

Indices Performance

Global Indices	12-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	17,641	17,737	-97	-0.54
Nasdaq	4,665	4,704	-39	-0.84
FTSE	6,501	6,501	0	0.00
Nikkei	Closed	17,198	NA	NA
Hang Seng	24,026	23,920	107	0.45
Indian Indices	12-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	27,585	27,458	127	0.46
CNX Nifty	8,323	8,285	39	0.46
CNX 100	8,327	8,289	38	0.46
CNX Bank Index	18,796	18,637	159	0.85
SGX Nifty	8,323	8,240	83	1.01
S&P BSE Power	2,071	2,061	11	0.51
S&P BSE Small Cap	11,292	11,198	93	0.83
S&P BSE HC	14,737	14,691	46	0.32

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
12-Jan	18.71	1.23	21.27	1.27
Month Ago	18.59	1.25	21.01	1.29
Year Ago	17.79	1.46	18.24	1.52

Nifty Top 3 Gainers

Company	12-Jan	Prev_Day	% Change [#]
HUL	897	865	3.70
IndusInd Bank	829	802	3.42
Tech Mahindra	2754	2680	2.75

Nifty Top 3 Losers

Company	12-Jan	Prev_Day	% Change [#]
Coal India	358	375	-4.59
Cairn India	236	243	-3.07
Hindalco	151	155	-2.52

Advance Decline Ratio

	BSE	NSE
Advances	1641	909
Declines	1268	636
Unchanged	115	71

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-266	-1939
MF Flows**	197	1243

*12th Jan 2015; **9th Jan 2015

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	0.00% (Nov-14)	3.85% (Aug-14)	7.52% (Nov-13)
IIP	3.80% (Nov-14)	0.50% (Aug-14)	-1.30% (Nov-13)
GDP	5.30 (Sep-14)	5.70 (Jun-14)	5.20 (Sep-13)

Global Indices

- Asian markets witnessed a mixed trend on the back of weakness on Wall Street in the previous trading session. Selling pressure was seen due to worries over the impact of falling global crude oil prices. Uncertainty whether Europe's stimulus plans would be able to solve the Euro region's economic woes further dampened sentiments. Today (As on Tuesday), Asian stocks were trading lower following a sell-off on Wall Street overnight as global crude oil prices plunged to near six-year lows. Hang Seng was trading up 0.46% and Nikkei Average was trading down 2.00% (as at 8.00 a.m IST).
- As per last closing, European equities regained some ground and ended in positive territory amid expectations that the European Central Bank would adopt additional stimulus measures to boost the slowing euro zone economy, even as global oil prices fell to its lowest levels in almost six years.
- As per last closing, U.S. bourses ended lower as investors remained concerned about the continued downtrend in global crude oil prices before the start of quarterly earnings announcements.

Indian Equity Market

- Indian equity markets rose as investors remained optimistic ahead of the retail inflation and index of industrial production data due later in the day. Positive cues from European markets further supported buying interest following increased mergers and acquisition activity in the healthcare sector.
- Both the key benchmark indices S&P BSE Sensex and CNX Nifty rose 0.46% each to close at 27,585.27 and 8,323.00, respectively. Moreover, S&P BSE Mid Cap and S&P BSE Small Cap rose 0.58% and 0.83%, respectively.
- The overall market breadth on BSE was positive with 1641 scrips rising and 1268 scrips declining. A total of 115 scrips remained unchanged.
- On the BSE sectoral front, majority of the indices closed in green. S&P BSE Capital Goods was the top gainer rising by 1.55% followed by S&P BSE FMCG and S&P BSE IT which rose 1.42% and 1.32%, respectively. However, S&P BSE Metal was the major laggard falling by 1.68%.

Domestic News

- The Consumer Price Index-based inflation rose 5% on a yearly basis in December against 4.38% witnessed in the previous month, driven by higher food costs. In December 2013, the consumer inflation stood at 9.87%. Urban inflation stood at 5.32% against 4.69% and rural inflation stood at 4.71% compared to 4.09% recorded in November. Vegetable price inflation rose to 0.58% compared to -10.9% in November.
- The Index of Industrial Production grew 3.8% on a yearly basis in November compared to 4.2% contraction in the previous month. The manufacturing sector grew by 3% against 7.6% fall in October. Meanwhile, Mining and Electricity sectors grew at 3.4% and 10%, respectively. As per use-based classification, Basic Goods, Capital Goods and Intermediate goods rose by 7.0%, 6.5% and 4.3%, respectively while Consumer Goods contracted by 2.2%.
- Banking on the steps taken to revive the domestic economy in the last seven months, the Finance Minister said investments are going to increase significantly in the coming days.
- The Finance Minister said that the divestment programme would be pursued on a priority basis and this would involve more than one PSU before March-end.
- Air India posted 6.5% growth in revenue and net profit of Rs. 14.6 crore in December 2014– its first profitable month in the current fiscal, helped by fall in aviation turbine fuel price. The airline had made a loss of Rs. 168 crore in December 2013.
- India's largest car manufacturer Maruti Suzuki India is eyeing 20% growth in vehicle exports this financial year at 1.2 lakh units, riding on increased sales in non-European markets like Africa, Latin America and the Middle East.
- Tata Motors-owned Jaguar Land Rover reported a 9% increase in its total global retail sales at 4,62,678 units in 2014.

FII Derivative Trade Statistics	12-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1906.32	1968.48	12181.69
Index Options	21135.45	20304.36	58563.48
Stock Futures	3556.04	2981.65	49421.86
Stock Options	3520.97	3594.31	2920.38
Total	30118.78	28848.80	123087.41

Derivative Statistics- Nifty Options	12-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.16	1.10	0.07
Put Call Ratio(Vol)	1.05	1.09	-0.04

Debt Watch	12-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	8.02%	8.33%	7.89%	8.08%
CBLO	8.17%	8.11%	7.74%	7.33%
Repo	8.00%	8.00%	8.00%	7.75%
Reverse Repo	7.00%	7.00%	7.00%	6.75%
91 Day T-Bill	8.25%	8.14%	8.18%	8.70%
364 Day T-Bill	8.11%	8.15%	8.15%	8.69%
10 Year Gilt	7.81%	7.89%	7.83%	8.76%
G-Sec Vol. (Rs.Cr)	59206	38155	78200	36931
1 Month CP Rate	8.50%	8.46%	8.43%	8.74%
3 Month CP Rate	8.88%	8.85%	8.50%	9.46%
5 Year Corp Bond	8.59%	8.61%	8.52%	9.62%
1 Month CD Rate	8.29%	8.27%	8.27%	8.55%
3 Month CD Rate	8.52%	8.49%	8.27%	9.16%
1 Year CD Rate	8.63%	8.58%	8.58%	9.35%

Currency Market	12-Jan	Prev_Day	Change
USD/INR	62.16	62.40	-0.23
GBP/INR	94.28	94.17	0.11
EURO/INR	73.73	73.61	0.12
JPY/INR	0.53	0.52	0.00

Commodity Prices	12-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	46.06	50.03	57.81	92.39
Brent Crude(\$/bl)	47.05	51.28	61.87	106.89
Gold(\$/oz)	1233	1204	1222	1247
Gold(Rs./10 gm)	26905	26760	26891	29387

Source: ICRON Research

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Derivatives Market

- Nifty January 2015 Futures were at 8360.55 points, a premium of 37.55 points over the spot closing of 8323.00 points. The turnover on NSE's Futures and Options segment fell from Rs. 2,57,439.14 crore on January 9 to Rs. 1,73,406.54 crore on January 12.
- The Put-Call ratio stood at 1.00 compared to the previous session's close of 1.04.
- The Nifty Put-Call ratio stood at 1.16 compared to the previous session's close of 1.10.
- The open interest on Nifty Futures rose from 17.93 million recorded in the previous trading session to 18.41 million.

Indian Debt Market

- Bonds yields fell after the Finance Minister's comments on interest rates increased speculation that the Reserve Bank of India (RBI) may ease its monetary policy soon to support growth.
- The yield on the 10-year benchmark bond closed down 3 bps at 7.81% compared to the previous close of 7.84%. Earlier during the trading session, bond yields moved in the range of 7.80% to 7.83%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 14,308 crore (gross) against Rs. 16,986 crore recorded on January 9. Sale of securities by the RBI under the reverse repo window stood at Rs. 5,065 crore on January 9.
- Banks borrowed Rs. 205 crore under the RBI's Marginal Standing Facility window on January 9 compared to Rs. 356 crore borrowed on January 8.

Currency Market Update

- The Indian rupee gained for the fourth consecutive day against the dollar tracking rise in Asian currencies. The rupee closed at 62.16 to the dollar compared to 62.33 in the previous trading session.
- The euro fell against the dollar on better-than-expected U.S. jobs data released last week. The euro was trading at \$1.1795 compared to the previous close of \$1.1839.

Commodity Market Update

- Gold prices rose marginally on growing optimism that the Federal Reserve may keep rates on hold for longer after U.S. jobs report showed a surprise drop in hourly wages.
- Brent Crude prices fell after a global investment banker slashed its 2015 price forecast, citing rising global supplies.

International News

- Wholesale inventories in the U.S. rose 0.8% in November compared to an upwardly revised 0.6% growth (0.4% increase originally reported) in October.
- The Chicago Federal Reserve President said that the Central Bank should be patient on raising interest rates due to concerns over low inflation and declining U.S. wages.
- The euro region is set to expand moderately in the first and second quarters of 2015, a joint report published by statistical offices in France and Italy and Germany's Ifo Institute said.
- The French economy expanded by 0.1% in the fourth quarter, according to the third estimate of Bank of France.