866.24	4276.09	46253.74
Stock Options	1822.98	1816.97	1479.29
Total	22795.29	24634.32	110927.41

Derivative Statistics- Nifty Options			
	03-May	Prev_Day	Change
Put Call Ratio (OI)	0.86	0.90	-0.05
Put Call Ratio(Vol)	0.95	0.88	0.06

Debt Watch				
	03-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.40%	6.46%	9.36%	7.70%
CBLO	6.50%	6.50%	7.38%	7.86%
Repo	6.50%	6.50%	6.75%	7.50%
Reverse Repo	6.00%	6.00%	5.75%	6.50%
91 Day T-Bill	6.82%	6.72%	6.90%	7.94%
364 Day T-Bill	6.87%	6.88%	6.85%	7.90%
10 Year Gilt	7.44%	7.47%	7.46%	7.86%
G-Sec Vol. (Rs.Cr)	32559	59170	47965	44279
1 Month CP Rate	7.86%	7.71%	8.63%	8.28%
3 Month CP Rate	8.16%	8.03%	8.68%	8.56%
5 Year Corp Bond	8.06%	8.07%	8.16%	8.41%
1 Month CD Rate	7.14%	7.09%	8.07%	8.12%
3 Month CD Rate	7.36%	7.33%	7.63%	8.28%
1 Year CD Rate	7.45%	7.45%	7.75%	8.35%

Currency Market			
Currency	03-May	Prev_Day	Change
USD/INR	66.27	66.34	-0.07
GBP/INR	97.57	97.02	0.55
EURO/INR	76.61	76.06	0.56
JPY/INR	0.63	0.62	0.00

Commodity Prices				
Currency	03-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	43.65	42.52	36.78	59.62
Brent Crude(\$/bl)	42.74	43.59	36.02	63.75
Gold(\$/oz)	1286	1243	1222	1184
Gold(Rs./10 gm)	30149	29062	29080	27047

Source: ICRON Research

Disclaimer:

"The information herein is meant only for general reading purposes and contains all factual and statistical information pertaining to Industry and markets which have been obtained from independent third-party sources and which are deemed to be reliable. The information provided cannot be considered as guidelines, recommendations or as a professional guide for the readers. It may be noted that since RCAM has not independently verified the accuracy or authenticity of such information or data, or for that matter the reasonableness of the assumptions upon which such data and information has been processed or arrived at; RCAM does not in any manner assures the accuracy or authenticity of such data and information. Some of the statements & assertions contained in these materials may reflect RCAM's views or opinions, which in turn may have been formed on the basis of such data or information. The Sponsor, the Investment Manager, the Trustee or any of their respective directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such data or information. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and opinions given are fair and reasonable, to the extent possible. This information is not intended to be an offer or solicitation for the purchase or sale of any financial product or instrument. Recipients of this information should rely on information/data arising out of their own investigations. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision. None of the Sponsor, the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.

Derivatives Market

- Nifty May 2016 Futures were at 7,783.80 points, a premium of 36.80 points, over the spot closing of 7,747.00. The turnover on NSE's Futures and Options segment moved up from Rs. 1,66,268.57 crore on May 2 to Rs. 2,61,885.82 crore on May 3.
- The Put-Call ratio stood at 0.90, compared with the previous session's close of 0.83.
- The Nifty Put-Call ratio stood at 0.87, compared with the previous session's close of 0.92.
- The open interest on Nifty Futures stood at 21.10 million, compared with the previous session's close of 20.95 million.

Indian Debt Market

- Bond yields remained flat due to absence of any economic triggers. Yield on 10-year benchmark bond (7.59% GS 2026) remained steady for the third consecutive day at 7.44%, compared with the previous day's close. During the session, bond yields traded in the region of 7.42% to 7.45%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 14,894 crore (gross), compared with borrowings of Rs. 18,726 crore (gross) on May 02. Sale of securities by Reserve Bank of India under reverse repo stood at Rs. 2,353 crore on May 02.
- Banks borrowed Rs. 1,150 crore under RBI's marginal standing facility window on May 02 compared with the borrowing of Rs. 1,248 crore on Apr 29.

Currency Market Update

- The Indian rupee inched up against the greenback as weakness in the domestic equity market outweighed gains from selling of dollar by banks. The rupee grew 0.17% to close at 66.42 compared with the previous day's close of 66.44.
- Euro strengthened against the U.S. dollar as policy decisions by the Bank of Japan and the Federal Reserve continued to pressurize the greenback. Euro was trading at \$1.1542, up 0.11% compared with the previous day's close of \$1.1529.

Commodity Market Update

- Gold prices went above the \$1,300-mark as the U.S. dollar plunged to a 15-month low level.
- Brent crude prices fell following concerns over oil output rise in the Middle East. A continuous decline in China's manufacturing sector for 14 months in a row weighed on the demand outlook for oil.

International News

- The Caixin manufacturing PMI in China dropped to 49.4 in Apr 2016 from 49.7 in Mar 2016, as total new orders stagnated and new export work declined. The figure came below market expectations.
- A report from the Institute for Supply Management showed that decline in the Purchasing Managers' Index (PMI) in the U.S. was worse than expected. The index dropped to 50.8 in Apr 2016 from 51.8 in Mar 2016.
- Results of a survey by Markit economics showed that the Chartered Institute of Procurement & Supply PMI of the U.K. dropped to 49.2 in Apr 2016 from revised 50.7 in Mar 2016. The contraction was for the first time in the past three years.