

Indices Performance

Global Indices	07-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	17,585	17,372	213	1.23
Nasdaq	4,650	4,593	58	1.26
FTSE	6,420	6,367	53	0.84
Nikkei	16,885	16,883	2	0.01
Hang Seng	23,681	23,485	196	0.83
Indian Indices	07-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	26,909	26,987	-79	-0.29
CNX Nifty	8,102	8,127	-25	-0.31
CNX 100	8,112	8,134	-22	-0.26
CNX Bank Index	18,304	18,431	-127	-0.69
SGX Nifty	8,102	8,127	-25	-0.31
S&P BSE Power	2,047	2,046	1	0.03
S&P BSE Small Cap	10,989	10,986	3	0.03
S&P BSE HC	14,264	14,291	-27	-0.19

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
7-Jan	18.29	1.26	20.70	1.30
Month Ago	19.44	1.19	21.81	1.24
Year Ago	17.64	1.47	18.28	1.52

Nifty Top 3 Gainers

Company	07-Jan	Prev_Day	% Change [#]
HUL	802	775	3.51
NTPC	143	139	2.41
RIL	854	836	2.18

Nifty Top 3 Losers

Company	07-Jan	Prev_Day	% Change [#]
Hindalco	149	153	-2.93
NMDC	136	140	-2.93
BHEL	254	261	-2.72

Advance Decline Ratio

	BSE	NSE
Advances	1339	646
Declines	1506	892
Unchanged	107	65

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1534	-198
MF Flows**	240	785

*7th Jan 2015; **6th 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

- Asian markets rose as investors resorted to bargain hunting following recent sharp losses. Meanwhile, Euro zone slipped to deflation, raising hopes of additional stimulus measures from the European Central Bank. Today, (as on Thursday) bourses recovered as positive cues from Wall Street overnight outweighed concerns regarding weakness in oil prices and Greece's potential departure from the Euro zone. Both, Hang Seng and Nikkei Average are trading up by 0.41% and 1.61%, respectively (as at 8.00 a.m IST).
- As per last closing, European markets rose on growing optimism that additional stimulus measures will be announced at the next monetary policy meeting of the European Central Bank.
- As per last closing, U.S. markets recovered following release of a report from payroll processor ADP showing stronger than expected private sector job growth in the month of December. Buying interest found further support as traders reacted positively to the release of the minutes of the Federal Reserve's December monetary policy meeting.

Indian Equity Market

- Indian equity markets extended the losses and closed near three-week lows. Sentiments remained weak after data showed that overseas investors were net sellers of domestic stocks on January 6. Selling pressure was witnessed in Metal and Banking stocks.
- Key benchmark indices, S&P BSE Sensex and CNX Nifty, fell 0.29% and 0.31% to close at 26,908.82 and 8,102.10 points, respectively. S&P BSE Mid-Cap fell marginally by 0.01% while S&P BSE Small-Cap inched up by 0.03%.
- The overall market breadth on BSE was weak with 1,506 scrips falling and 1,339 scrips rising. A total of 107 scrips remained unchanged.
- On the BSE sectoral front, majority of the indices closed in red. S&P BSE Metal was the major laggard, down 1.42%, followed by S&P BSE Bankex and S&P BSE IT, which fell 0.65% and 0.49%, respectively. However, oil stocks recovered after witnessing heavy losses in the previous session.
- Among the 30-stock sensitive Sensex pack, Hindalco was the major laggard, down 2.80% followed by ICICI Bank and GAIL, which fell 2.63% and 2.61%, respectively. However, Hindustan Unilever and Reliance Industries rose 3.48% and 2.31%, respectively

Domestic News

- Results of an HSBC survey showed that the HSBC Emerging Markets Index (EMI), a monthly indicator derived from Purchasing Managers' Index surveys, rose to three-month high of 51.7, against 51.2 recorded in November. During December, the HSBC Composite Index for India that maps both manufacturing and services, stood at 52.9, whereas for China it stood at 51.4.
- According to the Prime Minister, India's postal network has the potential to drive the economy with its huge assets across the country and added that the postal network needs to be explored to benefit the common man. The Prime Minister opined that post offices in rural India could be used to deliver services and important Government information to individual households.
- The Union Finance Minister opined that NITI Aayog, which has replaced the 65-year-old Planning Commission, would help financially empower states. The Minister also opined that a particular scheme can be relevant for one state but not suitable for another state and in the process, the states will be more financially empowered and get more central funding.
- The Finance Ministry may use the Central Public Sector Enterprises Exchange Traded Fund (CPSE ETF) that was successfully listed on the exchanges at the beginning of this fiscal for further divestment of the Government's stake in constituent state-owned companies. The ETF, which is managed by Goldman Sachs Asset Management, raised around Rs. 4,000 crore for the Government.
- Employees' unions at ING Vysya Bank staged a protest with demands for job security in the backdrop of its proposed merger with Kotak Mahindra Bank.
- Consumer durable makers Godrej Appliances, Panasonic and Daikin have hiked prices of their products by 3-5%. They have thus become the first among their category to increase prices after excise duty was raised by 2% from January 1.

FII Derivative Trade Statistics	07-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2332.12	5149.56	13085.73
Index Options	30203.23	28905.69	51853.33
Stock Futures	2875.21	2615.56	46951.80
Stock Options	1907.75	1931.14	2131.07
Total	37318.31	38601.95	114021.93

Derivative Statistics- Nifty Options	07-Jan	Prev_Day	Change
Put Call Ratio (OI)	0.95	0.95	0.00
Put Call Ratio(Vol)	0.91	1.08	-0.17

Debt Watch	07-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	7.97%	8.91%	7.89%	8.06%
CBLO	8.08%	8.83%	7.90%	8.12%
Repo	8.00%	8.00%	8.00%	7.75%
Reverse Repo	7.00%	7.00%	7.00%	6.75%
91 Day T-Bill	8.06%	8.22%	8.17%	8.60%
364 Day T-Bill	8.17%	8.30%	8.24%	8.70%
10 Year Gilt	7.86%	7.86%	7.94%	8.79%
G-Sec Vol. (Rs.Cr)	52822	34982	50303	39143
1 Month CP Rate	8.46%	8.59%	8.36%	8.61%
3 Month CP Rate	8.79%	8.65%	8.50%	9.35%
5 Year Corp Bond	8.62%	8.61%	8.50%	9.62%
1 Month CD Rate	8.30%	8.51%	8.24%	8.46%
3 Month CD Rate	8.47%	8.36%	8.26%	9.05%
1 Year CD Rate	8.62%	8.61%	8.58%	9.25%

Currency Market	07-Jan	Prev_Day	Change
USD/INR	63.45	63.39	0.06
GBP/INR	95.99	96.72	-0.73
EURO/INR	75.28	75.80	-0.52
JPY/INR	0.53	0.53	0.00

Commodity Prices	07-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	48.69	53.45	65.89	93.31
Brent Crude(\$/bl)	49.26	55.47	68.25	107.46
Gold(oz/\$)	1210	1184	1192	1231
Gold(Rs./10 gm)	27141	26774	26348	29484

Source: ICRON Research

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Derivatives Market

- Nifty January 2015 Futures were at 8,141.85 points, a premium of 39.75 points over the spot closing of 8,102.10 points. The turnover on NSE's Futures and Options segment fell from Rs. 2,91,940.44 crore on January 6 to Rs. 2,32,359.52 crore on January 7.
- The Put-Call ratio stood at 0.90 compared to the previous session's close of 1.07.
- The Nifty Put-Call ratio stood unchanged at 0.95 compared to the previous session's close.
- The open interest on Nifty Futures fell from 19.87 million recorded in the previous trading session to 19.46 million.

Indian Debt Market

- Indian bonds snapped a two-day losing streak as yields fell on the back of a continued decline in global crude oil prices and hopes that the RBI may soon lower interest rates. Crude oil prices fell below \$50 per barrel for the first time in more than five-and-a-half years
- The yield on the 10-year benchmark bond fell 4 bps to 7.86% compared to the previous close of 7.90%. Earlier during the trading session, bond yields moved in the range of 7.86% to 7.89%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 10,001 crore (gross) against Rs. 16,336 crore recorded on January 6. Sale of securities by the RBI under the reverse repo window stood at Rs. 10,051 crore on January 6.
- Banks borrowed Rs. 123 crore under the RBI's Marginal Standing Facility window on January 6 compared to Rs. 5,801 crore borrowed on January 5.

Currency Market Update

- The Indian rupee strengthened against the dollar to become the best performer among the emerging Asian currencies as foreign investors remained net buyers of debt. The rupee closed at 63.17 to the dollar against the previous close of 63.57.
- The euro weakened against the dollar as consumer inflation in the Euro zone turned negative for the first time in more than five years in December. This increased the possibility that the European Central Bank may step up its stimulus measures. The euro was trading at \$1.1820 compared to the previous close of \$1.1888.

Commodity Market Update

- Gold prices fell following strength on the dollar. Gold prices were last seen trading at \$1,211.60 compared to the previous close of \$1,218.45.
- Brent crude prices slipped as growing supply glut and weak global demand weighed on investor sentiments.

International News

- According to a report released by the U.S. Commerce Department, factory orders fell by 0.7% in November. Orders for transportation equipment led the decrease which fell by 1.3% in the same month.
- According to a report released by the Institute for Supply Management, activity in the U.S. service sector grew at a notably slower rate in December. The non-manufacturing index fell to 56.2 in December from 59.3 in November.
- Euro zone inflation turned negative for the first time in more than five years in December on the back of a steep fall in energy prices. Data from Eurostat showed that the Harmonized Index of Consumer Prices fell 0.2% on a yearly basis in December following 0.3% rise in November. This was also the biggest drop since September 2009, when prices fell 0.3%.