

Indices Performance

| Global Indices | 04-Aug | Prev_Day | Abs. Change | % Change [#] |
|-------------------|--------|----------|-------------|-----------------------|
| Dow Jones | 17,551 | 17,598 | -48 | -0.27 |
| Nasdaq | 5,106 | 5,115 | -10 | -0.19 |
| FTSE | 6,687 | 6,689 | -2 | -0.03 |
| Nikkei | 20,520 | 20,548 | -28 | -0.14 |
| Hang Seng | 24,406 | 24,411 | -5 | -0.02 |
| Indian Indices | 04-Aug | Prev_Day | Abs. Change | % Change [#] |
| S&P BSE Sensex | 28,072 | 28,187 | -115 | -0.41 |
| CNX Nifty | 8,517 | 8,543 | -26 | -0.31 |
| CNX 100 | 8,664 | 8,666 | -2 | -0.02 |
| Bank Nifty | 18,973 | 18,915 | 58 | 0.31 |
| SGX Nifty | 8,517 | 8,537 | -20 | -0.24 |
| S&P BSE Power | 2,081 | 2,080 | 1 | 0.05 |
| S&P BSE Small Cap | 12,021 | 11,941 | 80 | 0.67 |
| S&P BSE HC | 17,115 | 17,104 | 11 | 0.06 |

P/E Dividend Yield

| Date | Sensex | | Nifty | |
|-----------|--------|------------|-------|------------|
| | P/E | Div. Yield | P/E | Div. Yield |
| 4-Aug | 22.45 | 1.30 | 23.48 | 1.42 |
| Month Ago | 22.66 | 1.29 | 23.52 | 1.43 |
| Year Ago | 18.11 | 1.37 | 20.26 | 1.31 |

Nifty Top 3 Gainers

| Company | 04-Aug | Prev_Day | % Change [#] |
|---------------|--------|----------|-----------------------|
| Tech Mahindra | 542 | 524 | 3.52 |
| Tata Steel | 256 | 248 | 3.37 |
| Hindalco | 109 | 106 | 3.36 |

Nifty Top 3 Losers

| Company | 04-Aug | Prev_Day | % Change [#] |
|---------------|--------|----------|-----------------------|
| Idea Cellular | 164 | 171 | -3.92 |
| Cairn India | 166 | 172 | -3.06 |
| Hero Moto | 2624 | 2697 | -2.72 |

Advance Decline Ratio

| | BSE | NSE |
|-----------|------|-----|
| Advances | 1616 | 826 |
| Declines | 1278 | 677 |
| Unchanged | 123 | 68 |

Institutional Flows (Equity)

| Description (Cr) | Inflow/Outflow | YTD |
|------------------|----------------|-------|
| FII Flows* | 430 | 44605 |
| MF Flows** | -81 | 38236 |

*4th Aug 2015; **3rd Aug 2015

Economic Indicator

| YoY(%) | Current | Quarter Ago | Year Ago |
|--------|--------------------|--------------------|-------------------|
| WPI | -2.40% (Jun-15) | -2.33% (Mar-15) | 5.66% (Jun-14) |
| IIP | 2.70% (May-15) | 4.80% (Feb-15) | 5.60% (May-14) |
| GDP | 7.50 (Mar-15) | 6.60 (Dec-14) | 6.70 (Mar-14) |

Global Indices

- Asian markets witnessed a mixed trend on news that Chinese authorities have stepped up their restriction on short-selling of shares and the state-backed margin lender China Securities Finance Corp. has infused 200 billion yuan (\$32.21 billion) since July into five newly-launched mutual funds. However, fall in overnight U.S. markets and concerns over Chinese economy weighed on some regional bourses. Today (As on Wednesday), Asian stocks opened higher on the back of a recovery in oil prices. Investors also remained on the sidelines ahead of the China Caixin General Services Purchasing Managers Index (PMI) due to be released later in the day. Hang Seng was trading up 0.57% and Nikkei Average was trading up 0.51% (as at 8.00 a.m IST).
- As per last closing, European equities closed lower on the back of mixed corporate earnings reports. Continued losses in the Greek stock market also weighed on the investor sentiment.
- As per last closing, U.S. scrips closed lower on the back of a continued decline in the stock price of a major technology company and uncertainty over the interest outlook in the U.S. region.

Indian Equity Market

- Indian equity markets closed in red, amid a volatile trading session, as investors resorted to selling after the Reserve Bank of India (RBI), at its third Bi-monthly Policy Review, kept key rates unchanged. Investor sentiments dampened further after the Indian Meteorological Department forecasted below-normal monsoon rainfall in the remaining two months of the four-month season.
- Key benchmark indices, S&P BSE Sensex and CNX Nifty, fell 0.41% and 0.31% to close at 28,071.93 points and 8,516.90 points, respectively. However, S&P BSE Mid-Cap and S&P BSE Small Cap bucked the trend and rose by 1.11% and 0.67%, respectively.
- On the BSE sectoral front, majority of the indices closed in red. S&P BSE Consumer Durables was the major laggard, down 0.77% followed by S&P BSE Oil & Gas and S&P BSE TECK, which fell 0.69% and 0.65%, respectively. Meanwhile, S&P BSE Metal was the top gainer, up 2.69%, followed by S&P BSE Auto and S&P BSE Bankex, which rose 1.00% and 0.47%, respectively. Stocks of steel manufacturing companies rose on reports that the Government plans to hike import duty on flat and long steel products.

Domestic News

- The RBI at its third bi-monthly monetary policy review kept its key policy rates unchanged at 7.25%. The RBI Governor opined that headline inflation remains at elevated level and banks are yet to pass on the full benefits of previous rate cuts. He further added that the Central Bank awaits greater transmission of its front-loaded past actions and will monitor developments for more accommodation.
- The Foreign Investment Promotion Board (FIPB), headed by the Finance Secretary, has cleared 18 Foreign Direct Investment (FDI) proposals. The inter-ministerial agency had considered 41 FDI proposals and deferred 10 proposals.
- According to the Ministry of Finance, the Reserve Bank of India should not hesitate in cutting interest rate just on inflationary concerns.
- According to the Minister of State for Petroleum and Natural Gas, Foreign Direct Investment (FDI) in the petroleum and natural gas sector witnessed an almost ten-fold jump in the financial year 2014-15 compared to the preceding fiscal. FDI in petroleum and natural gas sector rose to Rs. 6,473.22 crore in 2014-15, whereas the same stood at Rs. 678.39 crore in 2013-14.
- The Government is considering selling 3% stake in state-owned gas utility company GAIL to raise Rs. 1,300 crore. The Finance Ministry has moved a draft Cabinet note for inter-ministerial consultations for selling over 3.80 crore shares through a public offer.
- Bharti Airtel reported a 24% rise in consolidated net profit at Rs. 1,554 crore for the June quarter 2015 following strong consumer demand for voice and data services. The total revenue rose 3% on a quarterly basis to Rs. 23,670 crore. The Average Revenue per User rose by Rs. 42 to Rs. 181 during the quarter.
- Sony India has started manufacturing Bravia TVs in India in partnership with Competition Team Technology (India) on an Original Equipment Manufacturing (OEM) basis in Tamil Nadu.

| FII Derivative Trade Statistics | 04-Aug | | |
|---------------------------------|----------|----------|-----------|
| (Rs Cr) | Buy | Sell | Open Int. |
| Index Futures | 933.05 | 1121.37 | 14738.71 |
| Index Options | 6365.36 | 5776.83 | 62203.07 |
| Stock Futures | 3270.48 | 2807.53 | 49109.09 |
| Stock Options | 1544.23 | 1592.75 | 1721.60 |
| Total | 12113.12 | 11298.48 | 127772.47 |

| Derivative Statistics- Nifty Options | | | |
|--------------------------------------|--------|----------|--------|
| | 04-Aug | Prev_Day | Change |
| Put Call Ratio (OI) | 0.92 | 0.92 | 0.01 |
| Put Call Ratio(Vol) | 0.94 | 0.75 | 0.19 |

| Debt Watch | | | | |
|--------------------|--------|---------|----------|----------|
| | 04-Aug | Wk. Ago | Mth. Ago | Year Ago |
| Call Rate | 7.06% | 7.06% | 7.01% | 7.75% |
| CBLO | 7.16% | 7.18% | 6.96% | 7.48% |
| Repo | 7.25% | 7.25% | 7.25% | 8.00% |
| Reverse Repo | 6.25% | 6.25% | 6.25% | 7.00% |
| 91 Day T-Bill | 7.20% | 7.34% | 7.50% | 8.35% |
| 364 Day T-Bill | 7.56% | 7.59% | 7.61% | 8.64% |
| 10 Year Gilt | 7.84% | 7.81% | 7.80% | 8.50% |
| G-Sec Vol. (Rs.Cr) | 43509 | 39413 | 34820 | 22897 |
| 1 Month CP Rate | 7.47% | 7.56% | 7.85% | 8.68% |
| 3 Month CP Rate | 7.85% | 7.93% | 8.01% | 9.05% |
| 5 Year Corp Bond | 8.45% | 8.48% | 8.54% | 9.32% |
| 1 Month CD Rate | 7.32% | 7.37% | 7.55% | 8.40% |
| 3 Month CD Rate | 7.52% | 7.59% | 7.73% | 8.82% |
| 1 Year CD Rate | 7.93% | 7.97% | 8.06% | 9.06% |

| Currency Market | | | |
|-----------------|--------|----------|--------|
| Currency | 04-Aug | Prev_Day | Change |
| USD/INR | 63.93 | 63.96 | -0.03 |
| GBP/INR | 99.82 | 99.93 | -0.11 |
| EURO/INR | 70.05 | 70.16 | -0.11 |
| JPY/INR | 0.52 | 0.52 | 0.00 |

| Commodity Prices | | | | |
|--------------------|--------|--------|----------|----------|
| Currency | 04-Aug | Wk Ago | Mth. Ago | Year Ago |
| NYMEX Crude(\$/bl) | 45.75 | 47.97 | 56.52 | 98.26 |
| Brent Crude(\$/bl) | 49.43 | 55.30 | 58.66 | 103.53 |
| Gold(\$/oz) | 1087 | 1095 | 1167 | 1288 |
| Gold(Rs./10 gm) | 24696 | 24800 | 26148 | 27993 |

Source: ICRON Research

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Derivatives Market

- Nifty August 2015 Futures were at 8,547.55 points, a premium of 30.65 points against the spot closing of 8,516.90 points. The turnover on NSE's Futures and Options segment rose from Rs. 1,19,622.24 crore on August 3 to Rs. 2,44,754.83 crore on August 4.
- The Put-Call ratio stood at 0.90, compared to the previous session's close of 0.72.
- The Nifty Put-Call ratio remained unchanged and stood at 0.92.
- India VIX fell 3.64% from 15.3900 in the previous trading session to 14.8300.
- The open interest on Nifty Futures stood at 16.73 million compared to the previous session's close of 17.50 million.

Indian Debt Market

- Bond yields rose after the Reserve Bank of India (RBI) did not provide any timeline for further monetary easing at its policy meet. The RBI said that further easing will now depend on inflation and monsoon outlook.
- The yield on the 10-year benchmark bond, 7.72% GS 2025, increased 3 bps to close at 7.84% against the previous close of 7.81%. The paper moved in the range of 7.77% to 7.85% during the trading session.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 2,142 crore (gross) against Rs. 2,156 crore borrowed on August 3. Sale of securities by the RBI under the reverse repo window stood at Rs. 5,267 crore on August 3.
- Banks borrowed Rs. 180 crore under the RBI's Marginal Standing facility on August 3 compared to that of July 31, when it borrowed Rs. 25 crore.

Currency Market Update

- The rupee strengthened against the dollar on hopes of foreign fund inflows following comments from the Reserve Bank of India on foreign investment limit in Government debt. The rupee closed at 63.75 per dollar compared to the previous close of 64.04. It recorded the sharpest single-day rise in one-and-half months.
- The euro rose against the dollar amid subdued trade ahead of the release of non-farm payroll data from the U.S. region. The euro was trading at \$1.0964 compared to the previous close of \$1.0949.

Commodity Market Update

- Gold prices rose following weakness in the dollar against the euro, owing to weak U.S. economic data.
- Brent crude prices remained almost unchanged compared to the previous day as concerns over supply glut weighed on investor sentiments.

International News

- According to the Institute for Supply Management, the U.S. Manufacturing Purchasing Managers' Index fell to 52.7 in July from 53.5 in June. While the employment index declined, new orders index rose marginally. Also production index rose strongly during the month.
- Construction spending in the U.S. rose marginally by 0.1% to an annual rate of \$1.065 trillion in June from the revised May estimate of \$1.064 trillion. The marginally rise was partly contributed by spending on public construction, which surged 1.6%. On the contrary, spending on private construction decreased 0.5%.
- As per a survey by Markit, the U.K.'s Construction PMI fell to 57.1 in July after touching four-month high of 58.1 in June with business activity and incoming new work expanding at slower rates.