

### Indices Performance

Global Indices	03-Dec	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	17,478	17,730	-252	-1.42
Nasdaq	5,038	5,123	-86	-1.67
FTSE	6,275	6,421	-146	-2.27
Nikkei	19,940	19,938	2	0.01
Hang Seng	22,417	22,480	-63	-0.28
Indian Indices	03-Dec	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	25,887	26,118	-231	-0.89
Nifty 50	7,864	7,931	-67	-0.85
Nifty 100	8,002	8,069	-67	-0.83
Nifty Bank	17,110	17,219	-108	-0.63
SGX Nifty	7,885	7,951	-66	-0.83
S&P BSE Power	1,897	1,910	-13	-0.67
S&P BSE Small Cap	11,632	11,690	-58	-0.50
S&P BSE HC	16,437	16,616	-179	-1.08

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Dec	20.35	1.43	21.26	1.45
Month Ago	21.26	1.40	22.02	1.41
Year Ago	19.51	1.19	21.81	1.24

### Nifty 50 Top 3 Gainers

Company	03-Dec	Prev_Day	% Change <sup>#</sup>
Axis Bank	463	460	0.65
Tech Mahindra	543	540	0.48
IndusInd Bank	947	943	0.44

### Nifty 50 Top 3 Losers

Company	03-Dec	Prev_Day	% Change <sup>#</sup>
Lupin	1822	1871	-2.63
ONGC	230	236	-2.59
BHEL	169	173	-2.57

### Advance Decline Ratio

	BSE	NSE
Advances	1248	570
Declines	1540	969
Unchanged	135	71

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	235	18795
MF Flows**	166	66677

\*3<sup>rd</sup> Dec 2015; \*\*1<sup>st</sup> Dec 2015

### Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-3.81% (Oct-15)	-4.00% (Jul-15)	1.66% (Oct-14)
IIP	3.60% (Sep-15)	4.40% (Jun-15)	4.30% (Sep-14)
GDP	7.40 (Sep-15)	7.00 (Jun-15)	8.40 (Sep-14)

### Global Indices

- Most of the Asian markets closed in red after the U.S. Federal Reserve Chair suggested that the Central Bank raise interest rates in the upcoming policy review. Fall in U.S. crude oil prices below \$40 a barrel also weighed on sentiments. Moreover, investors remained cautious ahead of the monetary policy meeting of the European Central Bank. Today, (as on Friday) bourses traded lower tracking weak cues from Wall Street and European markets overnight. Nikkei Average was trading low by 1.92% and Hang Seng was trading down by 1.27% (as at 8.00 a.m IST).
- As per last closing, European markets fell as the stimulus measures announced by the European Central Bank fell short of market expectations. Expectations among investors over the past few weeks had been for a more aggressive package of stimulus measures than what the ECB put forth.
- As per last closing, U.S. markets witnessed selling pressure, triggered by Federal Reserve Chief's testimony on interest rate before the Congressional Joint Economic Committee.

### Indian Equity Market

- Indian equity markets fell as investor sentiments dented after final reading of a private survey showed slowdown in growth of India's service sector in November. Concerns over foreign fund outflow also weighed on investor sentiments after U.S. Fed Chief hinted at a probable interest rate hike in its December meeting. Meanwhile, market participants awaited the outcome of the ECB policy meeting, scheduled later during the day.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.89% and 0.85% to close at 25,886.62 points and 7,864.15 points respectively. Moreover, S&P BSE Mid-Cap and S&P BSE Small-Cap fell 0.42% and 0.50%, respectively.
- The market breadth on BSE was weak with 1,540 scrips declining and 1,248 scrips advancing. A total of 135 scrips remained unchanged.
- On the BSE sectoral front, barring S&P BSE Realty, all the indices closed in red. S&P BSE FMCG was the major laggard falling by 1.48% followed by S&P BSE Consumer Durables and S&P BSE Metal which fell 1.43% and 1.35% respectively. Moreover, S&P BSE Healthcare and S&P BSE Auto fell 1.08% and 0.83%, respectively.

### Domestic News

- According to a major credit rating agency, India's economy will grow at 7.4% in the current fiscal, which will further improve to over 8% in 2016-17. However, the global credit rating agency noted that significant reforms are required with Indian corporates and banks which are currently facing a weak operating environment.
- According to Moody's, the downturn in global commodity prices is expected to be a major driver that may lead to a higher number of defaults globally in 2016. The credit rating agency said that fall in global commodity prices have placed a significant strain on credit quality in the oil & gas, metals and mining sectors. Moody's informed that the above mentioned sectors have accounted for a disproportionately large 36% of downgrades and 48% of defaults among all corporates globally so far in 2015.
- Data from a private survey showed that India's services activity broadly stagnated in November as the Nikkei Services Business Activity Index fell to a five-month low of 50.2 in November from 53.2 in October.
- The Union Cabinet approved signing of a protocol between India and Japan for amending the Double Taxation Avoidance Convention to facilitate tax-related exchange of information.
- According to the Union Minister of Textiles, the country's cotton shipments are expected to rise by about 18% in 2015-16 as against the previous fiscal. The Minister further added that the decline in exports was due to substantial reduction in import by China.
- Flipkart has acquired a strategic minority stake in navigation and tracking solutions provider MapmyIndia to strengthen its supply chain management.
- Titan has set up a joint venture with global luxury brand Maison Montblanc to set up the latter's luxury boutiques in India.
- Cafe Coffee Day has tied up with online food delivery startup Swiggy for providing home delivery service of its coffee and other snack items.

FII Derivative Trade Statistics	03-Dec		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	635.11	1141.37	16013.86
Index Options	11491.56	10342.17	60125.57
Stock Futures	2818.51	3035.70	49773.10
Stock Options	1210.65	1153.94	1926.03
<b>Total</b>	<b>16155.83</b>	<b>15673.18</b>	<b>127838.56</b>

Derivative Statistics- Nifty Options	03-Dec	Prev_Day	Change
Put Call Ratio (OI)	0.79	0.84	-0.05
Put Call Ratio(Vol)	0.66	0.91	-0.25

Debt Watch	03-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.62%	6.80%	6.49%	7.91%
CBLO	6.54%	6.67%	6.60%	7.97%
Repo	6.75%	6.75%	6.75%	8.00%
Reverse Repo	5.75%	5.75%	5.75%	7.00%
91 Day T-Bill	7.14%	7.05%	6.90%	8.15%
364 Day T-Bill	7.13%	7.14%	7.09%	8.17%
10 Year Gilt	7.71%	7.72%	7.65%	7.97%
G-Sec Vol. (Rs.Cr)	43979	17805	34572	53855
1 Month CP Rate	7.59%	7.51%	7.49%	8.36%
3 Month CP Rate	7.78%	7.71%	7.73%	8.51%
5 Year Corp Bond	8.23%	8.24%	8.15%	8.49%
1 Month CD Rate	7.28%	7.04%	7.05%	8.20%
3 Month CD Rate	7.33%	7.29%	7.26%	8.29%
1 Year CD Rate	7.64%	7.61%	7.55%	8.66%

Currency Market	03-Dec	Prev_Day	Change
USD/INR	66.75	66.62	0.13
GBP/INR	99.61	100.34	-0.73
EURO/INR	70.67	70.67	0.00
JPY/INR	0.54	0.54	0.00

Commodity Prices	03-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	41.08	41.22	47.88	67.30
Brent Crude(\$/bl)	41.45	42.90	47.10	70.38
Gold( \$/oz)	1062	1071	1117	1209
Gold(Rs./10 gm)	24887	25338	26232	26342

Source: ICRON Research

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**Derivatives Market**

- Nifty December 2015 Futures were at 7,890.80 points, a premium of 26.65 points against the spot closing of 7,864.15 points. The turnover on NSE's Futures and Options segment rose from Rs. 1,29,232.70 crore on December 2 to Rs. 1,43,471.74 crore on December 3.
- The Put-Call ratio stood at 0.66 compared to the previous session's close of 0.86.
- The Nifty Put-Call ratio stood at 0.79 compared to the previous session's close of 0.84.
- The open interest on Nifty Futures stood at 20.28 million compared to the previous session's close of 20.20 million.

**Indian Debt Market**

- Bond yields fell after the Reserve Bank of India (RBI) announced measures to boost liquidity in the banking system amid concerns of seasonal tightening due to corporate tax payments to the Government. The RBI announced that it will conduct open market operations by purchasing four Government securities for an aggregate amount of Rs. 10,000 crore.
- The yield on the 10-year benchmark bond, 7.72% GS 2025, fell by 3 bps to close at 7.71% compared to the previous close of 7.74%.
- The RBI announced to conduct a 28-day variable rate repo auction for a notified amount of Rs. 25,000 crore on December 4. The Central Bank also announced to conduct Open Market Operations by purchasing the following Government Securities (GS) namely 7.83% GS 2018, 7.28% GS 2019, 8.40% GS 2024 and 7.88% GS 2030 for an aggregate amount of Rs. 10,000 crore on December 7.

**Currency Market Update**

- The rupee weakened against the greenback tracking losses in the domestic equity markets. Dollar demand from banks and importers also weighed on the domestic currency. The rupee fell by 0.09% to close at 66.65 per dollar compared to the previous closing of 66.59 per dollar.
- The euro surged against the greenback after the European Central Bank lowered deposit rates and announced stimulus measures in its monetary policy review, which came below market expectations. The euro was trading higher at \$1.0793 compared to the previous close of \$1.0611.

**Commodity Market Update**

- Gold prices fell after the U.S. Fed Chief hinted at a U.S. rate hike later this month.
- Brent Crude prices rose as investors took positive cues from media reports that stated that Saudi Arabia will propose a supply cut of 1 million barrels per day.

**International News**

- The European Central Bank (ECB) in its monetary policy review lowered deposit rate by 10 bps to -0.30% from -0.2%. However, the interest rate on the main refinancing operations and the interest rate on the marginal lending facility was kept unchanged at 0.05% and 0.30%, respectively.
- The ECB decided to extend its quantitative easing (QE) program until the end of March 2017 or beyond if necessary. The Central Bank also extended the range of assets that are eligible for QE as it stated that will buy regional and local government debt. The ECB President warned that the risks to inflation in Euro Zone are still on the downside.