

Indices Performance

| Global Indices | 24-May | Prev_Day | Abs. Change | % Change [#] |
|-------------------|--------|----------|-------------|-----------------------|
| Dow Jones | 17,706 | 17,493 | 213 | 1.22 |
| Nasdaq | 4,861 | 4,766 | 95 | 2.00 |
| FTSE | 6,219 | 6,136 | 83 | 1.35 |
| Nikkei | 16,499 | 16,655 | -156 | -0.94 |
| Hang Seng | 19,830 | 19,809 | 21 | 0.11 |
| Indian Indices | 24-May | Prev_Day | Abs. Change | % Change [#] |
| S&P BSE Sensex | 25,305 | 25,230 | 75 | 0.30 |
| Nifty 50 | 7,749 | 7,731 | 18 | 0.23 |
| Nifty 100 | 7,857 | 7,845 | 12 | 0.16 |
| Nifty Bank | 16,457 | 16,408 | 49 | 0.30 |
| SGX Nifty | 7,758 | 7,761 | -3 | -0.03 |
| S&P BSE Power | 1,803 | 1,805 | -1 | -0.07 |
| S&P BSE Small Cap | 10,852 | 10,922 | -71 | -0.65 |
| S&P BSE HC | 15,014 | 15,147 | -133 | -0.88 |

P/E Dividend Yield

| Date | Sensex | | Nifty | |
|-----------|--------|------------|-------|------------|
| | P/E | Div. Yield | P/E | Div. Yield |
| 24-May | 18.42 | 1.54 | 21.16 | 1.39 |
| Month Ago | 19.54 | 1.28 | 21.55 | 1.36 |
| Year Ago | 20.29 | 1.32 | 22.94 | 1.40 |

Nifty 50 Top 3 Gainers

| Company | 24-May | Prev_Day | % Change [#] |
|-------------|--------|----------|-----------------------|
| NTPC | 139 | 136 | 2.06 |
| ACC | 1446 | 1418 | 1.99 |
| Tata Motors | 389 | 382 | 1.93 |

Nifty 50 Top 3 Losers

| Company | 24-May | Prev_Day | % Change [#] |
|---------------|--------|----------|-----------------------|
| BPCL | 896 | 922 | -2.81 |
| Idea Cellular | 107 | 110 | -2.54 |
| Bajaj Auto | 2379 | 2422 | -1.75 |

Advance Decline Ratio

| | BSE | NSE |
|-----------|------|------|
| Advances | 895 | 492 |
| Declines | 1629 | 1075 |
| Unchanged | 168 | 64 |

Institutional Flows (Equity)

| Description (Cr) | Inflow/Outflow | YTD |
|------------------|----------------|-------|
| FII Flows* | -36 | 13978 |
| MF Flows** | 15 | 6223 |

*24th May 2016; **23rd 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

- The major Asian indices ended on a weak note as investors awaited further cues from the U.S. Federal Reserve's monetary policy meeting due next month. Investors were also cautious ahead of the Group of Seven summit to be held in Japan later in the week. Weak commodity prices further dented sentiment. Today, (as on May 25) bourses traded higher following positive cues from Wall Street overnight. Both Nikkei Average and Hang Seng were trading up 1.81% and 2.28%, respectively (as at 8.00 a.m IST).
- As per the last close, European markets witnessed gains after the latest polls showed a surge in support for the U.K. to remain a member of the European Union. Investors took positive cues from official data showing that the German economy expanded at the fastest pace in two years.
- As per the last close, U.S. markets went up as investors took positive cues from encouraging reports on new home sales for the month of Apr. Gains in the European bourses provided additional support.

Indian Equity Market

- Indian equity market closed in the green as traders were interested in buying stocks at lower prices, following the recent weakness. However, concerns over imminent rate hike by the U.S. Federal Reserve continued to be a drag on the market.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.30 % and 0.23% to close at 25,305.47 points and 7,748.85 points, respectively. However, S&P BSE Mid-Cap and Small-Cap fell 0.16% and 0.65%.
- The overall market breadth on BSE was weak with 1,629 scrips declining and 895 scrips advancing. A total of 168 scrips remained unchanged.
- On the BSE sectoral front, indices traded in a mixed note. S&P BSE Finance (0.44%) topped the chart followed by S&P BSE Auto (0.32%) and S&P BSE Bankex (0.28%). S&P BSE Oil & Gas (-1.01%) stood as the major laggard followed by S&P BSE Healthcare (-0.88%) and S&P BSE Telecom (-0.66%).

Domestic News

- Government data showed that public debt in India declined marginally by 0.04% QoQ to Rs. 55.73 lakh crore for the quarter ended Mar 2016 (Q4) as compared with Rs. 55.75 lakh crore in the previous quarter. Internal debt was 92% of public debt in Q4, and gross and net market borrowing requirements for FY16 were Rs. 5.85 lakh crore and Rs. 4.40 lakh crore, respectively. The report added that the cash position of the government was adequate and net inflows in the form of foreign direct investment during the quarter were strong enough to fund the external financing requirements.
- The Prime Minister of India has signed a trilateral pact with Iran and Afghanistan for a trade treaty to develop the Chabahar port. This move will allow India to reach Kabul, central Asia, and beyond directly without any transit rights through Pakistan. The move will also improve the trade relations between the three countries.
- According to a media report, government will soon launch Pradhan Mantri Surakshit Sadak Yojana with a view to make India's road safer. The initial fund requirement for the scheme is Rs. 2,000 crore. The government plans to seek help from the Indian Institutes of Technology to locate accident-prone areas and remove them through better design and road engineering.
- Skymet, a private weather forecaster, has predicted above normal monsoon during Jun to Sep period of 2016. It revised the benchmark long period average (LPA) from 105% to 109% with an error margin of +/- 4%.
- Public sector lender Bank of India's net loss jumped to Rs. 3,587 crore in the quarter ended Mar 2016, from a loss of Rs. 56 crore a year ago due to sharp increase in provisions for bad loans.
- India's largest car manufacturer Maruti Suzuki India announced that 40% of its proposed capital expenditure of Rs. 4,400 crore will be used in developing new products.

| FII Derivative Trade Statistics | 24-May | | |
|---------------------------------|-----------------|-----------------|------------------|
| (Rs Cr) | Buy | Sell | Open Int. |
| Index Futures | 4055.69 | 3729.77 | 15765.37 |
| Index Options | 40348.25 | 39134.95 | 71689.68 |
| Stock Futures | 15124.06 | 14738.26 | 50381.00 |
| Stock Options | 2990.23 | 3220.16 | 4835.39 |
| Total | 62518.23 | 60823.14 | 142671.44 |

| Derivative Statistics- Nifty Options | 24-May | Prev_Day | Change |
|--------------------------------------|--------|----------|--------|
| Put Call Ratio (OI) | 0.87 | 0.83 | 0.04 |
| Put Call Ratio(Vol) | 0.87 | 0.75 | 0.12 |

| Debt Watch | 24-May | Wk. Ago | Mth. Ago | Year Ago |
|--------------------|--------|---------|----------|----------|
| Call Rate | 6.48% | 6.44% | 6.43% | 7.63% |
| CBLO | 6.60% | 6.51% | 6.45% | 7.70% |
| 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% | 6.78% | 7.74% |
| 364 Day T-Bill | 6.81% | 6.93% | 6.84% | 7.78% |
| 10 Year Gilt | 7.47% | 7.45% | 7.46% | 7.69% |
| G-Sec Vol. (Rs.Cr) | 37909 | 33711 | 64703 | 44753 |
| 1 Month CP Rate | 7.74% | 7.70% | 7.71% | 8.16% |
| 3 Month CP Rate | 7.98% | 8.00% | 7.99% | 8.40% |
| 5 Year Corp Bond | 8.08% | 8.08% | 8.03% | 8.46% |
| 1 Month CD Rate | 6.99% | 7.03% | 7.09% | 7.96% |
| 3 Month CD Rate | 7.19% | 7.30% | 7.30% | 8.07% |
| 1 Year CD Rate | 7.51% | 7.48% | 7.46% | 8.30% |

| Currency Market | 24-May | Prev_Day | Change |
|-----------------|--------|----------|--------|
| USD/INR | 67.71 | 67.35 | 0.36 |
| GBP/INR | 98.07 | 97.76 | 0.30 |
| EURO/INR | 75.93 | 75.62 | 0.31 |
| JPY/INR | 0.62 | 0.61 | 0.01 |

| Commodity Prices | 24-May | Wk Ago | Mth. Ago | Year Ago |
|--------------------|--------|--------|----------|----------|
| NYMEX Crude(\$/bl) | 48.04 | 48.29 | 42.76 | 58.88 |
| Brent Crude(\$/bl) | 48.62 | 49.11 | 43.62 | 63.26 |
| Gold(\$/oz) | 1227 | 1280 | 1232 | 1206 |
| Gold(Rs./10 gm) | 29493 | 29861 | 29320 | 27225 |

Source: ICRON Research

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Derivatives Market

- Nifty May 2016 Futures were at 7,759.30 points, a premium of 10.45 points, over the spot closing of 7,748.85. The turnover on NSE's Futures and Options segment moved down from Rs. 4,01,500.21 crore on May 23 to Rs. 3,69,988.58 crore on May 24.
- The Put-Call ratio stood at 0.84, compared with the previous session's close of 0.74.
- The Nifty Put-Call ratio stood at 0.88, compared with the previous session's close of 0.83.
- The open interest on Nifty Futures stood at 22.62 million, compared with the previous session's close of 21.35 million.

Indian Debt Market

- Bond yields moved in a tight range and closed slightly higher on concerns of an imminent interest rate hike in the U.S. However, losses were restricted on announcement of open market purchase of notes by the Reserve Bank of India (RBI) on May 25.
- RBI announced to conduct Open Market Operations (OMO) to purchase six government securities for an aggregate amount of Rs. 15,000 crore on May 25. Securities include 7.80% GS 2020, 7.68% GS 2023, 7.72% GS 2025, 8.24% GS 2027, 8.97% GS 2030, and 8.24% GS 2033.
- RBI conducted the auction of 5/10 years state development loans of 10 state governments for a notified amount of Rs. 7,450 crore for which the accepted amount stood at Rs. 8,250 crore. The cut-off yield stood in the range of 7.93% to 8.02%. Andhra Pradesh and Gujarat have retained an additional amount of Rs. 500 crore and Rs.300 crore, respectively.

Currency Market Update

- The Indian rupee fell for the ninth straight session against the U.S. dollar. Growing concerns over an imminent rate hike by the U.S. Federal Reserve continued to strengthen the greenback. The rupee fell 0.39% to close at 67.75 per dollar from the previous close of 67.49.
- The euro fell against the U.S. dollar following decline in German economic sentiment for Apr 2016. Euro was trading at \$1.1172, down 0.39% from the previous day's close of \$1.1216.

Commodity Market Update

- Gold prices dipped following comments from a U.S. Federal Reserve official that triggered concerns regarding potential interest rate hike in Jun 2016.
- Brent crude prices dropped because investors feared supply glut problems could continue.

International News

- As per a survey of the Centre for European Economic Research or ZEW, economic sentiment index of Germany came weaker than expected and stood at 6.4 in May 2016 compared with 11.2 in Apr 2016. The index fell for the first time since Feb 2016. The index weakened on expectations that Germany is unlikely to repeat the strong economic growth recorded in the Mar quarter due to uncertainty attached to Britain's exit from the European Union.
- According data released by Destatis, Germany's Gross Domestic Product (GDP) surged 0.7% QoQ in the quarter ended Mar 2016 as per expectations, more than double the growth of 0.3% recorded in the prior quarter. GDP grew at its fastest pace in two years. Higher growth was triggered mainly by domestic demand.