

Indices Performance

Global Indices	18-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	Closed	15,988	NA	NA
Nasdaq	Closed	4,488	NA	NA
FTSE	5,780	5,804	-24	-0.42
Nikkei	16,956	17,147	-192	-1.12
Hang Seng	19,237	19,521	-283	-1.45
Indian Indices	18-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	24,188	24,455	-267	-1.09
Nifty 50	7,351	7,438	-87	-1.17
Nifty 100	7,456	7,562	-106	-1.41
Nifty Bank	15,021	15,206	-186	-1.22
SGX Nifty	7,364	7,441	-78	-1.04
S&P BSE Power	1,774	1,806	-32	-1.77
S&P BSE Small Cap	10,346	10,783	-437	-4.05
S&P BSE HC	15,345	15,651	-306	-1.95

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
18-Jan	18.15	1.48	19.86	1.57
Month Ago	20.11	1.44	20.99	1.49
Year Ago	19.16	1.20	21.75	1.24

Nifty 50 Top 3 Gainers

Company	18-Jan	Prev_Day	% Change [#]
BHEL	142	136	4.18
Tata Steel	236	230	2.70
GAIL	339	336	1.07

Nifty 50 Top 3 Losers

Company	18-Jan	Prev_Day	% Change [#]
Cairn India	111	120	-7.40
Vedanta	69	73	-5.70
RIL	1017	1073	-5.26

Advance Decline Ratio

	BSE	NSE
Advances	305	158
Declines	2424	1451
Unchanged	138	44

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1035	-4519
MF Flows**	278	1640

*18th Jan 2016; **13th 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

• Most of the Asian markets moved down after taking cues from weak U.S. market over the weekend. Unimpressive U.S. economic data, coupled with continuous fall in crude oil prices weighed on investor sentiments. However, Chinese market bucked the trend following improvement in the housing market in Dec. Today (As on Jan 19 2016), Asian stocks opened lower but regained some of the earlier losses. Meanwhile China's economy grew 6.8% in the fourth quarter 2015, with growth for the full year coming in at 6.9% which was along market expectations. Nikkei Average was trading up 0.14% and Hang Seng was trading up 0.70% (as at 8.00 a.m IST).

• As per last close, European equities closed lower amid persisting concerns regarding global growth and lower global crude oil prices. Worries regarding the poor performance of European banks also weighed on the market sentiment. Investors also remained on the sidelines ahead of Chinese GDP data for 2015 due Jan 19 2016.

• U.S. markets remained closed on account of Martin Luther King, Jr. Day.

Indian Equity Market

• Indian equity market slipped as concerns over global economic health continued to weigh on investor sentiments. Persistent weakness in global oil prices combined with drop in India's merchandise exports for the 13th successive month in December further added to the woes.

• Key benchmark indices S&P BSE Sensex and Nifty 50 fell 1.09% and 1.17% to close at 24,188.37 and 7,351.00, respectively. S&P BSE Mid-Cap and S&P BSE Small-Cap went down 2.72% and 4.05%, respectively.

• The overall market breadth on BSE was weak with 2,424 scrips declining and 305 scrips advancing. A total of 138 scrips remained unchanged.

• On the BSE sectoral front, all indices closed in the negative region. S&P BSE Energy was the top loser, down 4.12%, followed by S&P BSE Oil & Gas (-3.43%), and S&P BSE Realty (-3.16%). The other major laggards of the day were S&P BSE Industrials (-2.66%), S&P BSE Telecom (-2.56%), S&P BSE Consumer Discretionary Goods & Services (-2.42%).

Domestic News

• The Prime Minister has launched 'Startup India' campaign under which he announced income tax exemptions to startups for the first three years. A dedicated fund will be created with a corpus size of Rs. 10,000 crore to fund the startups. The Government will also bear the fees charged for filing of patents, trademarks or designs and will relax public procurement norms for start-ups.

• Government data showed that India's exports contracted for the 13th consecutive month in December. Exports fell 14.75% to \$33.96 billion, while imports fell 3.88% to \$33.96 billion on a yearly basis. Trade deficit widened to \$11.66 billion in December from \$9.18 billion in December 2014.

• The centralized processing centre of the Income Tax (I-T) Department in Bengaluru has processed 3.27 crore returns during the April-December period of the current financial year, 18% higher than 2.65 crore in the year-ago period. The department also issued refunds in 1.81 crore cases, out of which 73% or 1.32 crore cases were issued within 30 days. Till October 31, 2015, the number of individuals paying taxes in the income bracket of Rs. 1 crore and below was 2.39 crore. The count in FY14-15, FY13-14 and FY12-13 was 3.66 crore, 3.73 crore, and 3.26 crore, respectively.

• India's gold imports increased 179.41% to \$3.80 billion in December from \$1.36 billion in December 2014 following drop in global prices. Gold imports were the highest in the last three months. The rise in imports has expanded the trade deficit to a four-month high in December, according to trade data released by the Commerce Ministry.

• Wipro has announced a 2.00% increase in its third-quarter net profit on a revenue growth of 7.23% on a yearly basis.

• Tata Steel will reduce 1,050 positions in Britain, in addition to the 1,170 positions announced in October. The step has been taken to combat low steel prices.

FII Derivative Trade Statistics	18-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1992.94	1834.87	16055.32
Index Options	37978.27	39065.27	75549.11
Stock Futures	4621.74	3827.39	49461.89
Stock Options	3691.61	3825.34	4066.52
Total	48284.56	48552.87	145132.84

Derivative Statistics- Nifty Options			
	18-Jan	Prev_Day	Change
Put Call Ratio (OI)	0.80	0.82	-0.01
Put Call Ratio(Vol)	0.76	0.85	-0.09

Debt Watch				
	18-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.86%	6.87%	6.80%	7.86%
CBLO	6.96%	6.93%	6.90%	7.98%
Repo	6.75%	6.75%	6.75%	7.75%
Reverse Repo	5.75%	5.75%	5.75%	6.75%
91 Day T-Bill	7.21%	7.15%	7.19%	8.05%
364 Day T-Bill	7.21%	7.17%	7.19%	7.87%
10 Year Gilt	7.81%	7.75%	7.72%	7.71%
G-Sec Vol. (Rs.Cr)	27119	28278	41733	62093
1 Month CP Rate	7.50%	7.44%	7.66%	8.39%
3 Month CP Rate	8.21%	8.21%	7.85%	8.68%
5 Year Corp Bond	8.29%	8.23%	8.34%	8.28%
1 Month CD Rate	7.22%	7.11%	7.34%	8.16%
3 Month CD Rate	7.68%	7.48%	7.36%	8.40%
1 Year CD Rate	7.74%	7.64%	7.68%	8.56%

Currency Market			
Currency	18-Jan	Prev_Day	Change
USD/INR	67.59	67.43	0.16
GBP/INR	96.48	97.11	-0.63
EURO/INR	73.61	73.39	0.22
JPY/INR	0.58	0.57	0.00

Commodity Prices				
Currency	18-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	28.94	31.42	34.72	48.49
Brent Crude(\$/bl)	27.11	30.24	37.01	47.03
Gold(\$/oz)	1089	1094	1066	1280
Gold(Rs./10 gm)	26056	26003	24954	27468

Source: ICRON Research

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Derivatives Market

- Nifty January 2016 Futures were at 7,372.25, a premium of 21.25 points over the spot closing of 7,351.00 points. The turnover on NSE's Futures and Options segment went up from Rs. 2,63,891.28 crore on Jan 15 to Rs. 3,14,277.48 crore on Jan 18.
- The Put-Call ratio stood at 0.72, compared with the previous close of 0.79.
- The Nifty Put-Call ratio stood at 0.80, compared with the previous close of 0.82.
- The open interest on Nifty Futures stood at 23.63 million, compared with the previous session's close of 24.82 million.

Indian Debt Market

- Bond yields fell initially but gains were erased at the end following weak Indian rupee, which fell to its lowest level in nearly 29 months.
- Yield on 10-year benchmark bond 7.72% GS 2025 remained steady at 7.81% compared with the previous close. It moved in a narrow range of 7.81% to 7.82% during the session.
- RBI conducted 4-day variable rate repo auction of Rs. 10,000 crore. An amount of Rs. 8,095 crore was allotted at the cut-off rate of 6.76%.
- The Government announced the sale (re-issue) of four dated securities - 7.68% Government Stock (GS) 2023 for a notified amount of Rs. 3,000 crore, 7.59% GS 2026 for Rs. 7,000 crore, 7.73% GS 2034 for Rs. 2,000 crore, and 7.72% GS 2055 for Rs. 2,000 crore on January 22, 2016.
- To improve liquidity in the banking system, RBI announced open market operations to purchase four Government securities cumulatively worth Rs. 10,000 crore on January 20, 2016.

Currency Market Update

- The Indian rupee plunged to the lowest level in 29 months against the U.S. dollar. Concerns over global growth coupled with foreign fund outflow fear triggered by weakness in the domestic market pulled down the rupee. The rupee dipped 0.12% to close at 67.68 per dollar, as against the previous close of 67.60.
- Euro started the week with a fall against the U.S. dollar, as Bank of England delayed its interest rate decision. Euro was seen trading at \$1.0893 on January 18, down 0.19% from the last close of \$1.0914.

Commodity Market Update

- Gold prices inched higher because of the bullion's safe haven appeal as global economic growth worries continued to dampen investor sentiment.
- Brent crude fell on lifting of sanctions against Iran's nuclear project promoted the fall as it led to concerns of a deeper supply glut.

International News

- U.S. retail sales dropped modestly in December. Retail sales slid 0.10% in December, as against the revised 0.40% gain in November. The decline was attributed to lower sales by gas stations, miscellaneous store retailers, general merchandise stores, and clothing and accessories stores.
- Data from the Ministry of Economy, Trade and Industry showed that the drop in Japan's industrial production was better than estimated in November. Industrial production slipped 0.90% from October, mainly due to 2.50% decrease in shipments.
- U.S. business inventories dropped during November. The drop was 0.20%, compared with revised 0.10% decline in October. Both wholesale and manufacturing inventories decreased 0.30% in November, while retail inventories inched up 0.20%.