

Indices Performance

Global Indices	21-Jan	Prev_Day	Abs. Change	% Change [#]
Dow Jones	17,554	17,515	39	0.22
Nasdaq	4,667	4,655	13	0.27
FTSE	6,728	6,620	108	1.63
Nikkei	17,280	17,366	-86	-0.49
Hang Seng	24,353	23,951	401	1.68
Indian Indices	21-Jan	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	28,889	28,785	104	0.36
CNX Nifty	8,730	8,696	34	0.39
CNX 100	8,705	8,673	32	0.37
CNX Bank Index	19,843	19,767	76	0.39
SGX Nifty	8,730	8,747	-17	-0.19
S&P BSE Power	2,158	2,155	2	0.11
S&P BSE Small Cap	11,423	11,446	-23	-0.20
S&P BSE HC	15,181	15,133	48	0.32

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
21-Jan	19.62	1.17	22.21	1.21
Month Ago	18.51	1.25	21.01	1.29
Year Ago	17.98	1.44	18.38	1.48

Nifty Top 3 Gainers

Company	21-Jan	Prev_Day	% Change [#]
HUL	942	895	5.19
Bharti Airtel	369	355	3.97
BOB	1128	1087	3.78

Nifty Top 3 Losers

Company	21-Jan	Prev_Day	% Change [#]
ITC	353	371	-4.96
Cipla	643	662	-2.77
Zee Entertainment	382	391	-2.34

Advance Decline Ratio

	BSE	NSE
Advances	1212	627
Declines	1736	917
Unchanged	89	74

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	1320	3201
MF Flows**	-37	1801

*21st Jan 2015; **20th Jan 2015

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	0.11% (Dec-14)	2.38% (Sep-14)	6.40% (Dec-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 expectations that the European Central Bank (ECB) might announce a stimulus program at its upcoming meeting on January 22. Rise in overnight U.S. market further supported the sentiment. Today (as on Thursday), bourses traded higher as investors continued to remain optimistic ahead of the ECB meeting. While, Hang Seng is trading up by 0.79%, Nikkei Average traded flat (as at 8.00 am IST).

• As per last closing, European markets witnessed modest gains amid growing expectation that ECB may unveil a quantitative easing plan at its upcoming monetary policy meeting to be held on January 22. Buying interest found further support after U.K. unemployment rate fell to a six-year low in the September to November period. However, gains were capped as investors awaited the results of the Greek elections on December 25.

• As per last closing, U.S. markets rose, tracking positive cues from European markets, as investors awaited the monetary policy announcement from the ECB.

Indian Equity Market

• Indian equity markets continued to extend the rally which originated last week, hitting record highs for the second consecutive session. The S&P BSE Sensex and CNX Nifty, touched fresh all-time highs of 28,958.10 (BSE Sensex) and 8,741.85 points (Nifty). Sentiments remained positive on the back of sustained foreign fund inflows and hopes of more reform measures by the Government to push economic growth.

• S&P BSE Sensex and CNX Nifty rose 0.36% and 0.39%, respectively. However, the S&P BSE Mid-Cap and S&P BSE Small-Cap indices declined by 0.24% and 0.20%, respectively.

• The overall market breadth on the BSE was weak with 1,736 scrips falling and 1,212 scrips rising. A total of 89 scrips remained unchanged.

• On the BSE sector front, majority of the indices closed in green. S&P BSE Consumer Durables was the top gainer, up by 1.41%, followed by S&P BSE TECK and S&P BSE IT, which rose 1.17% and 0.96%, respectively.

• Among the 30-stock sensitive Sensex pack, Hindustan Unilever was the top gainer, up 4.99%, followed by Bharti Airtel and HDFC, which rose 3.96% and 2.71%, respectively.

Domestic News

• The Government started the process of allocating cancelled coal mines to state-owned firms, saying that it will initially allot 36 blocks. Of these 36 coal blocks, one mine will be given to the steel sector while the rest will be given to the power sector.

• The Government may amend the Employees Provident Fund & Miscellaneous Provisions Act, to enable the center to reduce or waive-off mandatory PF contributions by employees in certain cases. It has also proposed a reduction in the threshold limit of workers for coverage under the act. Reduction in the threshold limit of workers is expected to bring 50 lakh more employees under the purview of Employees' Provident Fund Organisation which implements social security schemes under the legislation.

• According to the Indian Prime Minister, a record 11.5 crore bank accounts have been opened in over four months under the Jan Dhan Yojana. The Prime Minister opined that the success of Jan Dhan Yojana had set the stage for a major transformation for the people which will enhance the progress of the Indian economy.

• ITC posted a net profit of Rs 2,635 crore. This implies a growth of 10.5% on a yearly basis. However, the result was below market expectations. Net sales rose 2.5% to Rs. 8,942.59 crore in the quarter ended December 2014 from Rs. 8,726.85 crore in the year-ago period.

• The Government has sought expression of interest from reputed merchant bankers for divesting 10% stake in iron ore miner National Mineral Development Corporation that could fetch about Rs. 5,500 crore to the exchequer.

• Asia Index, a joint venture between S&P Dow Jones and the Bombay Stock Exchange (BSE) opened a new operation centre at the BSE premises. This is its second largest operation centre after the one in New York.

FII Derivative Trade Statistics	21-Jan		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	3894.58	2145.52	19700.64
Index Options	20880.47	19879.41	72308.82
Stock Futures	3114.54	2819.76	54026.69
Stock Options	2454.10	2528.02	3441.62
Total	30343.69	27372.71	149477.77

Derivative Statistics- Nifty Options	21-Jan	Prev_Day	Change
Put Call Ratio (OI)	1.33	1.32	0.01
Put Call Ratio(Vol)	1.07	1.10	-0.03

Debt Watch	21-Jan	Wk. Ago	Mth. Ago	Year Ago
Call Rate	7.88%	8.11%	8.30%	8.17%
CBLO	7.99%	8.32%	8.39%	7.94%
Repo	7.75%	8.00%	8.00%	7.75%
Reverse Repo	6.75%	7.00%	7.00%	6.75%
91 Day T-Bill	8.05%	8.18%	8.23%	8.60%
364 Day T-Bill	7.88%	8.02%	8.34%	8.50%
10 Year Gilt	7.69%	7.77%	7.96%	8.55%
G-Sec Vol. (Rs.Cr)	70738	34936	45642	38654
1 Month CP Rate	8.37%	8.50%	8.54%	8.78%
3 Month CP Rate	8.78%	8.80%	8.58%	9.48%
5 Year Corp Bond	8.27%	8.49%	8.67%	9.43%
1 Month CD Rate	8.14%	8.30%	8.38%	8.44%
3 Month CD Rate	8.50%	8.53%	8.38%	9.15%
1 Year CD Rate	8.58%	8.62%	8.64%	9.30%

Currency Market	21-Jan	Prev_Day	Change
USD/INR	61.61	61.85	-0.23
GBP/INR	93.49	93.27	0.23
EURO/INR	71.38	71.57	-0.19
JPY/INR	0.52	0.52	0.00

Commodity Prices	21-Jan	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	47.85	48.49	56.91	94.51
Brent Crude(\$/bl)	45.90	45.77	59.07	110.47
Gold(oz/\$)	1293	1230	1195	1241
Gold(Rs./10 gm)	28168	27167	26802	29544

Source: ICRON Research

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Derivatives Market

- Nifty January 2015 Futures were at 8,738.50 points, a premium of 9 points over the spot closing of 8,729.50 points. The turnover on NSE's Futures and Options segment fell from Rs. 2,90,288.32 crore on January 20 to Rs. 2,67,242.44 crore on January 21
- The Put-Call ratio stood at 1.02, compared to the previous session's close of 1.06.
- The Nifty Put-Call ratio stood at 1.33, compared to the previous session's close of 1.32.
- The open interest on Nifty Futures rose from 23.49 million recorded in the previous trading session to 24.32 million.

Indian Debt Market

- Bond yields fell on expectations that the Reserve Bank of India will further cut interest rates, after the full impact of the decline in oil prices begins to reflect on the inflation monitoring metrics.
- The yield on the 10-year benchmark bond closed down 3 bps at 7.69% compared to the previous close of 7.72%. Earlier during the trading session, bond yields moved in the narrow range of 7.68% to 7.72%.
- According to the chief of SEBI, the capital market regulator may consider increasing the limit for foreign investment in corporate bonds given the increasing enthusiasm of foreign portfolio investors in the Indian corporate bond market. As on January 20, foreign investors had utilised 63.58% of their investment limit in corporate bonds.

Currency Market Update

- The Indian rupee rose marginally against the dollar on the back of strong foreign fund inflows into the domestic equity market and debt market. Investors also await the outcome of the European Central Bank monetary policy meeting due on January 22. The rupee closed at 61.64 per dollar compared to its previous close of 61.69.
- The euro rose against the dollar after the release of mixed U.S. housing reports for December. Investors also looked forward to the European Central Bank monetary policy meeting due on January 22. The euro was trading at \$1.1615 compared to the previous close of \$1.1549.

Commodity Market Update

- Gold prices rose on the back of weakness in the dollar. Concerns over global economic growth also lifted the safe-haven appeal of the metal.
- Brent crude prices remained almost unchanged amid persistent concerns of oversupply.

International News

- The Bank of Japan kept its monetary policy on hold and lowered its near-term inflation forecast citing lower crude oil prices. The Bank of Japan lowered its core inflation estimate for fiscal 2015 to 1% from 1.7%. However, the Central Bank lifted the forecast for fiscal 2016 to 2.2% from 2.1%. As expected, the Bank of Japan held off on expanding its massive stimulus programme. However, in order to encourage lending the Central Bank extended its loan scheme by one year.
- Minutes of the Bank of England meeting held in January showed that the Monetary Policy Committee unanimously decided to leave the key rate unchanged for the first time since August. Also, all members were in favour of maintaining the size of quantitative easing at £ 375 billion.