

Indices Performance

Global Indices	31-Dec	Prev_Day	Abs. Change	% Change [#]
Dow Jones	17,425	17,604	-179	-1.02
Nasdaq	5,007	5,066	-58	-1.15
FTSE	6,242	6,274	-32	-0.51
Nikkei	Closed	19,034	NA	NA
Hang Seng	21,914	21,882	32	0.15
Indian Indices	31-Dec	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	26,118	25,960	158	0.61
Nifty 50	7,946	7,896	50	0.63
Nifty 100	8,091	8,040	51	0.64
Nifty Bank	16,922	16,918	4	0.03
SGX Nifty	7,946	7,906	41	0.51
S&P BSE Power	1,958	1,944	14	0.72
S&P BSE Small Cap	11,837	11,779	58	0.49
S&P BSE HC	16,905	16,931	-26	-0.15

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
31-Dec	19.83	1.37	21.49	1.46
Month Ago	20.55	1.42	21.45	1.43
Year Ago	18.79	1.23	21.16	1.27

Nifty 50 Top 3 Gainers

Company	31-Dec	Prev_Day	% Change [#]
HDFC	1264	1234	2.44
Coal India	330	322	2.39
Bharti Airtel	340	333	2.19

Nifty 50 Top 3 Losers

Company	31-Dec	Prev_Day	% Change [#]
PNB	116	118	-1.78
Vedanta	90	92	-1.69
Axis Bank	449	455	-1.32

Advance Decline Ratio

	BSE	NSE
Advances	1452	880
Declines	1192	660
Unchanged	267	65

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-18	17806
MF Flows**	233	70745

*31st Dec 2015; **29th Dec 2015

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-1.99% (Nov-15)	-5.06% (Aug-15)	-0.17% (Nov-14)
IIP	9.80% (Oct-15)	4.10% (Jul-15)	-2.70% (Oct-14)
GDP	7.40 (Sep-15)	7.00 (Jun-15)	8.40 (Sep-14)

Global Indices

- Asian markets witnessed thin trade on the last trading day of the year as some of the bourses in the region remained closed. Fall in overnight U.S. market along with slower growth in China weighed on sentiments. Sentiments dampened further after the IMF Chief stated that 2016 will be a disappointing and uneven year for the global economy. Today, (as on Friday) majority of the bourses remained closed on the occasion of New Year holiday. Both Hang Seng and Nikkei indices remained closed today.
- As per last closing, majority of the European bourses fell. While, Germany, Italy and Switzerland markets were closed for the New Year's Eve holiday, markets in the U.K., France and the Netherlands were open for an abbreviated trading session. Trading activity was relatively light due to the holiday and the number of closures and early closes.
- As per last closing, U.S. markets fell after the Labour Department released a report showing a bigger-than-expected increase in initial jobless claims in the week ended December 26.

Indian Equity Market

- Indian equity markets closed the last trading session of 2015 on a positive note with key benchmark indices rallying in late trade. Investors preferred to go for fresh long positions, buoyed by expectations of a prosperous 2016.
- Key benchmark indices S&P BSE Sensex and Nifty 50 rose 0.61% and 0.63% to close at 26,117.54 points and 7,946.35 points, respectively. Moreover, S&P BSE Mid-Cap and S&P BSE Small-Cap rose 0.35% and 0.49%, respectively.
- The overall market breadth on BSE was positive with 1,452 scrips advancing and 1,192 scrips declining. A total of 267 scrips remained unchanged.
- On the BSE sectoral front, majority of the indices closed in the green. S&P BSE Realty was the top gainer rising by 1.52% followed by S&P BSE Telecom and S&P BSE Teck, which rose 1.35% and 1.18%, respectively. Moreover, S&P BSE IT and S&P BSE Utilities rose 1.09% each. However, S&P BSE Consumer Durables, S&P BSE Healthcare, S&P BSE Bankex and S&P BSE Capital Goods fell in the range of 0.08% to 0.21%.

Domestic News

- Government data showed that India's fiscal deficit for the period from April to November 2015 stood at Rs. 4.84 lakh crore or 87.0% of the Budget estimate compared to 98.9% in the corresponding period of the previous year. Revenue deficit stood at Rs. 3.45 lakh crore or 87.5% of the Budget estimate compared to 108.6% in the year-ago period. Tax receipts stood at Rs. 4.65 lakh crore or 50.5% (42.3%) of the Budget estimate. Planned expenditure stood at Rs. 2.98 lakh crore or 64.1% (51.1%) of the Budget estimate. Non Plan expenditure stood at Rs. 8.44 lakh crore or 64.3% (64.0%) of the Budget estimate. Total expenditure stood at Rs. 11.42 lakh crore or 64.3% (59.8%) of the Budget estimate.
- Government data showed that core sector output in eight core industries fell by 1.3% on a yearly basis in November 2015 compared to a growth of 8.5% in the same period of the previous year. However, cumulative growth during the period from April to November for 2015-16 stood at 2.0%. Electricity generation during the month didn't grow at all from a year earlier. Cement production, meanwhile, fell 1.8% on a yearly basis compared with a growth of 11.7% in October. Steel output witnessed the steepest fall of 8.4% in November.
- Cadila Healthcare has received a 'warning letter' from the U.S. Food and Drug Administration (FDA) for not meeting manufacturing standards in two of its facilities located in Moriya and Ahmedabad.
- Union Bank of India has received Competition Commission of India's approval for acquiring 49% stake in Union KBC Asset Management Company. Union KBC Asset Management Company is a joint venture between the bank and KBC Asset Management of Belgium. The Belgium partner is selling its 49% stake to Union Bank, which held 51%.

FII Derivative Trade Statistics	31-Dec		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3384.52	3054.04	19952.37
Index Options	16696.10	16923.20	76407.19
Stock Futures	14374.41	14625.02	58089.49
Stock Options	1132.29	1216.21	4332.40
Total	35587.32	35818.47	158781.45

Derivative Statistics- Nifty Options	31-Dec	Prev_Day	Change
Put Call Ratio (OI)	0.94	0.87	0.07
Put Call Ratio(Vol)	0.81	0.88	-0.07

Debt Watch	31-Dec	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.99%	6.74%	6.86%	8.91%
CBLO	7.04%	6.79%	6.70%	8.83%
Repo	6.75%	6.75%	6.75%	8.00%
Reverse Repo	5.75%	5.75%	5.75%	7.00%
91 Day T-Bill	7.11%	7.20%	7.09%	8.22%
364 Day T-Bill	7.19%	7.25%	7.17%	8.30%
10 Year Gilt	7.76%	7.75%	7.79%	7.86%
G-Sec Vol. (Rs.Cr)	19891	24202	23636	34982
1 Month CP Rate	7.59%	7.65%	7.51%	8.59%
3 Month CP Rate	7.75%	7.86%	7.71%	8.65%
5 Year Corp Bond	8.32%	8.35%	8.27%	8.61%
1 Month CD Rate	7.26%	7.39%	7.03%	8.51%
3 Month CD Rate	7.36%	7.41%	7.30%	8.36%
1 Year CD Rate	7.69%	7.70%	7.62%	8.61%

Currency Market	31-Dec	Prev_Day	Change
USD/INR	66.33	66.42	-0.10
GBP/INR	98.35	98.55	-0.20
EURO/INR	72.50	72.60	-0.10
JPY/INR	0.55	0.55	0.00

Commodity Prices	31-Dec	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	37.13	37.62	36.59	53.45
Brent Crude(\$/bl)	37.59	37.57	36.27	55.47
Gold(\$/oz)	1061	1075	1059	1184
Gold(Rs./10 gm)	24994	25148	24994	26774

Source: ICRON Research

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Derivatives Market

- Nifty December 2015 Futures settled at a spot closing of 7,946.35 points. Nifty January 2016 Futures were at 7,952.05 points, a premium of 5.70 points over the spot closing. The turnover on NSE's Futures and Options segment rose from Rs. 3,24,799.17 crore on December 30 to Rs. 4,45,093.88 crore on December 31.
- The Put-Call ratio stood at 0.81, compared to the previous session's close of 0.86.
- The Nifty Put-Call ratio stood at 0.94, compared to the previous session's close of 0.87.
- The open interest on Nifty Futures stood at 26.08 million compared to the previous session's close of 24.97 million.

Indian Debt Market

- Bond yields inched up as investors turned cautious ahead of the weekly debt auction due tomorrow. However, bond yields fell for the entire year by 10 bps after the Central Bank lowered key policy rates by 125 bps in 2015. Increase in foreign investment limit to buy sovereign debt also boosted market sentiments.
- The yield on the 10-year benchmark bond, 7.72% GS 2025, rose by 1 bp to close at 7.76% compared with the previous close of 7.75%. Yields traded in the range of 7.75% to 7.76% during the trading session.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 16,958 crore (gross) compared with that of Rs. 10,420 crore borrowed on December 30. Sale of securities by the Reserve Bank of India (RBI) under the reverse repo window stood at Rs. 9,801 crore on December 30.

Currency Market Update

- The rupee rose against the dollar tracking gains in the domestic equity market. Selling of the greenback by exporters further strengthened the domestic currency. The rupee gained 0.36% to close at 66.15 per dollar compared with the previous closing of 66.39 per dollar.
- The euro fell against the dollar as investors remained on the sidelines ahead of the release of key economic data to be released from the U.S. The euro was trading lower at \$1.0894 compared with the previous close of \$1.0929.

Commodity Market Update

- Gold prices traded lower to post an annual loss of more than 11% in 2015. Investor sentiments were weighed down by uncertainty about how fast the Federal Reserve will raise interest rates in 2016.
- Brent Crude prices fell after Saudi Arabia refused to change its current oil production policy.

International News

- National Association of Realtors reported that U.S.' pending home sales index in November dropped suddenly. The 0.09% fall was on account of price hikes and was a complete deviation from an estimated gain.
- According to Hellenic Statistical Authority, Greece's retail sales volume in October dropped for the fifth month in a row. However, the volume decline of 2.5% year over year moderated from the decline of 3.3% in September.
- Data from the Bank of England showed that housing equity injections in U.K. dropped in the third quarter. Housing equity injected GBP 8.82 billion during the quarter, down from GBP 12.17 billion recorded in the second quarter. This is the lowest level in the past six years.