

Indices Performance

Global Indices	26-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	16,167	15,885	282	1.78
Nasdaq	4,568	4,518	49	1.09
FTSE	5,911	5,877	34	0.59
Nikkei	16,709	17,111	-402	-2.35
Hang Seng	18,861	19,340	-479	-2.48
Indian Indices	25-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	24,486	24,436	50	0.21
Nifty 50	7,436	7,422	14	0.18
Nifty 100	7,533	7,520	13	0.17
Nifty Bank	15,561	15,498	64	0.41
SGX Nifty	7,438	7,430	8	0.10
S&P BSE Power	1,772	1,780	-7	-0.40
S&P BSE Small Cap	10,698	10,598	100	0.94
S&P BSE HC	15,696	15,545	151	0.97

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
25-Jan	18.17	1.46	20.04	1.56
Month Ago	19.65	1.38	21.26	1.47
Year Ago	19.88	1.15	22.48	1.19

Nifty 50 Top 3 Gainers

Company	25-Jan	Prev_Day	% Change [#]
Cairn India	119	113	5.41
Tata Steel	255	248	2.87
Sun Pharma	807	789	2.29

Nifty 50 Top 3 Losers

Company	25-Jan	Prev_Day	% Change [#]
GAIL	357	367	-2.79
Hero Moto	2525	2592	-2.56
L&T	1114	1142	-2.46

Advance Decline Ratio

	BSE	NSE
Advances	1717	1059
Declines	940	517
Unchanged	163	69

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-733	-10696
MF Flows**	707	5024

*25th Jan 2016; **21st Jan 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-0.73% (Dec-15)	-4.59% (Sep-15)	-0.50% (Dec-14)
IIP	-3.2% (Nov-15)	6.3% (Aug-15)	5.2% (Nov-14)
GDP	7.40 (Sep-15)	7.00 (Jun-15)	8.40 (Sep-14)

Global Indices

- Most of the Asian markets fell with Chinese bourses being the major drag. Investors remained on sidelines ahead of U.S. Fed's policy statement due on Jan 27 and Bank of Japan's interest rate decision scheduled on Jan 29. News that the People's Bank of China conducted its biggest daily open markets operation in three years failed to improve investor sentiment. Today (As on Jan 27 2016), Asian markets were trading higher following rise in Wall Street overnight. Both Nikkei Average and Hang Seng were trading up 2.60% and 1.08% (as at 8.00 a.m IST) respectively.
- As per the last close, European markets weakened early following drop in Asian equity markets especially slump in Chinese markets. However, markets closed in green tracking rebound in crude oil prices on reports that OPEC members are planning to cut the oil production.
- As per the last close, the U.S. markets increased following rebound in crude oil prices and better than expected U.S. consumer confidence index in January. Buying interest was seen as the start of the earning season saw upbeat December quarter results of some big companies.

Indian Equity Market

- Indian equity market moved up following firm Asian markets. China's economy showed positive signs as the Government's expected to keep the yuan stable for some time. In addition, hopes of more stimulus in Europe and Japan, as well as a rebound in oil prices following a severe storm in the U.S. supported the market.
- Key benchmark indices S&P BSE Sensex and Nifty 50 went up 0.21% and 0.18% to close at 24,485.95 points and 7,436.15 points, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap grew 0.24% and 0.94%, respectively.
- The overall market breadth on BSE was strong with 1,717 scrips advancing and 940 scrips declining. A total of 163 scrips remained unchanged.
- On the BSE sectoral front, most indices closed in the green. S&P BSE Metal (1.58%) and S&P BSE Consumer Durables (1.34%) were the highest grosser of the day. Some of the other sectors that closed in the positive terrain were S&P BSE Basic Materials (0.97%), S&P BSE Healthcare (0.97%), S&P BSE Finance (0.55%), and S&P BSE Realty (0.50%).

Domestic News

- According to the Government, the aspect of retrospective taxation is a matter of past and will not be considered again in the future. The Government further informed that France would immediately start investing \$ 1 billion in India annually that will be increased later.
- According to Moody's, India's credit profile will not be affected by a small slippage in fiscal deficit. Moody's expects the Government to continue with fiscal consolidation and target lower deficits every year despite headwinds from global slowdown. The global credit rating agency further added that increase in corporate profits and government revenues is the key to India meeting 3.5% fiscal deficit target in 2016-17.
- The Reserve Bank of India, has sought an additional Rs. 26,000 crore from the Government to be injected into state-run banks by 2018. The central bank pointed out that current capital pledges may be inadequate as there has been an increase in stressed assets in the banking sector. It needs to be noted that the Government so far in this fiscal has spent Rs. 20,000 crore on bank capitalization and will infuse another Rs. 5,000 crore before March. The Government has pledged Rs. 70,000 crore toward this end until FY19 and Rs. 25,000 crore of this in the next fiscal year.
- HDFC Bank has posted net profit of Rs. 3,356.8 crore in the third quarter, up 20.0% YoY from the comparable period last year. The improvement was mainly due to higher other income and net interest income.
- Coal India has supplied a total of 299.10 million tonnes during the first three quarters of the current fiscal to the power sector. Last year same period, the company supplied a total volume of 280.21 million tonnes.
- Reliance Communications expects capital expenditure of Rs. 4,000 crore for the current fiscal, up from previously expected Rs. 3,000 crore.

Mutual Fund

27 January 2016

FII Derivative Trade Statistics	25-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4003.68	3447.07	16385.86
Index Options	43310.79	42285.17	89777.70
Stock Futures	9589.31	8729.97	48770.78
Stock Options	3430.21	3523.08	4719.93
Total	60333.99	57985.29	159654.27

Derivative Statistics- Nifty Options	25-Jan	Prev_Day	Change
Put Call Ratio (OI)	0.83	0.86	-0.03
Put Call Ratio(Vol)	1.02	0.84	0.18

Debt Watch	25-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	7.04%	6.86%	6.74%	7.86%
CBLO	6.91%	6.96%	6.79%	7.80%
Repo	6.75%	6.75%	6.75%	7.75%
Reverse Repo	5.75%	5.75%	5.75%	6.75%
91 Day T-Bill	7.23%	7.21%	7.20%	8.12%
364 Day T-Bill	7.16%	7.21%	7.25%	7.89%
10 Year Gilt	7.81%	7.81%	7.75%	7.70%
G-Sec Vol. (Rs.Cr)	21828	27119	24202	55302
1 Month CP Rate	7.80%	7.50%	7.65%	8.36%
3 Month CP Rate	8.68%	8.21%	7.86%	8.76%
5 Year Corp Bond	8.24%	8.29%	8.35%	8.28%
1 Month CD Rate	7.26%	7.22%	7.39%	8.09%
3 Month CD Rate	7.81%	7.68%	7.41%	8.48%
1 Year CD Rate	7.80%	7.74%	7.70%	8.58%

Currency Market	25-Jan	Prev_Day	Change
USD/INR	67.64	67.75	-0.11
GBP/INR	96.74	96.45	0.29
EURO/INR	73.12	73.41	-0.28
JPY/INR	0.57	0.57	0.00

Commodity Prices	26-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	29.54	28.42	37.52	44.77
Brent Crude(\$/bl)	30.69	27.06	37.56	45.46
Gold(\$/oz)	1120	1087	1076	1281
Gold(Rs./10 gm) ⁵	26373	26056	25148	28017

Source: ICRON Research ⁵ Last closing as on 25-Jan

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

Derivatives Market

- Nifty Jan 2016 Futures were at 7,435.45, a discount of 0.7 points over the spot closing of 7,436.15 points. The turnover on NSE's Futures and Options segment went up from Rs. 3,65,027.54 on Jan 22 to Rs. 3,67,055.76 on Jan 25.
- The Put-Call ratio stood at 0.97, compared with the previous close of 0.81.
- The Nifty Put-Call ratio stood at 0.83, compared with the previous close of 0.86.
- The open interest on Nifty Futures stood at 23.95 million, compared with the previous session's close of 23.96 million.

Indian Debt Market

- Bond yields went up due to the lack of any domestic catalysts. Supply of fresh debt securities following the auction of State Development Loans of 16 states also weighed on market sentiments.
- Yield on 10-year benchmark bond 7.72% GS 2025 increased 3 bps to 7.81%, compared with the previous close of 7.78%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 20,516 crore (gross), compared with Rs. 19,551 crore borrowed on Jan 22. Sale of securities by the RBI under the reverse repo window stood at Rs. 6,363 crore on Jan 22.
- Banks borrowed Rs. 2,620 crore under the central bank's Marginal Standing Facility on Jan 22. Banks didn't borrow on Jan 21.
- The RBI conducted 15-day variable rate repo auction for a notified amount of Rs. 15,500 crore. An amount of Rs. 13,600 crore was allotted at the cut-off rate of 6.76%.

Currency Market Update

- The Indian rupee lost 0.30% against the U.S. dollar as demand for the greenback was higher from the oil importers. Rupee closed at 67.83, compared with the previous close of 67.63.
- Euro gained against the U.S. dollar as investors preferred to be in the sidelines for the upcoming Federal Reserve meeting. Euro was trading at \$1.0812, up 0.17% from the previous day's close of \$1.0794.

Commodity Market Update

- Gold prices rose as the weakness in European equity markets boosted the safe haven bets of the precious metal.
- Brent Crude prices declined on Iraq's announcement regarding record oil production during December, in an already oversupplied market.

International News

- According to the Conference Board data, U.S.' leading economic index slipped 0.2% in December compared with November's revised 0.5% gain. The decline was worse than expected, mainly due to fall in housing permits and slowing new orders in the manufacturing sector.
- Japan's Ministry of Finance reported a trade surplus of 140.3 billion yen in December, reversing November's deficit of 381.3 billion yen and beating the expectations. Drop in exports was more than offset by fall in imports.