

Indices Performance

Global Indices	12-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	16,516	16,399	118	0.72
Nasdaq	4,686	4,638	48	1.03
FTSE	5,929	5,872	57	0.98
Nikkei	17,219	Closed	NA	NA
Hang Seng	19,712	19,889	-177	-0.89
Indian Indices	12-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	24,682	24,825	-143	-0.58
Nifty 50	7,510	7,564	-54	-0.71
Nifty 100	7,673	7,726	-53	-0.69
Nifty Bank	15,735	16,016	-281	-1.76
SGX Nifty	7,510	7,537	-27	-0.35
S&P BSE Power	1,926	1,927	-1	-0.07
S&P BSE Small Cap	11,477	11,597	-120	-1.03
S&P BSE HC	16,066	16,055	11	0.07

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
12-Jan	18.55	1.44	20.31	1.54
Month Ago	19.62	1.48	20.57	1.52
Year Ago	18.71	1.23	21.27	1.27

Nifty 50 Top 3 Gainers

Company	12-Jan	Prev_Day	% Change [#]
NTPC	145	142	2.54
Wipro	549	537	2.13
M&M	1182	1163	1.66

Nifty 50 Top 3 Losers

Company	12-Jan	Prev_Day	% Change [#]
Bank of Baroda	135	139	-3.31
PNB	100	103	-3.16
Yes Bank	673	695	-3.10

Advance Decline Ratio

	BSE	NSE
Advances	920	436
Declines	1867	1135
Unchanged	167	48

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-1046	-2216
MF Flows**	413	1273

*12th Jan 2016; **11th Jan 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-1.99% (Nov-15)	-5.06% (Aug-15)	-0.17% (Nov-14)
IIP	-3.20% (Nov-15)	6.30% (Aug-15)	5.20% (Nov-14)
GDP	7.40 (Sep-15)	7.00 (Jun-15)	8.40 (Sep-14)

Global Indices

- Most of the Asian markets fell with Japanese bourses being the major laggard. Investor sentiments were weighed down by growing speculations that the Government may raise retail sales tax in 2017 unless a serious situation prevails. Besides, weakness in global crude oil prices and economic slowdown in China kept bourses under pressure. Today, (as on Wednesday) bourses traded higher tracking gains in Wall Street overnight. Nikkei Average was trading up by 2.58% and Hang Seng was trading up 2.23% (as at 8.00 a.m IST).
- As per last closing, European markets recovered, led by gains in stocks of the retail sector. Positive sales data from a number of industry heavyweights boosted investor sentiments.
- As per last closing, U.S. markets rose as investors welcomed the corporate earning numbers for the December quarter and news of mergers & acquisitions in a number of sectors.

Indian Equity Market

- Indian equity market closed in the red, ahead of earning numbers for the December quarter from industry heavyweights. Investors also remained on the sidelines ahead of the retail inflation numbers for December, scheduled to be released post market hours. China's economic slowdown was another point of apprehension for the market.
- Key benchmark indices S&P BSE Sensex and Nifty 50 fell 0.58% and 0.71% to close at 24,682.03 and 7,510.30, respectively. Moreover, S&P BSE Mid-Cap and S&P BSE Small-Cap went down 0.94% and 1.03%, respectively.
- On the BSE sectoral front, all but two indices closed in the red. S&P BSE Telecom was the major laggard, going down by 1.93%, followed by S&P BSE Bankex (-1.76%). The other laggards include S&P BSE Realty (-1.51%), S&P BSE Finance (-1.46%), and S&P BSE Basic Materials (-1.19%). The only stocks that managed to stay afloat were S&P BSE Consumer Durables (0.14%) and S&P BSE Healthcare (0.07%).

Domestic News

- Government data showed that Consumer Price Index-based (CPI) inflation for the month of December rose on a yearly basis to 5.61% compared with 5.41% in November and 4.28% in the same month of the previous year. This was the highest level of retail inflation since January 2015 when the Government adopted a new base year. The Consumer Food Price Inflation consequently rose to 6.40% in December from 6.07% in November and 3.96% in December 2014. The rise in retail inflation came on the back of increasing food prices, especially pulses, which rose 46% over the year.
- Government data showed that the Index of Industrial Production (IIP) fell for the first time in 13 months as the annual industrial output fell by 3.2% in November compared to a nearly 5-year high increase of 9.9% (revised upwards from 9.8%) in October. IIP for August 2015 has been revised downwards from 6.4% to 6.3%. The cumulative industrial growth for the period from April to November 2015 over the corresponding period of the previous year stood at 3.9%. Among the major sectors, manufacturing fell by 4.4% in November after growing by 10.6% in October. Mining activities rose by 2.3% while electricity generation increased by 0.7% during the same period.
- Tata Consultancy Services (TCS) declared its third quarter earnings results for FY15 in which its revenue rose 0.5% sequentially in constant currency terms to \$4.12 billion. Profit after tax fell 0.1% sequentially to \$926 million.
- Cognizant Technology Solutions maintained its full-year forecast citing the successful execution of its internal business continuity plan. Cognizant has forecast revenues to rise at least by 21% in this fiscal.
- SBI is planning to monetize non-core assets and list some of its subsidiaries for meeting capital needs as well as global risk norms, Basel III, which will come into effect from March 2019.

FII Derivative Trade Statistics	12-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1917.97	2236.69	15381.51
Index Options	29548.91	27925.32	67525.84
Stock Futures	3295.67	3908.39	50362.15
Stock Options	2698.48	2729.38	2944.60
Total	37461.03	36799.78	136214.10

Derivative Statistics- Nifty Options	12-Jan	Prev_Day	Change
Put Call Ratio (OI)	0.79	0.81	-0.02
Put Call Ratio(Vol)	0.80	0.84	-0.04

Debt Watch	12-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.79%	6.70%	6.72%	8.02%
CBLO	6.85%	6.74%	6.45%	8.17%
Repo	6.75%	6.75%	6.75%	8.00%
Reverse Repo	5.75%	5.75%	5.75%	7.00%
91 Day T-Bill	7.19%	6.97%	7.13%	8.25%
364 Day T-Bill	7.20%	7.19%	7.17%	8.11%
10 Year Gilt	7.76%	7.74%	7.77%	7.81%
G-Sec Vol. (Rs.Cr)	27920	33604	41453	59206
1 Month CP Rate	7.40%	7.45%	7.68%	8.50%
3 Month CP Rate	8.05%	7.85%	7.88%	8.88%
5 Year Corp Bond	8.26%	8.29%	8.35%	8.59%
1 Month CD Rate	7.13%	7.09%	7.31%	8.29%
3 Month CD Rate	7.56%	7.43%	7.36%	8.52%
1 Year CD Rate	7.69%	7.65%	7.67%	8.63%

Currency Market	12-Jan	Prev_Day	Change
USD/INR	66.89	66.79	0.10
GBP/INR	97.15	97.06	0.09
EURO/INR	72.74	72.93	-0.18
JPY/INR	0.57	0.57	0.00

Commodity Prices	12-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	30.42	35.97	35.65	48.35
Brent Crude(\$/bl)	29.24	36.54	36.99	47.79
Gold(\$/oz)	1087	1077	1075	1223
Gold(Rs./10 gm)	25828	25419	25231	26754

Source: ICRON Research

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Derivatives Market

- Nifty January 2016 Futures were at 7534.05, a premium of 23.75 points over the spot closing of 7510.30 points. The turnover on NSE's Futures and Options segment fell from Rs. 2,45,463.34 crore on January 11 to Rs. 2,05,923.48 crore on January 12.
- The Put-Call ratio stood at 0.77, compared to the previous close of 0.79.
- The Nifty Put-Call ratio stood at 0.79, compared to the previous close of 0.81.
- The open interest on Nifty Futures stood at 23.15 million compared to the previous session's close of 23.16 million.

Indian Debt Market

- Bond yields inched up as investors preferred to remain on the sidelines ahead of the release of key macroeconomic data due later in the day. Weakness in the domestic currency and fresh supply of debt securities also weighed on the market sentiment.
- Yield on the 10-year benchmark bond, 7.72% GS 2025, rose by 1 bps to close at 7.76% compared to the previous close of 7.75% after moving in a range of 7.74% to 7.777% during the trading session.
- RBI conducted the auction of state development loans of 16 state Governments for a notified amount of Rs. 16,770 crore for which the accepted amount stood at Rs. 17,770 crore. The cut off yield stood in the range of 8.14% to 8.34%. Uttar Pradesh has retained an additional amount of Rs. 400 crore. The lowest yield was noted in case of Himachal Pradesh and the highest yield was noted for Uttar Pradesh.

Currency Market Update

- Indian rupee continued its weakening streak by losing 0.07% against the dollar. Increasing dollar demand from banks and losses in the domestic equity market led to the weakening of the domestic currency. The rupee closed at 66.86 per dollar against the previous close of 66.81.
- The euro was almost steady against the dollar. However, concerns over China's economy and continued decline in global crude oil prices weighed on market sentiment. Euro was last seen trading at \$1.0856 on Tuesday, compared to earlier day's close of \$1.0859.

Commodity Market Update

- Gold prices fell as strength in European equity markets dampened the safe haven appeal of the precious metal.
- Brent Crude prices traded near \$30 a barrel as concerns over supply glut coupled with weakness in Chinese economy continued to weigh on investor sentiments.

International News

- Data from the Paris-based Organisation for Economic Co-operation and Development (OECD) showed that growth momentum in the 33-country OECD area might remain constant. However, the study also revealed that major emerging regions may behave differently. The Composite Leading Indicator, which shows change in economic activity, remained unchanged at 99.8
- The Office for National Statistics released data showing an unexpected drop in U.K.'s industrial production in November, mainly due to fall in energy output. Industrial output in November fell 0.7%, while it remained flat in October. Manufacturing output dropped 0.4% in November, same as that of October.