

Indices Performance				
Global Indices	02-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	17,833	Closed	NA	NA
Nasdaq	4,727	Closed	NA	NA
FTSE	6,548	Closed	NA	NA
Nikkei	Closed	Closed	NA	NA
Hang Seng	23,858	Closed	NA	NA
Indian Indices	02-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	27,888	27,508	380	1.38
CNX Nifty	8,395	8,284	111	1.35
CNX 100	8,400	8,296	104	1.26
CNX Bank Index	19,058	18,750	307	1.64
SGX Nifty	8,395	8,329	67	0.80
S&P BSE Power	2,116	2,091	25	1.17
S&P BSE Small Cap	11,308	11,225	83	0.74
S&P BSE HC	14,720	14,673	47	0.32

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
2-Jan	19.02	1.22	21.45	1.26
Month Ago	19.51	1.19	21.77	1.24
Year Ago	17.78	1.46	18.46	1.50

Nifty Top 3 Gainers			
Company	02-Jan	Prev_Day	% Change [#]
HDFC	1172	1124	4.26
Asian Paints	775	749	3.46
Jindal Steel	162	157	3.45

Nifty Top 3 Losers			
Company	02-Jan	Prev_Day	% Change [#]
BPCL	644	654	-1.50
M&M	1225	1237	-1.00
NMDC Ltd.	147	148	-0.88

Advance Decline Ratio			
	BSE	NSE	
Advances	1772	1051	
Declines	1164	488	
Unchanged	106	65	

Institutional Flows (Equity)		
Description (Cr)	Inflow/Outflow	YTD
FII Flows*	28	583
MF Flows**	76	76

*2nd Jan 2015; **1st Jan 2015

Economic Indicator			
YoY(%)	Current	Quarter Ago	Year Ago
WPI	0.00% (Nov-14)	3.85% (Aug-14)	7.52% (Nov-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

- Most of the Asian markets closed on a higher note amid speculation that the Chinese Central Bank might further ease monetary policy to support a slowing economy. However, absence of firm global cues amid thin trading volumes following the New Year's Day holiday, limited the gains. Today (as on Monday), bourses traded mixed following weak cues from Wall Street and continued jitters in the oil market. Both, Hang Seng and Nikkei Average are trading down by 0.41% and 0.70%, respectively (as at 8.00 a.m IST).
- European markets commenced the New Year on a lacklustre session due to lingering concerns about the region's sluggish economy. Markit's final manufacturing purchasing manager's index (PMI) for the Euro zone read 50.6 in December, slightly below the flash estimate.
- U.S. markets remained volatile over the course of the trading day on Friday before ending the session roughly flat. Investors sentiments dented as official data showed a significant slowdown in the pace of growth in the manufacturing sector in December.

Indian Equity Market

- Indian equity markets rose as investors remained optimistic ahead of the outcome of the two-day bankers' meet. Sentiments improved further after final reading of a private survey showed that India's manufacturing activity rose to a two-year high in December.
- Key benchmark indices, S&P BSE Sensex and CNX Nifty, rose 1.38% and 1.35% to close at 27,887.90 and 8,395.45 points, respectively. Moreover, S&P BSE Mid Cap and S&P BSE Small Cap rose 0.86% and 0.74%, respectively.
- The overall market breadth on BSE was positive with 1,772 scrips rising and 1,164 scrips falling. A total of 106 scrips remained unchanged.
- On the BSE sectoral front, the indices closed in green. S&P BSE Capital Goods was the top gainer, rising by 1.67% followed by S&P BSE Bankex and S&P BSE IT, which rose 1.66% and 1.20%, respectively. Banking stocks rose on hopes of faster reforms in the sector ahead of a two-day industry meet that started on January 2. Stocks of Capital Goods companies gained following positive HSBC Manufacturing PMI data for December.

Domestic News

- The Government has increased the excise duty on diesel and petrol by Rs. 2 a litre. However, the new levy won't affect the price that consumers pay while filling up vehicles at pumps, as it would be offset by fuel retailers against a fall in crude oil prices.
- Results of an HSBC survey showed that the headline India's manufacturing sector grew at its fastest pace in two years in December, ending 2014. The headline HSBC India Purchasing Managers' Index (PMI) stood at 54.5 in December compared to 53.3 in the previous month. The growth came on the back of faster expansion in output, new business and foreign orders.
- The Government has launched the direct cash transfer of cooking gas subsidy in 622 districts. Customers in these places will pay market rates for gas and get the subsidy in their banks. The Direct Benefit Transfer of LPG programme was re-launched as PAHAL (Pratyaksh Hanstantrit Labh) in 54 districts on November 15.
- According to the Reserve Bank of India (RBI), business houses with assets above Rs. 1,000 crore with finance companies will not be eligible to apply for a small bank license. The RBI further added that existing non-banking finance companies will have to fold their operations into the small bank.
- State-owned BHEL has bagged a Rs. 3,810-crore contract from Telangana for setting up the newly formed state's first thermal power project.
- Tata Motors reported a 10% increase in total sales at 41,734 units in December against 37,836 units in the same month last year.
- State-owned Coal India (CIL) has recorded a 7.3% rise in production at 342.39 million tonnes in the first nine months of the current fiscal. CIL's output in April-December period fell 3% short of its target.
- Ford India reported an increase of 28.47% in total sales at 14,401 units for December.

FII Derivative Trade Statistics-Dec 11

(Rs Cr)	Buy	Sell	Open Int.
Index Futures	230.88	259.71	15579.92
Index Options	2603.38	2144.68	45438.55
Stock Futures	354.08	334.41	48750.19
Stock Options	329.64	300.62	1637.55
Total	3517.98	3039.42	111406.21

Derivative Statistics- Nifty Options

	02-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.11	1.10	0.01
Put Call Ratio(Vol)	1.16	1.00	0.15

Debt Watch

	02-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	7.87%	8.14%	7.92%	7.61%
CBLO	7.86%	8.10%	8.00%	7.56%
Repo	8.00%	8.00%	8.00%	7.75%
Reverse Repo	7.00%	7.00%	7.00%	6.75%
91 Day T-Bill	8.18%	8.27%	8.17%	8.70%
364 Day T-Bill	8.18%	8.20%	8.23%	8.70%
10 Year Gilt	7.87%	7.98%	7.97%	8.84%
G-Sec Vol. (Rs.Cr)	45869	24912	93968	23283
1 Month CP Rate	8.49%	8.63%	8.35%	8.65%
3 Month CP Rate	8.69%	8.69%	8.53%	9.22%
5 Year Corp Bond	8.60%	8.69%	8.52%	9.65%
1 Month CD Rate	8.25%	8.47%	8.20%	8.43%
3 Month CD Rate	8.50%	8.45%	8.30%	9.05%
1 Year CD Rate	8.58%	8.65%	8.66%	9.25%

Currency Market

Currency	02-Jan	Prev_Day	Change
USD/INR	63.29	63.32	-0.03
GBP/INR	98.39	98.64	-0.25
EURO/INR	76.31	76.60	-0.29
JPY/INR	0.53	0.53	0.00

Commodity Prices

Currency	02-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	52.72	54.59	66.99	95.14
Brent Crude(\$/bl)	55.58	58.92	71.38	108.49
Gold(oz/\$)	1189	1195	1199	1225
Gold(Rs./10 gm)	26539	26895	26248	29570

Source: ICRON Research

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Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.

Derivatives Market

- Nifty January 2015 Futures were at 8,458.40 points, a premium of 62.95 points over the spot closing of 8,395.45 points. The turnover on NSE's Futures and Options segment rose from Rs. 58,534.50 crore on January 1 to Rs. 1,65,984.72 crore on January 2.
- The Put-Call ratio stood at 1.09 compared to the previous session's close of 0.93.
- The Nifty Put-Call ratio stood at 1.11 compared to the previous close of 1.10.
- The open interest on Nifty Futures rose from 21.70 million recorded in the previous trading session to 22.04 million.

Indian Debt Market

- Bond yields fell on expectations that the Reserve Bank of India would soon lower interest rates as domestic inflationary pressure eased. Investors hoped that sustained downtrend in crude oil prices would further ease inflationary pressure.
- The yield on the 10-year benchmark bond fell 1 bps to 7.87% compared to the previous close of 7.88%. Earlier during the trading session, bond yields moved in the range of 7.87% to 7.90%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 8,971 crore (gross) against Rs. 21,662 crore recorded on January 1. Sale of securities by the RBI under the reverse repo window stood at Rs. 14,476 crore on January 1.
- Banks did not borrow under the RBI's Marginal Standing Facility window on January 1 compared to Rs. 5,275 crore borrowed on December 31.

Currency Market Update

- The Indian rupee strengthened against the dollar, tracking strength in the domestic equity markets. The domestic currency closed at 63.29 against the previous close of 63.35.
- The euro fell against the dollar after the ECB President indicated that it would adopt additional stimulus measures to counter deflationary pressure and shore up growth in the sagging Euro zone economy. The euro was trading at \$1.2034 compared to the previous close of \$1.2102.

Commodity Market Update

- Gold prices fell as strength in the dollar weighed on the metal.
- Brent crude prices fell as top exporter Saudi Arabia and other large Gulf producers declined to cut production in the face of fast-growing U.S. shale oil output despite pleas from other members in the Organization of the Petroleum Exporting Countries.

International News

- According to the European Central Bank (ECB) President, the risk of deflation in the euro area has risen over the months and added that the ECB is preparing to react to such a threat, if necessary.
- Data from Bank of England showed that U.K. mortgage approvals declined to a 17-month low in November. Mortgage approvals declined to 59,029 in November, the lowest since June 2013, from 59,511 in October.
- Final data from Markit Economics showed that Germany's Purchasing Managers' Index (PMI) for the manufacturing sector rose to 51.2, in December from November's 17-month low of 49.5.