

### Indices Performance

Global Indices	20-May	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	17,501	17,435	66	0.38
Nasdaq	4,770	4,713	57	1.21
FTSE	6,156	6,053	103	1.70
Nikkei	16,736	16,647	90	0.54
Hang Seng	19,852	19,694	158	0.80
Indian Indices	20-May	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	25,302	25,400	-98	-0.39
Nifty 50	7,750	7,783	-34	-0.43
Nifty 100	7,863	7,900	-37	-0.47
Nifty Bank	16,481	16,565	-84	-0.51
SGX Nifty	7,759	7,774	-16	-0.20
S&P BSE Power	1,799	1,800	0	-0.01
S&P BSE Small Cap	10,964	11,056	-92	-0.83
S&P BSE HC	15,275	15,491	-216	-1.39

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
20-May	18.47	1.54	21.19	1.39
Month Ago	19.67	1.27	21.59	1.41
Year Ago	20.12	1.33	22.69	1.40

### Nifty 50 Top 3 Gainers

Company	20-May	Prev_Day	% Change <sup>#</sup>
Adani Ports & SEZ	178	172	3.73
Vedanta	97	95	2.11
ITC	330	325	1.69

### Nifty 50 Top 3 Losers

Company	20-May	Prev_Day	% Change <sup>#</sup>
Lupin	1505	1655	-9.10
ICICI Bank	220	226	-2.42
BPCL	921	943	-2.41

### Advance Decline Ratio

	BSE	NSE
Advances	846	455
Declines	1728	1107
Unchanged	173	65

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	341	14706
MF Flows**	40	4800

\*20<sup>th</sup> May 2016; \*\*18<sup>th</sup> 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

- Most of the Asian markets closed in the green as oil prices moved up ahead of U.S. rig count data. Investors also remained optimistic on the outcome of G7 meeting. Japanese market gained on the back of weak yen. Today, (as on May 23), majority of the bourses traded low as the positive impact of gains in the Wall Street on May 20 was overshadowed by official data showing fall in Japan's exports at the fastest pace in three months in Apr. Nikkei Average was trading down 1.02% and Hang Seng was trading up 0.38% (as at 8.00 a.m IST).
- As per the last close, European markets went up following gains in Asian markets and stability in crude oil prices.
- As per the last close, U.S. markets gained as traders picked up stocks at reduced levels following the recent weakness.

### Indian Equity Market

- Indian equity market reversed intraday gains in the late trade to close in the red. Gains in the Asian markets failed to cheer investors as uncertainty over imminent rate hike by the U.S. Federal Reserve continued to affect buying interest. Selling pressure in some of the index heavyweights added to the woes. However, encouraging earnings number from a major company in the Fast Moving Consumer Goods (FMCG) sector provided some cushion.
- Key benchmark indices S&P BSE Sensex and Nifty 50 dropped 0.39% and 0.43% to close at 25,301.90 points and 7,749.70 points, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap dropped 0.49% and 0.83%, respectively.
- The market breadth on BSE was weak with 1,728 scrips declining and 846 scrips advancing. A total of 173 scrips remained unchanged.
- On the BSE sectoral front, barring S&P BSE FMCG, all the indices closed in the red. S&P BSE Realty was the major laggard, down 1.42%, followed by S&P BSE Healthcare and S&P BSE Energy, which slipped 1.39% and 0.95%, respectively. S&P BSE Capital Goods and S&P BSE Industrials went down 0.75% and 0.68%, respectively.

### Domestic News

- The Securities and Exchange Board of India (SEBI) has tightened norms for participatory notes (P-notes or PNs) in order to curb money laundering. The regulatory board has approved the proposal to increase disclosure requirements for issuance of P-notes as this would enable the regulator to know the beneficial owners of these instruments at any point of time.
- The minister of state for finance said that foreign portfolio investors should not be concerned about SEBI's revised regulations for issuing P-Notes. He added that the contracts signed by investors for P-Notes are very flexible.
- A major global credit rating agency has plans to reconsider India's sovereign rating if the government's planned fiscal consolidation is faster than expectations. However, if the government slowed its fiscal consolidation plans or faltered on its reform implementation, the ratings agency would stabilise the rating at the current "Baa3."
- Banks Board Bureau (BBB) chairman said that the issue of bad loans is the top priority. He added that a midway mechanism is being worked out that will understand the processes to help banks overcome their non-performing assets.
- Consumer conglomerate ITC reported net profit of Rs. 2,495.20 crore in the quarter ended Mar 2016, up 5.67% from Rs. 2,361.18 crore in the year ago quarter. Net sales increased 9.51% YoY to Rs. 10,062.38 crore.
- Public sector lender IDBI Bank's net loss stood at Rs. 1,736 crore in the quarter ended Mar 2016 as against a net profit of Rs. 546 crore in the corresponding period last year. The loss was due to rise in provisions for bad loans. The provisions and contingencies surged to Rs. 4,450 crore during the quarter from Rs. 1,717 crore a year ago.

FII Derivative Trade Statistics	20-May		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1994.47	2287.76	15491.38
Index Options	35397.25	36637.20	73157.45
Stock Futures	5776.82	5350.00	50234.08
Stock Options	3652.00	3725.45	4356.80
<b>Total</b>	<b>46820.54</b>	<b>48000.41</b>	<b>143239.71</b>

Derivative Statistics- Nifty Options			
	20-May	Prev_Day	Change
Put Call Ratio (OI)	0.83	0.85	-0.02
Put Call Ratio(Vol)	0.80	0.86	-0.05

Debt Watch				
	19-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.38%	6.48%	6.55%	7.35%
CBLO	6.51%	5.55%	6.55%	7.51%
Repo	6.50%	6.50%	6.50%	7.50%
Reverse Repo	6.00%	6.00%	6.00%	6.50%
91 Day T-Bill	6.81%	6.81%	6.75%	7.88%
364 Day T-Bill	6.90%	6.90%	6.80%	7.83%
10 Year Gilt	7.48%	7.45%	7.44%	7.86%
G-Sec Vol. (Rs.Cr)	45647	46351	50681	53449
1 Month CP Rate	7.73%	7.78%	7.70%	8.23%
3 Month CP Rate	7.99%	8.13%	8.01%	8.49%
5 Year Corp Bond	8.10%	8.07%	7.99%	8.47%
1 Month CD Rate	7.02%	7.08%	7.08%	8.02%
3 Month CD Rate	7.25%	7.34%	7.33%	8.15%
1 Year CD Rate	7.49%	7.46%	7.41%	8.37%

Currency Market			
Currency	20-May	Prev_Day	Change
USD/INR	67.41	67.23	0.18
GBP/INR	98.46	98.05	0.41
EURO/INR	75.54	75.45	0.09
JPY/INR	0.61	0.61	0.00

Commodity Prices				
Currency	20-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	47.67	46.22	42.72	58.96
Brent Crude(\$/bl)	48.74	47.05	42.94	63.22
Gold( \$/oz)	1252	1273	1243	1209
Gold(Rs./10 gm)	29729	29880	29240	27253

Source: ICRON Research

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**Derivatives Market**

- Nifty May 2016 Futures were at 7,763.35 points, a premium of 13.65 points, over the spot closing of 7,749.70. The turnover on NSE's Futures and Options segment moved down from Rs. 3,29,385.66 crore on May 19 to Rs. 3,21,723.80 crore on May 20.
- The Put-Call ratio stood at 0.77, compared with the previous session's close of 0.81.
- The Nifty Put-Call ratio stood at 0.84, compared with the previous session's close of 0.85.
- The open interest on Nifty Futures stood at 19.50 million, compared with the previous session's close of 19.90 million.

**Indian Debt Market**

- Bond yields increased after weekly auction of the government securities impacted the demand of the secondary market. Concerns over potential interest rate hike in the U.S. continued to weigh on market sentiment.
- Yield on 10-year benchmark bond (7.59% GS 2026) increased 1 bps to stand at 7.48%, compared with the previous day's close of 7.47%. During the session, bond yields traded in the region of 7.46% to 7.48%.
- The Reserve Bank of India (RBI) conducted the auction of four government securities namely 7.80% Government Stock (GS) 2021, 7.59% GS 2029, 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. 101.36 (7.46%), Rs. 99.33 (7.67%), Rs. 99.80 (7.75%), and Rs. 103.18 (7.85%), respectively.

**Currency Market Update**

- The Indian rupee continued to weaken against the greenback after the minutes of the U.S. Federal Reserve's latest monetary policy meeting and comments from New York Fed President triggered concern over a possible interest rate hike in Jun 2016. The rupee fell 0.12% to close at 67.44 per dollar from the previous close of 67.36.
- Euro strengthened against the U.S. dollar following positive economic data in the eurozone. Euro was trading at \$1.1220, up 0.16% compared with the previous close of \$1.1202.

**Commodity Market Update**

- Gold prices remained close to a three-week low level owing to a concern over a prospective interest rate hike by the U.S. Federal Reserve in Jun 2016.
- Brent crude inched higher, supported by supply problems in Libya and Nigeria, lingering around seven-month high.

**International News**

- The report from the Conference Board showed that the U.S. leading economic index moved up 0.6% in Apr 2016, compared with 0.2% rise in Mar 2016. The increase in the index was led by rise in the majority of indicators in Apr, with biggest contributions coming from interest rate spread, average weekly manufacturing hours, and average weekly initial jobless claims.
- The Labor Department showed that the U.S. initial jobless claims declined to 278,000 in the week ended May 14, as against the previous week's unrevised level of 294,000.