

Indices Performance

Global Indices	18-May	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,299	18,273	26	0.14
Nasdaq	5,078	5,048	30	0.60
FTSE	6,969	6,960	8	0.12
Nikkei	19,890	19,733	157	0.80
Hang Seng	27,591	27,822	-231	-0.83
Indian Indices	18-May	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	27,687	27,324	363	1.33
CNX Nifty	8,374	8,262	111	1.35
CNX 100	8,453	8,342	110	1.32
CNX Bank Index	18,423	18,183	240	1.32
SGX Nifty	8,369	8,261	109	1.31
S&P BSE Power	2,056	2,034	22	1.08
S&P BSE Small Cap	11,148	11,041	107	0.97
S&P BSE HC	16,793	16,538	255	1.54

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
18-May	20.07	1.33	22.57	1.41
Month Ago	19.84	1.21	23.06	1.27
Year Ago	18.79	1.38	19.93	1.34

Nifty Top 3 Gainers

Company	18-May	Prev_Day	% Change [#]
GAIL	395	380	3.81
Dr Reddys Lab	3622	3496	3.60
Zee Entertainment	312	301	3.47

Nifty Top 3 Losers

Company	18-May	Prev_Day	% Change [#]
Asian Paints	767	790	-2.98
Tech Mahindra	613	618	-0.93
Hero Moto	2521	2530	-0.36

Advance Decline Ratio

	BSE	NSE
Advances	1662	990
Declines	1061	485
Unchanged	121	87

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1749	42308
MF Flows**	295	20704

*18th May 2015; **15th May 2015

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-2.65% (Apr-15)	-0.95% (Jan-15)	5.55% (Apr-14)
IIP	2.10% (Mar-15)	3.60% (Dec-14)	-0.50% (Mar-14)
GDP	7.50 (Dec-14)	7.80 (Sep-14)	6.60 (Dec-13)

Global Indices

- Asian markets witnessed a mixed trend as weak housing data from China weighed on investor sentiments. Persistent concerns over Greece also kept markets under pressure. However, Japanese bourses gained after official data showed that the country's core machinery orders came better than expected in March. Today (as on Tuesday), Asian markets rose, drawing support from the new records on the Dow Jones Industrial Average and S&P 500 overnight. Both Hang Seng and Nikkei Average rose 0.20% and 0.64%, respectively (as at 8.00 a.m IST).
- As per last closing, European markets rose as investors continued to take positive cues from ECB President's reiteration on continuing stimulus measures. However, gains were capped as the ongoing concerns over the situation in Greece weighed on investor sentiment.
- As per last closing, U.S. markets rose following gains in the stocks of one of the blue chip companies in the tech sector. Buying interest was also generated from positive comments of one of the Fed officials regarding interest rate hike.

Indian Equity Market

- Indian equity markets rose for the second consecutive session amid hopes of a rate cut by the RBI at its upcoming monetary policy review on June 2. Sentiments improved further on forecast of timely monsoon and the Government containing fiscal deficit at 4% of GDP for 2014-15.
- The key benchmark indices, S&P BSE Sensex and CNX Nifty, rose 1.33% and 1.35%, to close at 27,687.30 and 8,373.65 points, respectively. Meanwhile, S&P BSE Mid-Cap and S&P BSE Small-Cap rose 0.98% and 0.97%, respectively.
- The overall market breadth on BSE was positive with 1,662 scrips advancing and 1,061 scrips declining. A total of 121 scrips remained unchanged.
- On the BSE sectoral front, barring S&P BSE Realty, all other indices closed in green. S&P BSE Consumer Durables was the top gainer, up 2.16%, followed by S&P BSE Oil & Gas and S&P BSE Healthcare, which rose 2.09% and 1.54%, respectively. Stocks of oil marketing companies gained on the back of hike in fuel prices.
- Among the 30-stock sensitive Sensex pack, Dr. Reddy's Laboratories was the top gainer, up 3.48%.

Domestic News

- Data from the Ministry of Finance showed that the fiscal deficit at the end of 2014-15 stood at Rs. 5,01,880 crore, which is 98% of the projected figure in revised estimate of 2014-15. Fiscal deficit, as a percentage of GDP, is 4.0% for 2014-15 against the revised estimate of 4.1% and 4.4% for 2013-14.
- The Finance Minister expects the Reserve Bank of India (RBI) to lower interest rates at its upcoming bi-monthly monetary policy review for 2015-16 on June 2. Further easing of monetary policy is expected to boost the Indian economy which will prompt industries to invest, developers to build and consumers to borrow.
- Capital market regulator Securities and Exchange Board of India (SEBI) has decided to fix strict timelines for completing its enforcement actions and ensuring fast-track refund of money collected fraudulently from investors. The capital market regulator further added that it would be streamlining the enforcement process by focusing on reducing delays, laying strict timelines for completion of actions, putting in place efficient follow-up mechanisms, creating a central database of enforcement actions and monitoring system.
- The Indian Embassy in Beijing informed that Indian and Chinese companies signed 26 business deals worth more than \$22 billion. The agreements have a bilateral commercial engagement in sectors like renewable energy, industrial parks, power, steel, logistics, finance, media and entertainment.
- According to the Finance Secretary, the Ministry of Finance is expecting a rating upgrade by credit rating agencies by the year end on the back of policy initiatives, moderating inflation and improvement in the Government's fiscal position. The Finance Secretary also opined that decline in crude oil prices is likely to sustain in 2015-16 which will help moderate the price increase in general because petroleum products are used in the production of almost every commodity.

FII Derivative Trade Statistics	18-May		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1242.54	1373.62	11787.44
Index Options	11835.32	11097.46	75650.19
Stock Futures	2084.53	1959.67	47339.35
Stock Options	1446.45	1407.68	2595.43
Total	16608.84	15838.43	137372.41

Derivative Statistics- Nifty Options			
	18-May	Prev_Day	Change
Put Call Ratio (OI)	1.05	0.96	0.09
Put Call Ratio(Vol)	1.09	1.02	0.07

Debt Watch				
	18-May	Wk. Ago	Mth. Ago	Year Ago
Call Rate	7.60%	7.62%	7.41%	7.87%
CBLO	7.61%	7.58%	7.19%	7.28%
Repo	7.50%	7.50%	7.50%	8.00%
Reverse Repo	6.50%	6.50%	6.50%	7.00%
91 Day T-Bill	7.84%	7.90%	7.79%	8.82%
364 Day T-Bill	7.88%	7.90%	7.87%	8.83%
10 Year Gilt	7.90%	7.89%	7.79%	8.83%
G-Sec Vol. (Rs.Cr)	50131	43629	29875	58955
1 Month CP Rate	8.41%	8.56%	8.18%	8.78%
3 Month CP Rate	8.64%	8.79%	8.49%	9.24%
5 Year Corp Bond	8.53%	8.54%	8.32%	9.37%
1 Month CD Rate	8.03%	8.18%	7.98%	8.51%
3 Month CD Rate	8.26%	8.35%	8.20%	8.89%
1 Year CD Rate	8.41%	8.45%	8.30%	9.09%

Currency Market			
Currency	18-May	Prev_Day	Change
USD/INR	63.55	63.58	-0.02
GBP/INR	99.86	100.30	-0.43
EURO/INR	72.67	72.38	0.30
JPY/INR	0.53	0.53	0.00

Commodity Prices				
Currency	18-May	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	59.44	59.23	55.71	102.31
Brent Crude(\$/bl)	64.85	62.52	61.16	111.70
Gold(\$/oz)	1225	1184	1204	1293
Gold(Rs./10 gm)	27596	26848	26605	28869

Source: ICRON Research

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Derivatives Market

- Nifty May 2015 Futures were at 8,372.80 points, a discount of 0.85 points over the spot closing of 8,373.65 points. The turnover on NSE's Futures and Options segment rose from Rs. 1,87,152.52 crore on May 15 to Rs. 2,23,342.60 crore on May 18.
- The Put-Call ratio stood at 1.05 compared to the previous session's close of 0.97.
- The Nifty Put-Call ratio stood at 1.05, compared to the previous session's close of 0.96.
- The open interest on Nifty Futures fell from 15.82 million recorded in the previous trading session to 15.65 million.

Indian Debt Market

- Bond yields fell on hopes that continued decline in domestic inflationary pressure and narrowing of the fiscal deficit for 2014-15 may lead to further monetary easing by the Reserve Bank of India (RBI) at its upcoming monetary policy review on June 2.
- The yield on the 10-year benchmark bond fell by 5 bps to close at 7.90% against 7.95% recorded in the previous trading session. The paper moved in the range of 7.89% to 7.93% during the trading session.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 18,337 crore (gross) against Rs. 20,450 crore borrowed on May 15. Sale of securities by the RBI under the reverse repo window stood at Rs. 7,072 crore on May 15 and Rs. 663 crore on May 16.
- Banks borrowed Rs. 500 crore under the RBI's Marginal Standing Facility on May 15 compared to Rs. 700 crore borrowed on May 14.

Currency Market Update

- The rupee weakened against the dollar as demand of the greenback from banks and importers weighed on market sentiments. The rupee fell 0.32% to close at 63.71 compared to the previous close of 63.51.
- The euro fell against the dollar as investors were concerned over Greece's debt situation and its future in the Euro zone. The euro was trading lower at \$1.1348 compared to the previous close of \$1.1451.

Commodity Market Update

- Gold prices rose to a three-month high as a series of disappointing U.S. economic data increased expectations that the U.S. Federal Reserve will not hike interest rate in the near term.
- Brent crude prices inched up on concerns over supply disruption following conflict in Iraq and Yemen.

International News

- According to a report by the U.S. Federal Reserve, industrial production fell by 0.3% in April compared to a 0.6% drop originally reported for the previous month.
- Data from the Ministry of Economy, Trade and Industry of Japan showed that seasonally-adjusted industrial production fell 0.8% on a monthly basis in March. Industrial production decreased an unadjusted 1.7% annually in March compared to a 1.2% decline expected initially.
- Data from the Cabinet Office showed that core machine orders in Japan rose 2.9% on a monthly basis in March following the downwardly-revised 1.4% decline in February.