

Indices Performance

Global Indices	16-May	Prev_Day	Abs. Change	% Change#
Dow Jones	17,711	17,535	175	1.00
Nasdaq	4,775	4,718	58	1.22
FTSE	6,151	6,139	13	0.21
Nikkei	16,466	16,412	54	0.33
Hang Seng	19,884	19,719	165	0.84
Indian Indices	16-May	Prev_Day	Abs. Change	% Change#
S&P BSE Sensex	25,653	25,490	164	0.64
Nifty 50	7,861	7,815	46	0.59
Nifty 100	7,980	7,942	38	0.48
Nifty Bank	16,738	16,717	21	0.12
SGX Nifty	7,888	7,819	69	0.88
S&P BSE Power	1,831	1,835	-4	-0.22
S&P BSE Small Cap	11,124	11,113	10	0.09
S&P BSE HC	15,507	15,432	75	0.49

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
16-May	18.93	1.50	21.54	1.37
Month Ago	19.37	1.43	21.56	1.42
Year Ago	19.85	1.38	22.24	1.43

Nifty 50 Top 3 Gainers

Company	16-May	Prev_Day	% Change#
Bosch	21364	20676	3.32
ITC	329	319	3.15
Yes Bank	980	951	3.13

Nifty 50 Top 3 Losers

Company	16-May	Prev_Day	% Change#
Bank of Baroda	142	155	-8.25
SBI	177	185	-4.35
PNB	75	78	-3.41

Advance Decline Ratio

	BSE	NSE
Advances	1309	761
Declines	1264	787
Unchanged	166	71

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1602	14334
MF Flows**	767	4084

*16th May 2016; **11th May 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	7.30 (Dec-15)	7.70 (Sep-15)	6.60 (Dec -14)

Global Indices

• Asian markets closed in the green following rise in oil prices and expectations for more fiscal stimulus measures in Japan. Today (As on May 17), Asian stocks rose, following gains in the Wall Street overnight. Increase in global crude oil prices also boosted market sentiments. Nikkei Average was trading up 0.87% and Hang Seng was trading up 0.05% (as at 8.00 a.m IST).

• As per the last close, European markets closed on a mixed note. While increase in global crude oil prices boosted market sentiments, weak investment, factory output and retail sales data from China weighed on the bourses.

• As per the last close, U.S. equities closed higher following increase in global crude oil prices which rose to a six month high after a major American multinational investment banking firm opined that the oil market had shifted into deficit in May from surplus due to falling production and raised the price forecast for the same. Reports that a prominent American multinational conglomerate holding company had made a significant investment in a heavyweight multinational technology company boosted share prices of the later which added to the gains.

Indian Equity Market

• Indian equity market reversed its intra-day losses in the late trade to close in the green. Cautious stance ahead of the next batch of corporate earning numbers, coupled with India Meteorological Department's forecast on delayed monsoon, dragged down the market. Bourses bucked the trend later during the session following firm cues from the Asian markets. Buying interest in defensive stocks provided additional support.

• Key benchmark indices S&P BSE Sensex and Nifty 50 went up 0.64% and 0.59% to close at 25,653.23 points and 7,860.75 points, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap gained 0.30% and 0.09%, respectively.

• The overall market breadth on BSE was positive with 1,309 scrips advancing and 1,264 scrips declining. A total of 166 scrips remained unchanged.

• On the BSE sectoral front, majority of the indices closed in the green. S&P BSE FMCG was the top gainer, up 1.58%, followed by S&P BSE Realty and S&P BSE Metal, which gained 1.47% and 0.77%, respectively. S&P BSE IT and S&P BSE went up 0.62% and 0.56%, respectively.

Domestic News

• Government data showed that wholesale price index (WPI) based inflation stood at 0.34% in Apr 2016, rising for the first time in the past 18 months. WPI fell 0.85% in Mar 2016, while grew 2.43% in the same month of the previous year. Primary articles index increased 2.34% and manufactured product index grew 0.71%, while fuel inflation declined 4.83%. Food inflation increased 4.23%, with pulses and potatoes rising 36.36% and 35.45%, respectively. Onions, fruits, and minerals declined 18.18%, 2.38%, and 27.24%, respectively.

• According to secretary of economic affairs, government is trying to phase out Foreign Investment Promotion Board (FIPB) to make foreign investments easy and allow new instruments other than equity shares to boost the start-ups. Government is in search of the sectors that can be put on the automatic route. The gatekeeper under Foreign Exchange Management Act will be Reserve Bank of India and the gatekeeper for other sectors will be the regulators.

• The chief of India Meteorological Department (IMD) opined that the late arrival of monsoon will not impact the sowing of crops. He expects the monsoon to make up for the delay with above average rainfall, after its arrival around Jun 7.

• Bandhan Bank reported net profit for the period Aug 2015 to Mar 2016 at Rs. 275.25 crore. The bank's gross net performing assets stood at 0.15%, while its net non-performing assets stood at 0.08% at the end of Mar.

• Piramal Enterprises' fourth quarter net profit stood at Rs. 180 crore, up 89% from similar period last year. The company's total revenue grew 34% at Rs. 1,734 crore, as against Rs. 1,298 crore in fourth quarter of FY15.

• BHEL won a contract of Stage-III of brownfield power project from a joint-venture company of NTPC and SAIL at Rs. 1,600 crore, to set up a coal-based thermal power project in Odisha.

FII Derivative Trade Statistics	16-May		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1766.38	2004.28	13172.10
Index Options	33168.43	33582.83	69005.69
Stock Futures	5077.45	5401.50	49164.75
Stock Options	2698.48	2782.06	3793.43
Total	42710.74	43770.67	135135.97

Derivative Statistics- Nifty Options			
	16-May	Prev_Day	Change
Put Call Ratio (OI)	0.92	0.88	0.04
Put Call Ratio(Vol)	0.90	0.97	-0.06

Debt Watch				
	16-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.41%	6.55%	6.38%	7.34%
CBLO	6.55%	6.59%	5.68%	7.48%
Repo	6.50%	6.50%	6.50%	7.50%
Reverse Repo	6.00%	6.00%	6.00%	6.50%
91 Day T-Bill	6.67%	6.80%	6.81%	7.86%
364 Day T-Bill	6.88%	6.80%	6.80%	7.89%
10 Year Gilt	7.45%	7.42%	7.44%	7.95%
G-Sec Vol. (Rs.Cr)	23334	40923	60513	39332
1 Month CP Rate	7.76%	7.79%	7.70%	8.40%
3 Month CP Rate	8.05%	8.11%	8.00%	8.65%
5 Year Corp Bond	8.08%	8.07%	7.94%	8.56%
1 Month CD Rate	7.06%	7.12%	7.03%	8.07%
3 Month CD Rate	7.32%	7.36%	7.26%	8.27%
1 Year CD Rate	7.46%	7.51%	7.39%	8.42%

Currency Market			
Currency	16-May	Prev_Day	Change
USD/INR	66.82	66.76	0.06
GBP/INR	95.96	96.16	-0.19
EURO/INR	75.60	75.72	-0.12
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Currency	16-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	47.72	43.45	41.70	59.73
Brent Crude(\$/bl)	48.49	42.08	42.41	64.39
Gold(\$/oz)	1273	1263	1243	1223
Gold(Rs./10 gm)	29998	29909	28901	27252

Source: ICRON Research

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Derivatives Market

- Nifty May 2016 Futures were at 7,887.20 points, a premium of 26.45 points, over the spot closing of 7,860.75. The turnover on NSE's Futures and Options segment moved down from Rs. 2,90,064.31 crore on May 13 to Rs. 2,71,522.15 crore on May 16.
- The Put-Call ratio stood at 0.85, compared with the previous session's close of 0.90.
- The Nifty Put-Call ratio stood at 0.92, compared with the previous session's close of 0.88.
- The open interest on Nifty Futures stood at 18.23 million, compared with the previous session's close of 18.84 million.

Indian Debt Market

- Bonds yields remained unchanged as investors were disappointed following faster rise in wholesale price inflation for Apr month. Moreover, forecast for delayed monsoon weighed on debt buying.
- Yield on 10-year benchmark bond (7.59% GS 2026) remained unchanged from the previous day's close at 7.45%. During the session, bond yields traded in the region of 7.45% to 7.46%.
- The Government will conduct sale (re-issue) of four dated securities – 7.80% Government Stock (GS) 2021 for the notified amount of Rs. 3,000 crore, 7.59% GS 2029 for a notified amount of Rs. 8,000 crore, 7.73% GS 2034 for a notified amount of Rs. 2,000 crore, and 8.13% GS 2045 for a notified amount of Rs. 2,000 crore on May 20, 2016.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 19,291 crore (gross), compared with borrowings of Rs. 18,373 crore (gross) on May 13. Sale of securities by Reserve Bank of India (RBI) under reverse repo stood at Rs. 17,246 crore on May 13.

Currency Market Update

- The Indian rupee dropped initially against the U.S. dollar following weak Chinese economic data. However, losses were erased on greenback sales by exporters and banks. The rupee closed almost steady at 66.80 per dollar against the previous close of 66.77.
- Euro increased against the U.S. dollar after the disappointing manufacturing activity data from the New York region increased concerns over the strength of the world's largest economy. Euro was trading at \$1.1338 compared with the previous close of \$1.1305.

Commodity Market Update

- Gold prices grew after a spate of weak economic data from China pushed up the safe haven appeal of the bullion.
- Brent crude prices shot up after Goldman Sachs declared that two years of supply glut in the market had ended owing to oil disruptions from Venezuela, Nigeria, the U.S., and China.

International News

- The report from the NAHB/Wells Fargo showed that housing market index in the U.S. remained unchanged at 58 in May 2016, compared with the three previous months but was lower than market expectation.
- According to the Bank of Japan, the country's producer prices contracted 0.3% MoM in Apr 2016, much below than market expectations and 0.1% fall in the prior month. Producer prices plunged 4.2% YoY, faster than market expectations and 3.8% contraction recorded in the previous month.