

Indices Performance				
Global Indices	05-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	17,502	17,833	-331	-1.86
Nasdaq	4,653	4,727	-74	-1.57
FTSE	6,417	6,548	-131	-2.00
Nikkei	17,409	Closed	NA	NA
Hang Seng	23,721	23,858	-137	-0.57
Indian Indices	05-Jan	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	27,842	27,888	-46	-0.16
CNX Nifty	8,378	8,395	-17	-0.20
CNX 100	8,383	8,400	-17	-0.20
CNX Bank Index	19,017	19,058	-40	-0.21
SGX Nifty	8,378	8,395	-17	-0.20
S&P BSE Power	2,112	2,116	-4	-0.17
S&P BSE Small Cap	11,320	11,308	12	0.11
S&P BSE HC	14,682	14,720	-38	-0.26

P/E Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
5-Jan	18.90	1.22	21.40	1.26
Month Ago	19.44	1.19	21.81	1.24
Year Ago	17.67	1.47	18.43	1.51

Nifty Top 3 Gainers			
Company	05-Jan	Prev_Day	% Change <sup>#</sup>
Maruti	3448	3360	2.63
Tata Motors	524	512	2.34
Tata Steel	417	411	1.45

Nifty Top 3 Losers			
Company	05-Jan	Prev_Day	% Change <sup>#</sup>
DLF	136	139	-2.44
Dr Reddys Lab	3148	3221	-2.27
Bharti Airtel	357	365	-2.22

Advance Decline Ratio			
	BSE	NSE	
Advances	1545	768	
Declines	1420	762	
Unchanged	124	70	

Institutional Flows (Equity)		
Description (Cr)	Inflow/Outflow	YTD
FII Flows*	263	846
MF Flows**	471	547

\*5<sup>th</sup> Jan 2015; \*\*2<sup>nd</sup> 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 Asian markets ended lower following a fall in crude oil prices and ongoing political turmoil in Greece. Reports of sluggish manufacturing activity released across Europe and Asia over the past week further dampened the risk appetite. Today, (as on Tuesday) bourses traded lower following weakness in Wall Street overnight. Both, Hang Seng and Nikkei Average are trading down by 0.60 % and 2.14 %, respectively (as at 8.00 a.m IST).
- As per last closing, European markets witnessed a sharp fall following concerns over a potential Greek exit from the Euro zone. However, the fall was restricted by an unexpected rise in Euro zone investor confidence for a third straight month in December.
- As per last closing, U.S. markets fell with energy stocks witnessing a broad decline overnight as crude oil prices dropped to fresh five-and-a-half-year lows. Moreover, concerns that Greece may depart the Euro zone also kept markets on edge throughout the session.

### Indian Equity Market

- Indian equity markets snapped a six-day winning streak and closed marginally lower, weighed down by IT stocks. Profit booking in recent outperformers also hit the bourses. Meanwhile, investors remained cautious ahead of the quarterly earning numbers of a major IT company, due to be released on January 9.
- Key benchmark indices, S&P BSE Sensex and CNX Nifty, fell 0.16% and 0.20% to close at 27,842.32 and 8,378.40 points, respectively. However, S&P BSE Mid Cap and S&P BSE Small Cap rose 0.16% and 0.11%, respectively.
- The overall market breadth on BSE was positive with 1,513 scrips rising and 1,456 scrips falling. A total of 120 scrips remained unchanged.
- On the BSE sectoral front, majority of the indices closed in red. S&P BSE TECK was the major laggard, falling by 1.07% followed by S&P BSE IT and S&P BSE Metal, which fell 1.01% and 0.45%, respectively. However, S&P BSE Auto and S&P BSE Consumer Durables rose 1.14% and 1.11%, respectively.
- Among the 30-stock sensitive Sensex pack, 16 scrips rose, while 14 scrips fell. Maruti Suzuki was the top gainer, rising by 2.62%.

### Domestic News

- The Government expects the total proceeds from sale of 800-MHz, 900-MHz and 1,800-MHz spectrum through an auction in February to be Rs. 64,000 crore. This is much higher than the target of Rs. 43,065 crore set in the Union Budget for 2014-15.
- According to the Minister of State for Finance, the Government does not intend to dilute its stake in state-run banks at current valuations. The Government in December had approved a plan to raise about Rs. 1,60,000 crore by selling some of its stake in state-run banks by 2019.
- The Government at the Centre is working to formulate a long term strategy that will enable the country to import gold so as to meet the requirement of jewellery exporters while at the same time keep the current account and trade deficits in check. It needs to be noted that in November, 2014 gold imports rose to 151.58 tonnes, valued at \$5.61 billion thereby pushing the country's trade deficit to an 18-month high. The deficit expanded to \$16.86 billion, compared with \$9.57 billion a year earlier and \$13.35 billion in October. The Government at the end of November, 2014 had eased import curbs on the precious metal
- Larsen & Toubro has bagged contracts worth Rs. 4,006 crore from domestic and international clients.
- According to company officials, Coal India Ltd is transporting extra volumes of coal to power plants ahead of a five-day worker union strike that threatens to cut much of its per-day output of 1.6 million tonne.
- Ashok Leyland reported 48.04% jump in its total sales at 9,290 units in December 2014. The company had sold 6,275 units during the same month of 2013.
- Water treatment company VA Tech WABAG has bagged a Rs. 220-crore project, funded by Japan International Cooperation Agency, for construction of sewage water treatment plant in Varanasi.

### FII Derivative Trade Statistics-Dec 11

(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1146.35	693.85	16216.17
Index Options	13214.29	13102.97	46639.22
Stock Futures	2145.82	1946.25	49129.69
Stock Options	999.35	990.32	1741.72
Total	17505.81	16733.39	113726.80

### Derivative Statistics- Nifty Options

	05-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.08	1.11	-0.03
Put Call Ratio(Vol)	1.09	1.16	-0.07

### Debt Watch

	05-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	8.33%	8.20%	7.89%	7.55%
CBLO	8.11%	8.29%	7.90%	7.59%
Repo	8.00%	8.00%	8.00%	7.75%
Reverse Repo	7.00%	7.00%	7.00%	6.75%
91 Day T-Bill	8.14%	8.30%	8.17%	8.65%
364 Day T-Bill	8.15%	8.19%	8.24%	8.70%
10 Year Gilt	7.89%	7.93%	7.94%	8.83%
G-Sec Vol. (Rs.Cr)	38155	30163	50303	31205
1 Month CP Rate	8.46%	8.56%	8.36%	8.58%
3 Month CP Rate	8.85%	8.64%	8.50%	9.39%
5 Year Corp Bond	8.61%	8.68%	8.50%	9.64%
1 Month CD Rate	8.27%	8.50%	8.24%	8.37%
3 Month CD Rate	8.49%	8.45%	8.26%	9.00%
1 Year CD Rate	8.58%	8.64%	8.58%	9.24%

### Currency Market

Currency	05-Jan	Prev_Day	Change
USD/INR	63.39	63.29	0.10
GBP/INR	96.85	98.39	-1.54
EURO/INR	75.67	76.31	-0.64
JPY/INR	0.53	0.53	0.00

### Commodity Prices

Currency	05-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	50.03	53.46	65.89	93.66
Brent Crude(\$/bl)	51.28	58.06	68.25	107.12
Gold(oz/\$)	1204	1183	1192	1236
Gold(Rs./10 gm)	26760	26869	26348	29877

Source: ICRON Research

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### Derivatives Market

- Nifty January 2015 Futures were at 8,422.85 points, a premium of 44.45 points over the spot closing of 8,378.40 points. The turnover on NSE's Futures and Options segment fell from Rs. 1,65,984.72 crore on January 2 to Rs. 1,53,785.65 crore on January 5.
- The Put-Call ratio stood at 1.04 compared to the previous session's close of 1.09.
- The Nifty Put-Call ratio stood at 1.08 compared to the previous close of 1.11.
- The open interest on Nifty Futures fell from 22.04 million recorded in the previous trading session to 21.33 million.

### Indian Debt Market

- Concerns that the Government may fail to achieve its fiscal deficit target weighed on the market sentiment, and in the absence of any definite cues, bond yields rose.
- The yield on the 10-year benchmark bond rose 2 bps to 7.89% compared to the previous close of 7.87%. Earlier during the trading session, bond yields moved in the range of 7.85% to 7.90%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 3,943 crore (gross) against Rs. 8,971 crore recorded on January 2. Sale of securities by the RBI under the reverse repo window stood at Rs. 7,352 crore on January 2.
- Banks borrowed Rs. 800 crore under the RBI's Marginal Standing Facility window on January 2 compared to nil borrowing on January 1.
- State-owned term lender Industrial Finance Corporation of India is looking to raise over Rs. 790 crore in the second round of non-convertible debentures which opened on January 1, 2015.

### Currency Market Update

- The Indian rupee weakened tracking losses in the Asian currencies market. Weakness in domestic equity markets and fresh dollar demand from importers also weakened the domestic currency. The rupee closed at 63.41 to the dollar against the previous close of 63.29.
- The euro plummeted to a nine year low against the dollar on the possibility that the ECB may adopt additional quantitative easing measures. The euro was trading at \$1.1896 compared to the previous close of \$1.2000.

### Commodity Market Update

- Gold prices remained firm as demand from China picked up ahead of the Lunar New Year.
- Brent crude prices fell to fresh 5.5 year lows on the back of persistent concerns of oversupply and lower demand..

### International News

- The U.S. Commerce Department in its report stated that construction spending in the U.S. unexpectedly decreased in the month of November. Construction spending fell 0.3% to an annual rate of \$975.0 billion in November from the revised October estimate of \$977.7 billion.
- The Institute for Supply Management in its report showed that the pace of growth in the U.S. manufacturing sector continued to slow in December. The Purchasing Managers' Index (PMI) fell to 55.5 in December from 58.7 in November.