

Indices Performance

Global Indices	25-May	Prev_Day	Abs. Change	% Change [#]
Dow Jones	17,852	17,706	145	0.82
Nasdaq	4,895	4,861	34	0.70
FTSE	6,263	6,219	44	0.70
Nikkei	16,757	16,499	259	1.57
Hang Seng	20,368	19,830	538	2.71
Indian Indices	25-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	25,881	25,305	576	2.28
Nifty 50	7,935	7,749	186	2.40
Nifty 100	8,030	7,857	173	2.20
Nifty Bank	16,997	16,457	541	3.29
SGX Nifty	7,931	7,955	-24	-0.30
S&P BSE Power	1,840	1,803	37	2.04
S&P BSE Small Cap	10,954	10,852	102	0.94
S&P BSE HC	15,099	15,014	85	0.56

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
25-May	18.92	1.50	22.07	1.36
Month Ago	19.37	1.50	21.40	1.37
Year Ago	20.05	1.39	22.64	1.41

Nifty 50 Top 3 Gainers

Company	25-May	Prev_Day	% Change [#]
Tech Mahindra	529	480	10.05
IndusInd Bank	1096	1044	5.03
ICICI Bank	235	225	4.65

Nifty 50 Top 3 Losers

Company	25-May	Prev_Day	% Change [#]
Cipla	470	494	-4.91

Advance Decline Ratio

	BSE	NSE
Advances	1568	1073
Declines	976	471
Unchanged	175	79

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-801	13176
MF Flows**	15	6223

*25th 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

- Asian markets closed in the green amid stability in the global crude oil prices. Buying spree improved following decision of the eurozone's finance ministers to allow new bailout loans for debt-burdened Greece. Today, (as on May 26) bourses traded higher following overnight gains in the Wall Street. While Nikkei Average was trading up 0.32%, Hang Seng was down 0.54% (as at 8.00 a.m IST).
- As per the last close, European markets witnessed gains as investor sentiments were lifted by the news of a major breakthrough in talks between eurozone finance ministers and Greece to unlock 10.3 billion euros in new bailout loans.
- As per the last close, U.S. markets went up following positive cues from European markets. Investor sentiments boosted as oil rose above \$49 a barrel to hit fresh highs for the year so far.

Indian Equity Market

- Indian equity market surged with Sensex gaining over 575 points and Nifty 50 surpassing the 7,900-mark. Above-normal monsoon prediction by a private weather forecaster, coupled with rise in global crude oil prices boosted investor sentiment. Gains in the European equity market after the eurozone's finance ministers and the International Monetary Fund reached a deal to bail-out funds for debt-burdened Greece supported the Indian market.
- The overall market breadth on BSE was positive with 1,568 scrips advancing and 976 scrips declining. A total of 175 scrips remained unchanged.
- On the BSE sectoral front, all the indices closed in the green. S&P Bankex was the top gainer, up 3.17%, followed by S&P BSE Capital Goods and S&P BSE Finance, which gained 2.96% and 2.59%, respectively. S&P BSE IT and S&P BSE Teck went up 2.25% and 2.21%, respectively. Banking stocks benefited due to the forecast of above-normal monsoon and media news stating that the government could inject fresh funds beyond the \$3.7 billion announced in the Union budget.

Domestic News

- The central bank conducted a survey of 4,000 ATMs and the results showed that around one-third of the ATMs were inoperative, while some them violated the regulatory instructions. Therefore, RBI warned the banks about penal actions in case of non-compliance of norms. However, the banks complained that without adequate user charges, ATMs are a loss-making business for them.
- Union Cabinet has approved National Capital Goods policy, India's first policy on capital goods sector. The objective of the policy is to create an environment for globally competitive capital goods sector by increasing the total production and create jobs.
- According to the Ministry of Micro, Small and Medium Enterprise (MSME), the government has approved to revise the guidelines of the Performance in Credit Rating Scheme. As per the revised guidelines, the fees paid to the rating agencies shall be on the basis of the turnover of the micro and small enterprises which has been categorised into three slabs.
- The Income Tax Department has decided to publish names and all vital details of the defaulters (address, PAN, contact number) in major national dailies. Earlier, such steps used to be taken in case of defaulting more than Rs. 20-30 crore of tax. But now onwards, defaulters of Rs. one crore or above will attract such punishment.
- Engineering and infrastructure major L&T's net profit rose 18.55% YoY to Rs. 2,454 crore in the Mar quarter of FY16 due to better management execution. The consolidated gross revenue increased 18% to Rs. 33,157 crore due to improved project execution.
- Two-wheeler major Bajaj Auto's standalone net profit increased 29.18% YoY to Rs. 803.06 crore in the Mar quarter of FY16, because of robust sales growth. Total volume sales rose 11.47% YoY to 8,72,458 units.

FII Derivative Trade Statistics	25-May		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	5168.73	5541.96	17265.84
Index Options	30082.58	30833.18	71665.92
Stock Futures	17073.16	16721.69	51607.38
Stock Options	2936.63	2991.92	5139.06
Total	55261.10	56088.75	145678.20

Derivative Statistics- Nifty Options	25-May	Prev_Day	Change
Put Call Ratio (OI)	1.03	0.87	0.15
Put Call Ratio(Vol)	0.96	0.87	0.09

Debt Watch	25-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.49%	6.41%	6.54%	7.52%
CBLO	6.59%	6.46%	6.51%	7.62%
Repo	6.50%	6.50%	6.50%	7.50%
Reverse Repo	6.00%	6.00%	6.00%	6.50%
91 Day T-Bill	6.82%	6.77%	6.76%	7.79%
364 Day T-Bill	6.93%	6.93%	6.82%	7.78%
10 Year Gilt	7.46%	7.48%	7.47%	7.68%
G-Sec Vol. (Rs.Cr)	21165	34803	49841	27660
1 Month CP Rate	7.71%	7.71%	7.70%	8.20%
3 Month CP Rate	7.96%	7.99%	8.04%	8.39%
5 Year Corp Bond	8.08%	8.07%	8.05%	8.45%
1 Month CD Rate	6.97%	7.03%	7.09%	7.93%
3 Month CD Rate	7.18%	7.29%	7.30%	8.06%
1 Year CD Rate	7.48%	7.48%	7.44%	8.30%

Currency Market	25-May	Prev_Day	Change
USD/INR	67.45	67.71	-0.26
GBP/INR	98.56	98.07	0.49
EURO/INR	75.21	75.93	-0.72
JPY/INR	0.61	0.62	-0.01

Commodity Prices	25-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	49.10	48.12	41.67	58.88
Brent Crude(\$/bl)	49.07	49.33	42.62	63.82
Gold(\$/oz)	1224	1258	1238	1207
Gold(Rs./10 gm)	28980	29850	29110	27066

Source: ICRON Research

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Derivatives Market

- Nifty May 2016 Futures were at 7,943.00 points, a premium of 8.10 points, over the spot closing of 7,934.90. The turnover on NSE's Futures and Options segment moved up from Rs. 3,69,988.58 crore on May 24 to Rs. 6,03,352.90 crore on May 25.
- The Put-Call ratio stood at 0.92, compared with the previous session's close of 0.84.
- The Nifty Put-Call ratio stood at 1.03, compared with the previous session's close of 0.88.
- The open interest on Nifty Futures stood at 26.89 million, compared with the previous session's close of 22.62 million.

Indian Debt Market

- Bond yields close slightly lower because of Open Market Operation (OMO) conducted by the Reserve Bank of India (RBI) on May 25. However, yields moved in a tight range on concerns over faster increase in inflation due to higher food prices in India and an imminent U.S. interest rate hike.
- RBI conducted OMO for an aggregate amount of Rs. 15,000 crore for Government Securities (GS) namely 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. The cut-off prices stood at Rs. 101.18 (7.45%), Rs. 100.40 (7.61%), Rs. 100.35 (7.67%), Rs. 103.02 (7.82%), Rs. 109.08 (7.91%), and Rs. 103.40 (7.88%), respectively. The auction was fully subscribed.
- As per Scheduled Bank's Statement of Position in India for May 13, 2016, bank deposits grew 9.85% YoY, while bank credit witnessed a growth of 9.83%.

Currency Market Update

- The Indian rupee strengthened to a one-week high level against the U.S. dollar following strength in Asian and domestic equity markets. The rupee rose 0.62% to close at 67.33 per dollar from the previous close of 67.75.
- The euro rose marginally against the U.S. dollar after the eurozone's finance ministers agreed to fund 10.3 billion euros to Greece, easing concerns over another eurozone debt crisis. Euro was trading at \$1.1145, up 0.04% from the previous day's close of \$1.1140.

Commodity Market Update

- Gold prices went down since investors remained on the sidelines on concerns of an early interest rate increase by the U.S. Federal Reserve.
- Brent crude prices grew after the U.S. inventories registered a sharp decline.

International News

- The survey from the ifo institute showed that Germany's business climate indicator rose to 107.7 in May 2016 from a revised 106.7 in Apr 2016. The reading was better than market expectations and recorded its highest level since Dec 2015. According to the survey, companies were more satisfied with their current situation and turned noticeably optimistic regarding months ahead despite fear of "Brexit".
- Lenders approved the third tranche of bailout funds of EUR 10.3 billion to Greece and allowed debt relief to the region, after the International Monetary Fund relaxed its tough stance. The approval came after the Greece parliament approved austerity measures on last Sunday.