

### Indices Performance

Global Indices	19-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	16,016	Closed	NA	NA
Nasdaq	4,477	Closed	NA	NA
FTSE	5,877	5,780	97	1.68
Nikkei	17,048	16,956	93	0.55
Hang Seng	19,636	19,237	398	2.07
Indian Indices	19-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	24,480	24,188	291	1.21
Nifty 50	7,435	7,351	84	1.14
Nifty 100	7,543	7,456	87	1.16
Nifty Bank	15,270	15,021	249	1.66
SGX Nifty	Closed	7,364	NA	NA
S&P BSE Power	1,797	1,774	23	1.27
S&P BSE Small Cap	10,526	10,346	180	1.74
S&P BSE HC	15,573	15,345	228	1.49

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
19-Jan	18.37	1.47	20.08	1.56
Month Ago	20.11	1.44	20.99	1.49
Year Ago	19.31	1.19	21.80	1.23

### Nifty 50 Top 3 Gainers

Company	19-Jan	Prev_Day	% Change <sup>#</sup>
Adani Ports & SEZ	233	219	6.18
Axis Bank	393	373	5.31
Idea Cellular	117	111	4.71

### Nifty 50 Top 3 Losers

Company	19-Jan	Prev_Day	% Change <sup>#</sup>
Power Grid	136	138	-1.59
M&M	1153	1166	-1.13
Tech Mahindra	513	517	-0.95

### Advance Decline Ratio

	BSE	NSE
Advances	1729	1149
Declines	951	428
Unchanged	145	46

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1866	-6385
MF Flows**	313	3132

\*19<sup>th</sup> Jan 2016; \*\*18<sup>th</sup> Jan 2016

### Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-0.73% (Dec-15)	-4.59% (Sep-15)	-0.50% (Dec-14)
IIP	-3.2% (Nov-15)	6.3% (Aug-15)	5.2% (Nov-14)
GDP	7.40 (Sep-15)	7.00 (Jun-15)	8.40 (Sep-14)

### Global Indices

- Asian markets closed in the green after Chinese GDP data came along with market expectations. Expectations of more stimulus measures by the Chinese Government also helped the sentiment. Today (As on Jan 20 2016), Asian stocks opened lower amid concerns over lower global crude oil prices and worries regarding China's economy. Nikkei Average was trading down 1.57% and Hang Seng was trading down 2.28% (as at 8.00 a.m IST).
- As per last close, European equities closed higher on expectations that additional stimulus measures will be adopted by the People's Bank of China to boost the slowing Chinese economy.
- As per last close, U.S. markets closed on a mixed note. Hopes that the People's Bank of China will adopt more stimulus measures to boost the growth of the slowing Chinese economy provided support to market sentiments. Hopes rose after the Chinese economy expanded at the slowest pace in 25 years in 2015. However, concerns over lower crude oil prices weighed on the bourses after the International Energy Agency said it expected the market to stay oversupplied in 2016.

### Indian Equity Market

- Indian equity market went up as the slow growth of Chinese economy helped global stock surge on hopes of more stimulus measures. In addition, value buying in recently battered stocks of capital goods, infrastructure, banking, and realty stocks supported the market.
- Key benchmark indices S&P BSE Sensex and Nifty 50 increased 1.21% and 1.14% to close at 24,479.84 and 7,435.10, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap went up 1.75% and 1.74%, respectively.
- The overall market breadth on BSE was strong with 1,729 scrips advancing and 951 scrips declining. A total of 145 scrips remained unchanged.
- On the BSE sectoral front, all indices closed in the green. The top three performers were S&P BSE Industrials (3.01%), S&P BSE Capital Goods (2.85%), and S&P BSE Telecom (2.74%). The other gainers comprised S&P BSE Bankex (1.68%), S&P BSE Realty (1.67%), S&P BSE Finance (1.57%), and S&P BSE Healthcare (1.49%).

### Domestic News

- India's economic growth forecast has been retained at 7.50% for both 2016-17 and 2017-18 by the International Monetary Fund (IMF) in its Jan 2016 update of the World Economic Outlook. For the current financial year, the growth for the domestic economy is estimated at 7.3%. The growth expectations for world economy have been lowered for the next two years due to subdued demand and diminished prospects.
- According to Arvind Panagariya, Vice Chairman of Niti Aayog, Indian economy could face hazards with massive devaluation in Chinese yuan. He added that the relative strength of Indian rupee against many other currencies but the dollar, has affected the export performance of the country.
- A major rating agency said in a report that the first 6-9 months of 2016 will be critical for rated Indian companies. The period will indicate how domestic demand is reviving, how Government reforms are working, and whether global economic conditions are stabilising. According to the report, companies are facing weak demand and lower capacity utilisation, resulting in lower profitability.
- Reliance Industries posted a better than anticipated third-quarter 2016 results, with 38.70% YoY net profit growth. However, revenue for the quarter dropped 24.00% YoY. Despite the upbeat results, the company announced to cut capital expenditure for its struggling shale gas business in the U.S.
- Coal India will spend around Rs. 200 crore for technical upgradation which will include electronic fencing of mine and fitting all coal-carrying trucks with GPS tracking devices. This step will help the coal giant to check coal theft and meet its annual production targets.
- Godrej & Boyce has widened its lifestyle products business with the acquisition of 51.00% stake in India Circus, a home and accessories brand. The brand is expected to push revenue growth by fivefold within the next two years.

FII Derivative Trade Statistics	19-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2370.24	1412.13	16541.52
Index Options	43058.16	43588.73	77447.82
Stock Futures	5026.41	5510.29	49028.57
Stock Options	4573.21	4652.74	4199.92
<b>Total</b>	<b>55028.02</b>	<b>55163.89</b>	<b>147217.83</b>

Derivative Statistics- Nifty Options	19-Jan	Prev_Day	Change
Put Call Ratio (OI)	0.81	0.80	0.00
Put Call Ratio(Vol)	0.76	0.76	0.01

Debt Watch	19-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.91%	6.79%	6.80%	7.89%
CBLO	6.98%	6.85%	6.90%	8.02%
Repo	6.75%	6.75%	6.75%	7.75%
Reverse Repo	5.75%	5.75%	5.75%	6.75%
91 Day T-Bill	7.22%	7.19%	7.19%	8.05%
364 Day T-Bill	7.19%	7.20%	7.19%	8.10%
10 Year Gilt	7.78%	7.76%	7.72%	7.72%
G-Sec Vol. (Rs.Cr)	37620	27920	41733	25342
1 Month CP Rate	7.54%	7.40%	7.66%	8.38%
3 Month CP Rate	8.22%	8.05%	7.85%	8.73%
5 Year Corp Bond	8.30%	8.26%	8.34%	8.29%
1 Month CD Rate	7.23%	7.13%	7.34%	8.15%
3 Month CD Rate	7.69%	7.56%	7.36%	8.45%
1 Year CD Rate	7.73%	7.69%	7.68%	8.57%

Currency Market	19-Jan	Prev_Day	Change
USD/INR	67.56	67.59	-0.03
GBP/INR	96.42	96.48	-0.06
EURO/INR	73.50	73.61	-0.11
JPY/INR	0.57	0.58	0.00

Commodity Prices	19-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	28.47	30.42	34.72	48.49
Brent Crude(\$/bl)	27.07	29.24	37.01	47.03
Gold( \$/oz)	1087	1087	1066	1280
Gold(Rs./10 gm)	25976	25828	24954	27468

Source: ICRON Research

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**Derivatives Market**

- Nifty January 2016 Futures were at 7,438.10, a premium of 3.00 points over the spot closing of 7,435.10 points. The turnover on NSE's Futures and Options segment went down from Rs. 3,14,277.48 crore on Jan 18 to Rs. 2,74,318.52 crore on Jan 19.
- The Put-Call ratio stood at 0.73, compared with the previous close of 0.72.
- The Nifty Put-Call ratio stood at 0.81, compared with the previous close of 0.80.
- The open interest on Nifty Futures stood at 23.33 million, compared with the previous session's close of 23.63 million.

**Indian Debt Market**

- Bond market opened on a positive note as yields dropped on surprise announcement by the Reserve Bank of India (RBI) to purchase up to Rs. 10,000 crore worth of Government securities through open market operations (OMO). The central bank's OMO purchase strategy is expected to improve liquidity in the banking system.
- After remaining firm in the last eight consecutive days, yield on 10-year benchmark bond 7.72% GS 2025 fell 3 bps to 7.78% compared with the previous close of 7.81%.
- The RBI conducted 10-day variable rate repo auction of Rs. 15,000 crore. An amount of Rs. 10,695 crore was allotted at the cut-off rate of 6.76%.
- The RBI conducted 14-day variable rate repo auction of Rs. 15,000 crore. An amount of Rs. 15,004 crore was allotted at the cut-off rate of 6.84%.

**Currency Market Update**

- The Indian rupee went up slightly against the U.S. dollar, with support from gains in the domestic equity markets. Positive impact of dollar sales from the exporters was offset by higher dollar demand from the oil importers. The rupee gained 0.05% to close at 67.65 per dollar, as against the previous close of 67.68.
- Euro maintained its losing streak against the U.S. dollar, as weak German economic confidence data took a toll on the currency. Euro was seen trading at \$1.0865 on January 19, down 0.23% from the last close of \$1.0890.

**Commodity Market Update**

- Gold prices fell as optimism over stimulus measures by Chinese policymakers to boost the nation's economy prompted investors to go for riskier assets like stocks.
- Brent crude prices went up after data showed record oil consumption in China.

**International News**

- The Chinese economy has witnessed the slowest pace of growth in 25 years. Economic growth in 2015 was 6.90%, lowest since 1990, as against 7.30% in the previous year and the Government's target of 7.00%. Gross domestic product increased 6.8% YoY in the fourth quarter, compared with 6.9 % growth in the third quarter. The region's strategy of focusing less on exports and more on domestic consumption took severe toll on the economy.
- Data from the Centre for European Economic Research showed that Germany's economic confidence weakened in January, defying last two consecutive months of gain. Investors were cautious citing adverse impact of China's slowing economy. The indicator fell to 10.2 in January from 16.1 in December, but was better than expected.