

Indices Performance

Global Indices	04-Feb	Prev_Day	Abs. Change	% Change [#]
Dow Jones	17,673	17,666	7	0.04
Nasdaq	4,717	4,728	-11	-0.23
FTSE	6,860	6,872	-12	-0.17
Nikkei	17,679	17,336	343	1.98
Hang Seng	24,680	24,555	125	0.51
Indian Indices	04-Feb	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	28,883	29,000	-117	-0.40
CNX Nifty	8,724	8,757	-33	-0.38
CNX 100	8,714	8,751	-37	-0.43
CNX Bank Index	19,174	19,383	-209	-1.08
SGX Nifty	8,806	8,838	-32	-0.37
S&P BSE Power	2,192	2,218	-25	-1.14
S&P BSE Small Cap	11,432	11,427	6	0.05
S&P BSE HC	15,632	15,487	145	0.93

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
4-Feb	19.51	1.17	22.53	1.21
Month Ago	19.02	1.22	21.45	1.26
Year Ago	16.75	1.51	17.35	1.56

Nifty Top 3 Gainers

Company	04-Feb	Prev_Day	% Change [#]
Hindalco	152	146	4.06
Cairn India	254	245	3.46
Tata Power	90	87	3.15

Nifty Top 3 Losers

Company	04-Feb	Prev_Day	% Change [#]
Axis Bank Limited	559	587	-4.77
BHEL	285	297	-4.07
State Bank of India	293	300	-2.41

Advance Decline Ratio

	BSE	NSE
Advances	1331	645
Declines	1572	848
Unchanged	110	71

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-42	17470
MF Flows**	51	1046

*4th Feb 2015; **3rd 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 as buying interest following rise in global crude oil prices and hopes of Greek debt swap deal was neutralized to some extent by weak economic data from China. The final reading of a private survey showed that China's service sector slipped to a six-month low in January. Today, (as on Thursday) bourses traded lower after the European Central Bank expressed pessimism about Greece's bailout program. While Hang Seng traded up by 0.16%, Nikkei Average is down by 1.02% (as at 8.00 am IST).
- As per last closing, European markets remained mixed as positive sentiments generated from data showing growth in the Euro zone private sector at the fastest pace since July 2014 was set off by concerns over Greece's bailout program. Investors remained on sidelines ahead of Greece's New Prime Minister's meetings with the heads of the European Commission, European Council and the European Parliament in Brussels.
- As per last closing, U.S. markets took a hit after ADP released a report showing weaker than expected private sector job growth in January. A sharp drop by the price of crude oil also weighed on the markets.

Indian Equity Market

- Indian equity markets extended the losses for the fourth consecutive session to record their lowest close in two weeks. Banking stocks continued to witness selling pressure after the Central Bank decided to keep the repo rate unchanged while concerns of rising bad loans also hit sentiments. Meanwhile, overseas investors continued to remain net sellers of domestic stocks on February 3.
- Key benchmark indices, S&P BSE Sensex and CNX Nifty, fell 0.40% and 0.38% to close at 28,883.11 and 8,723.70 points, respectively. S&P BSE Mid-Cap fell 0.25% while S&P BSE Small-Cap rose marginally by 0.05%.
- The overall market breadth on BSE was weak with 1,572 scrips falling and 1,331 scrips rising. A total of 110 scrips remained unchanged.
- On the BSE sectoral front, majority of the indices closed in red. S&P BSE Capital Goods was the major laggard, down 1.88%, followed by S&P BSE Bankex and S&P BSE Power, which fell 1.23% and 1.14%, respectively. However, S&P BSE Metal was the top gainer, up 2.10%, followed by S&P BSE Realty, which rose 0.97%.
- Among the 30-stock sensitive Sensex pack, Axis Bank was the major laggard, down 4.64%, followed by BHEL and State Bank of India, which fell 4.01% and 2.32%, respectively.

Domestic News

- Results of an HSBC survey showed that service sector activity in India expanded in January on the back of increase in new business orders. The HSBC India Services Business Activity Index, which tracks changes in activity at Indian services companies on a monthly basis, rose to 52.4 in January from 51.1 in December. Meanwhile the headline HSBC Composite Output Index, which maps both manufacturing as well as services sector output, rose from 52.9 in December to 53.3 in January, indicating further growth of private sector output in January.
- According to the Reserve Bank of India (RBI) Governor, inflation in India still remains a matter of concern and added that the deflationary global environment has given the RBI some room in framing its monetary policy.
- According to Moody's, India's securitisation market can provide funds needed for financing infrastructure, housing and urbanisation projects as the economy of the country grows. The rating agency further added that securitisation can provide funds for real estate developers, project sponsors and retail loan providers that will ease pressures on public finances and the banking system.
- Dr Reddy's Laboratories is set to expand the capacity of three of its bulk drugs and intermediates manufacturing plants located in Telangana, with a combined investment of Rs. 82 crore.
- Twitter plans to set up a research and design centre in Bangalore. This will be its first such facility outside the U.S. region.
- State-run Canara Bank reported 60.2% increase in net profit at Rs. 655.92 crore for the quarter ended December despite an increase in bad loans.
- The Tata Group has shown interest in participating in many of the flagship projects of the Government of Telangana.
- According to a top executive of SpiceJet, the future of the airline looks secure with a restructuring process underway.

FII Derivative Trade Statistics	04-Feb		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1226.93	1701.13	22175.60
Index Options	16649.67	15970.57	51602.95
Stock Futures	3248.43	4798.18	59044.64
Stock Options	2058.40	2065.23	2119.73
Total	23183.43	24535.11	134942.92

Derivative Statistics- Nifty Options	04-Feb	Prev_Day	Change
Put Call Ratio (OI)	0.86	0.85	0.01
Put Call Ratio(Vol)	0.92	0.83	0.09

Debt Watch	04-Feb	Wk. Ago	Mth. Ago	Year Ago
Call Rate	7.59%	7.71%	7.87%	7.77%
CBLO	7.67%	7.84%	7.86%	7.71%
Repo	7.75%	7.75%	8.00%	8.00%
Reverse Repo	6.75%	6.75%	7.00%	7.00%
91 Day T-Bill	8.27%	8.19%	8.18%	8.87%
364 Day T-Bill	8.04%	8.05%	8.18%	8.95%
10 Year Gilt	7.72%	7.71%	7.87%	8.68%
G-Sec Vol. (Rs.Cr)	51701	40930	45869	47573
1 Month CP Rate	8.31%	8.31%	8.49%	8.75%
3 Month CP Rate	8.89%	8.80%	8.69%	9.93%
5 Year Corp Bond	8.32%	8.28%	8.60%	9.69%
1 Month CD Rate	8.02%	8.08%	8.25%	8.43%
3 Month CD Rate	8.55%	8.52%	8.50%	9.59%
1 Year CD Rate	8.65%	8.59%	8.58%	9.63%

Currency Market	04-Feb	Prev_Day	Change
USD/INR	61.68	61.74	-0.06
GBP/INR	93.53	92.71	0.82
EURO/INR	70.75	69.94	0.81
JPY/INR	0.52	0.53	0.00

Commodity Prices	04-Feb	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	48.45	44.08	52.72	97.24
Brent Crude(\$/bl)	54.47	46.47	55.58	108.34
Gold(oz/\$)	1270	1284	1189	1255
Gold(Rs./10 gm)	27731	27930	26539	29774

Source: ICRON Research

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Derivatives Market

- Nifty February 2015 Futures were at 8,776.35 points, a premium of 52.65 points over the spot closing of 8,723.70. The turnover on NSE's Futures and Options segment fell from Rs. 2,11,082.36 crore on February 3 to Rs. 1,72,476.38 crore on February 4.
- The Put-Call ratio stood at 0.84, compared to the previous session's close of 0.78.
- The Nifty Put-Call ratio stood at 0.86, compared to the previous session's close of 0.85.
- The open interest on Nifty Futures fell from 26.13 million recorded in the previous trading session to 26.02 million.

Indian Debt Market

- Bond yields fell as investors resorted to value buying amid a jump in crude oil prices and statement by the Reserve Bank of India's (RBI) Governor that inflation is still a matter of concern for the Indian economy.
- The yield on the 10-year benchmark bond fell by 1 bps to close at 7.72% compared to the previous close of 7.73%. Earlier during the trading session, bond yields moved in the range of 7.71% to 7.75%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 3,705 crore (gross) against Rs. 3,938 crore recorded on February 3. Sale of securities by the RBI under the reverse repo window stood at Rs. 18,858 crore on February 3.
- Banks borrowed Rs. 62 crore under the RBI's Marginal Standing Facility window on February 3 compared to Rs. 25 crore borrowed on February 2.

Currency Market Update

- The Indian rupee weakened against the dollar, tracking losses in domestic equity markets. Fresh dollar demand from banks and oil importers hit the rupee further. The rupee closed lower at 61.75 per dollar compared to the previous close of 61.67 per dollar.
- The euro weakened against the dollar as uncertainty over Greece's future in the Euro zone continued to weigh on investor sentiments. The euro was trading at \$1.1445 compared to the previous close of \$1.1479.

Commodity Market Update

- Gold prices rose on the back of weakness in the European equity markets. China's move to boost liquidity also supported the demand outlook of the metal.
- Brent crude prices remained firm amid continued concerns over cut in capital spending and the U.S. drilling activity.

International News

- A report released by the payroll processor ADP showed that private sector employment in the U.S. increased (less than expected) by 213,000 jobs in January following an upwardly revised increase of 253,000 jobs in December.
- The U.S. Commerce Department in its report showed that factory orders tumbled by 3.4% in December compared to a 1.7% fall in November.
- The Euro zone private sector expanded at the fastest pace since July last year as output expanded in Germany, Italy and Spain. The final composite output index rose to 52.6 in January from 51.4 in December. The final services PMI climbed to 52.7 from 51.6 in December.