

Indices Performance

Global Indices	03-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	17,666	17,361	305	1.76
Nasdaq	4,728	4,677	51	1.09
FTSE	6,872	6,783	89	1.32
Nikkei	17,336	17,558	-222	-1.27
Hang Seng	24,555	24,485	70	0.29
Indian Indices	03-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	29,000	29,122	-122	-0.42
CNX Nifty	8,757	8,797	-41	-0.46
CNX 100	8,751	8,798	-47	-0.53
CNX Bank Index	19,383	19,866	-483	-2.43
SGX Nifty	8,829	8,873	-44	-0.50
S&P BSE Power	2,218	2,233	-15	-0.68
S&P BSE Small Cap	11,427	11,457	-30	-0.26
S&P BSE HC	15,487	15,631	-143	-0.92

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
3-Feb	19.61	1.16	22.42	1.21
Month Ago	19.02	1.22	21.45	1.26
Year Ago	16.70	1.52	17.34	1.56

Nifty Top 3 Gainers

Company	03-Feb	Prev_Day	% Change [#]
Sesa Sterlite	211	198	6.31
Cairn India	245	236	4.09
Bharti Airtel	372	359	3.41

Nifty Top 3 Losers

Company	03-Feb	Prev_Day	% Change [#]
Punjab National Bank	177	192	-7.79
Axis Bank Limited	587	617	-4.97
Tata Power	87	91	-4.17

Advance Decline Ratio

	BSE	NSE
Advances	1310	659
Declines	1556	838
Unchanged	124	63

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-732	17512
MF Flows**	115	994

*3rd Feb 2015; **2nd Feb 2015

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	0.11% (Dec-14)	2.38% (Sep-14)	6.40% (Dec-13)
IIP	2.51% (Sep-14)	4.31% (Jun-14)	2.70% (Sep-13)
GDP	5.30 (Sep-14)	5.70 (Jun-14)	5.20 (Sep-13)

Global Indices

- Asian markets witnessed a mixed trend. While strength in the U.S. markets overnight and recovery in oil prices supported the bourses, the appreciation of the yen dampened sentiments, especially in Japan. Today, (as on Wednesday) bourses traded higher tracking positive cues from Wall Street overnight. Both Hang Seng and Nikkei Average are trading up by 0.81% and 2.13%, respectively (as at 8.00 am IST).
- As per last closing, European markets rose after Greek Finance Minister expressed optimism that a deal between Greece and Europe regarding the country's bailout program will soon be reached. Energy stocks were among the top performing European stocks. The price of oil has rose above the key \$50 a barrel level amid growing optimism that non-OPEC nations may cut its production.
- As per last closing, U.S. markets rose following a surge in oil prices and easing of concerns in the Euro zone. However, gains were capped after official data showed factory orders tumbled 3.4% in December, exceeding the drop of 2.2% forecasted by economists.

Indian Equity Market

- Indian equity markets fell for the third consecutive session and recorded their lowest close in nearly two weeks. Heavy selling pressure was seen in interest-rate sensitive stocks after the Central Bank kept the repo rate unchanged at its bi-monthly policy review. Overseas investors remained net sellers of domestic stocks on February 2.
- Key benchmark indices, S&P BSE Sensex and CNX Nifty, fell 0.42% and 0.46% to close at 29,000.14 and 8,756.55 points, respectively. Meanwhile, S&P BSE Mid Cap and S&P BSE Small Cap fell 0.29% and 0.26%, respectively.
- The overall market breadth on BSE was weak with 1,556 scrips falling and 1,310 scrips rising. A total of 124 scrips remained unchanged.
- On the BSE sectoral front, S&P BSE Bankex was the major laggard, down 2.61%, followed by S&P BSE Realty and S&P BSE Healthcare, which fell 1.43% and 0.92%, respectively. However, S&P BSE Oil & Gas was the top gainer, up 1.99%, followed by S&P BSE FMCG, which rose 1.06%.

Domestic News

- The Reserve Bank of India (RBI), in its sixth bi-monthly monetary policy review, kept the policy repo rate unchanged at 7.75%. However, the RBI reduced the Statutory Liquidity Ratio of scheduled commercial banks by 50 basis points from 22.0% to 21.5% of their Net Demand and Time Liabilities with effect from the fortnight beginning February 7, 2015. The RBI also replaced the export credit refinance facility with the provision of system-level liquidity with effect from February 7, 2015.
- The price of petrol was cut by Rs. 2.42 per litre while that of diesel was reduced by Rs. 2.25 on the back of decline in global oil prices. This is the tenth cut in the price of petrol since August last year, and the sixth in case of diesel since its regulation in October. Fuel prices were last revised on January 16 when petrol and diesel prices were cut by the same margin in the wake of falling oil prices.
- According to the RBI Governor, the Current Account Deficit (CAD) is estimated to come down to 1.3% of GDP in the financial year ending March. This can be attributed to a moderation in petroleum and gold imports. The CAD, which is the difference between the inflow and outflow of foreign exchange, stood at 1.7% of GDP (\$32.4 billion) in 2013-14.
- Vodafone India Ltd. said that it had applied to the RBI for a permit to operate a payments bank, which is aimed at bringing basic banking services within the reach of millions.
- A consortium led by Videocon Industries Ltd and Brazilian state-run oil company, Petroleo Brasileiro SA (Petrobras), has discovered new light crude oil in the Sergipe basin off Brazil's Northeast coast.
- SpiceJet is conducting a strategic review of fleet and network, which will see staff reduction and a possible phase out of Bombardier Q400 planes in three months.

FII Derivative Trade Statistics	03-Feb		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1580.43	1583.82	22358.63
Index Options	12080.68	11311.25	49941.38
Stock Futures	2982.93	4869.50	59019.79
Stock Options	1786.97	1732.54	1863.37
Total	18431.01	19497.11	133183.17

Derivative Statistics- Nifty Options	03-Feb	Prev_Day	Change
Put Call Ratio (OI)	0.85	0.87	-0.02
Put Call Ratio(Vol)	0.83	0.92	-0.09

Debt Watch	03-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	7.81%	7.94%	7.87%	7.92%
CBLO	7.64%	7.97%	7.86%	7.95%
Repo	7.75%	7.75%	8.00%	8.00%
Reverse Repo	6.75%	6.75%	7.00%	7.00%
91 Day T-Bill	8.16%	8.11%	8.18%	8.80%
364 Day T-Bill	8.05%	7.85%	8.18%	8.93%
10 Year Gilt	7.73%	7.70%	7.87%	8.73%
G-Sec Vol. (Rs.Cr)	74574	25681	45869	36144
1 Month CP Rate	8.38%	8.33%	8.49%	8.76%
3 Month CP Rate	8.89%	8.78%	8.69%	9.87%
5 Year Corp Bond	8.29%	8.27%	8.60%	9.71%
1 Month CD Rate	8.05%	8.08%	8.25%	8.43%
3 Month CD Rate	8.55%	8.50%	8.50%	9.62%
1 Year CD Rate	8.65%	8.58%	8.58%	9.66%

Currency Market	03-Feb	Prev_Day	Change
USD/INR	61.74	61.88	-0.15
GBP/INR	92.71	93.27	-0.56
EURO/INR	69.94	69.94	0.00
JPY/INR	0.53	0.53	0.00

Commodity Prices	03-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	53.04	45.84	52.72	96.44
Brent Crude(\$/bl)	53.81	45.95	55.58	107.85
Gold(oz/\$)	1260	1292	1189	1257
Gold(Rs./10 gm)	27955	27775	26539	29676

Source: ICRON Research

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Derivatives Market

- Nifty February 2015 Futures were at 8,809.90 points, a premium of 53.35 points over the spot closing of 8,756.55. The turnover on NSE's Futures and Options segment rose from Rs. 1,56,779.72 crore on February 2 to Rs. 2,11,082.36 crore on February 3.
- The Put-Call ratio stood at 0.78, compared to the previous session's close of 0.85.
- The Nifty Put-Call ratio stood at 0.85, compared to the previous session's close of 0.87.
- The open interest on Nifty Futures rose from 25.66 million recorded in the previous trading session to 26.13 million.

Indian Debt Market

- Bond yields rose after the Reserve Bank of India (RBI) in its sixth bi-monthly monetary policy review kept interest rates unchanged. Sentiments dampened further as the RBI did not give any indication as to when further easing may take place.
- The yield on the 10-year benchmark bond rose by 8 bps to close at 7.73% compared to the previous close of 7.65%. Earlier during the trading session, bond yields moved in the range of 7.64% to 7.73%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 3,938 crore (gross) against Rs. 14,712 crore recorded on February 2. Sale of securities by the RBI under the reverse repo window stood at Rs. 20,662 crore on February 2.
- Banks borrowed Rs. 25 crore under the RBI's Marginal Standing Facility window on February 2 compared to Rs. 120 crore borrowed on January 30.

Currency Market Update

- The Indian rupee rose against the dollar due to the selling of the greenback by banks and exporters. The domestic currency got more support as the dollar remained weak in global markets. The rupee closed at 61.67 per dollar compared to the previous close of 61.80.
- The euro rose against the dollar on expectations that a resolution would be reached between the new Government of Greece and its international creditors. The euro was trading at \$1.1385 compared to the previous close of \$1.1340.

Commodity Market Update

- Gold prices fell but losses were restricted as investors looked ahead to the key U.S. economic data, due later in the week for further indications on the state of the economy.
- Brent crude prices rose after major oil companies announced plans to reduce spending on new and existing projects.

International News

- The Institute for Supply Management in its report showed that the U.S. Purchasing Managers' Index fell to 53.5 in January from 55.1 in December, hitting its lowest level in a year.
- According to a report by the U.S. Commerce Department, the U.S. construction spending recovered in December.
- The U.S. Commerce Department in its report showed that personal income rose by 0.3% in December after gaining by the same margin in November.
- Data from Eurostat showed that Euro zone producer prices declined at the fastest pace in five years during December.