

Indices Performance

Global Indices	02-Jun	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,012	18,040	-28	-0.16
Nasdaq	5,077	5,083	-6	-0.13
FTSE	6,928	6,954	-25	-0.36
Nikkei	20,543	20,570	-27	-0.13
Hang Seng	27,467	27,597	-130	-0.47
Indian Indices	02-Jun	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	27,188	27,849	-661	-2.37
CNX Nifty	8,236	8,433	-197	-2.34
CNX 100	8,301	8,496	-195	-2.29
CNX Bank Nifty	17,977	18,617	-640	-3.44
SGX Nifty	8,215	8,442	-227	-2.69
S&P BSE Power	2,051	2,078	-27	-1.29
S&P BSE Small Cap	11,047	11,280	-233	-2.06
S&P BSE HC	16,166	16,425	-259	-1.58

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
2-Jun	19.61	1.39	22.71	1.43
Month Ago	18.38	1.33	22.07	1.45
Year Ago	18.21	1.42	20.27	1.31

Nifty Top 3 Gainers

Company	02-Jun	Prev_Day	% Change [#]
Zee Entertainment	327	320	2.25
Lupin	1801	1792	0.49
Bharti Airtel	418	417	0.36

Nifty Top 3 Losers

Company	02-Jun	Prev_Day	% Change [#]
Axis Bank	553	578	-4.38
SBI	266	278	-4.30
IndusInd Bank	847	883	-4.05

Advance Decline Ratio

	BSE	NSE
Advances	763	292
Declines	1923	1206
Unchanged	97	48

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	135	44869
MF Flows**	-146	22848

*2nd Jun 2015; **1st Jun 2015

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-2.65% (Apr-15)	-0.95% (Jan-15)	5.55% (Apr-14)
IIP	2.10% (Mar-15)	3.60% (Dec-14)	-0.50% (Mar-14)
GDP	7.50 (Mar-15)	6.60 (Dec-14)	6.60 (Mar-14)

Global Indices

- Asian markets closed in red as a mixed set of U.S. data raised concerns about rate hike by the Fed. Concerns over Greece's future in the Euro zone also weighed on investor sentiments. However, the Chinese markets bucked the trend, rising by 1.69%, amid hopes of stimulus measures from the Government after the latest reading on Chinese manufacturing sector presented a mixed picture in May. Today, (as on Wednesday) bourses traded lower as investors awaited key economic data from China and Australia. Hang Seng was trading up 0.59% and Nikkei Average was trading down 0.48% (as at 8.00 a.m IST).
- As per last closing, European markets fell as investors monitored the debt situation in Greece. Following a summit in Berlin on Monday, the Euro zone officials have agreed to intensify the talks to reach a deal with Greece. Meanwhile, inflation has returned to the Euro zone, after the consumer prices increased for the first time in six months in May.
- As per last closing, U.S. markets fell as traders were reluctant to make significant moves ahead of the release of some key economic data during the week.

Indian Equity Market

- Indian equity markets fell more than 2% after the Indian Meteorological Department lowered this year's monsoon estimates. Moreover, the Reserve Bank of India (RBI) revised the projection of the economic growth for 2015-16, as measured by GVA (Gross Value Added) to 7.6% from 7.8% estimated in April.
- At its second bi-monthly policy review, the RBI cut repo rate by 25 bps for the third time this year. The RBI's move was in line with market expectations but investor sentiments dampened on concerns over below-normal monsoon, food inflation, increase in crude oil prices and external environment. Persistent concerns over Greece's debt situation and uncertainty over the U.S. interest rate put additional pressure on the bourses
- Key benchmark indices, S&P BSE Sensex and CNX Nifty, fell 2.37% and 2.34% to close at 27,188.38 points and 8,236.45 points, respectively. S&P BSE Mid-cap and S&P BSE Small-cap fell 2.22% and 2.06%, respectively.
- The overall market breadth on BSE was weak with 1,923 scrips declining and 763 scrips advancing. A total of 97 scrips remained unchanged.

Domestic News

- The Reserve Bank of India (RBI) at its second bi-monthly monetary policy review for 2015-16 cut its policy repo rate by 25 basis points from 7.5% to 7.25%. The Cash Reserve Ratio of scheduled banks remained unchanged at 4.0%. Consequently, the reverse repo rate under the Liquidity Adjustment Facility (LAF) stands adjusted at 6.25% and the Marginal Standing Facility rate and the Bank Rate at 8.25%.
- The RBI estimated the Current Account Deficit at around 1.5% of GDP in the current fiscal. This can be attributed to a sharp fall in oil prices.
- The RBI lowered the economic growth forecast for the current fiscal to 7.6% from 7.8% projected in April due to various risks, which include sub-normal monsoon and rising crude oil prices.
- The Government has downgraded this year's monsoon forecast to 88% of the long-term average, raising concerns of a drought in the country. The Government earlier in April had forecasted monsoon rains at 93% of the long-term average.
- The RBI Governor opined that there will be room for more rate cuts if monsoon rains are better than expected or if the Government takes steps to prevent food prices from rising and if global oil prices remain low.
- State Bank of India will cut its base lending rate to 9.7% from 9.85% earlier, effective June 8.
- BHEL has secured the single-largest order in its history for setting up a 4,000-MW (5x800 Mw) supercritical thermal power project from Telangana State Power Generation Corporation Ltd. The order is valued at Rs. 17,950 crore.
- State-run transmission utility Power Grid Corporation is planning to invest Rs. 22,500 crore this fiscal to fuel its expansion plans.
- Drug majors Sun Pharmaceutical and AstraZeneca Pharma India have entered into a distribution services agreement to distribute AstraZeneca's heart disease treatment drug 'Axcer' in India.

FII Derivative Trade Statistics	02-Jun		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	1358.83	1292.45	14292.19
Index Options	7385.37	7750.07	56294.13
Stock Futures	2821.64	3028.96	51149.48
Stock Options	1242.77	1222.96	1174.49
Total	12808.61	13294.44	122910.29

Derivative Statistics- Nifty Options	02-Jun	Prev_Day	Change
Put Call Ratio (OI)	0.91	0.95	-0.04
Put Call Ratio(Vol)	0.85	0.85	0.00

Debt Watch	02-Jun	Wk. Ago	Mth. Ago	Year Ago
Call Rate	7.24%	7.49%	7.70%	7.89%
CBLO	7.15%	7.61%	7.86%	7.94%
Repo	7.25%	7.50%	7.50%	8.00%
Reverse Repo	6.25%	6.50%	6.50%	7.00%
91 Day T-Bill	7.65%	7.79%	7.94%	8.43%
364 Day T-Bill	7.73%	7.75%	7.90%	8.65%
10 Year Gilt	7.72%	7.67%	7.86%	8.66%
G-Sec Vol. (Rs.Cr)	50101	32927	44279	26946
1 Month CP Rate	8.03%	8.17%	8.28%	8.61%
3 Month CP Rate	8.20%	8.34%	8.56%	8.94%
5 Year Corp Bond	8.46%	8.45%	8.41%	9.27%
1 Month CD Rate	7.85%	7.91%	8.12%	8.51%
3 Month CD Rate	7.89%	8.00%	8.28%	8.66%
1 Year CD Rate	8.21%	8.27%	8.35%	9.00%

Currency Market	02-Jun	Prev_Day	Change
USD/INR	63.83	63.61	0.22
GBP/INR	97.10	97.27	-0.17
EURO/INR	69.74	69.63	0.11
JPY/INR	0.51	0.51	0.00

Commodity Prices	02-Jun	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	61.30	57.29	59.62	103.07
Brent Crude(\$/bl)	62.84	61.35	63.75	110.14
Gold(\$/oz)	1193	1187	1184	1244
Gold(Rs./10 gm)	26914	27032	27047	26802

Source: ICRON Research

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Derivatives Market

- Nifty June 2015 Futures were at 8,225.35 points, a discount of 11.10 points over the spot closing of 8,236.45 points. The turnover on NSE's Futures and Options segment rose from Rs. 1,26,488.32 crore on June 1 to Rs. 2,93,659.96 crore on June 2.
- The Put-Call ratio stood at 0.81 compared to the previous session's close of 0.80.
- The Nifty Put-Call ratio stood at 0.91 compared to the previous session's close of 0.95.
- The open interest on Nifty Futures rose from 16.61 million recorded in the previous trading session to 16.74 million.

Indian Debt Market

- Bond yields rose after the weather department said that July-September monsoon rainfall is expected to be 88% of the long-period average, against its first estimate of 93%. This fuelled concerns that domestic inflationary pressures may increase in the long run which may delay future monetary easing by the RBI.
- The yield on the new 10-year benchmark bond, 7.72% GS 2025, increased by 8 bps to close at 7.72% compared to the previous close of 7.64%. The paper moved in the range of 7.64% to 7.72% during the trading session.
- The yield on the old 10-year benchmark bond, 8.40% GS 2024, increased by 11 bps to close at 7.93% compared to the previous close of 7.82%. The paper moved in the range of 7.81% to 7.94% during the trading session.

Currency Market Update

- The rupee weakened against the dollar, tracking losses in domestic equity markets. Dollar demand from banks and importers also weighed on market sentiments. The rupee fell by 0.18% to close at 63.82 compared to the previous close of 63.70.
- The euro surged against the dollar after preliminary data showed that inflation in Euro zone came better than market expectations and increased for the first time in six months in May. The euro was trading higher at \$1.1125 compared to the previous close of \$1.0925.

Commodity Market Update

- Gold prices rose on the back of weakness in the dollar. However, gains were capped on the possibility of a rate hike by the Federal Reserve later this year following positive U.S. economic data.
- Brent crude prices rose after Saudi Arabia's Oil Minister expected oil demand to increase in the second half of this year.

International News

- The Institute for Supply Management in its report showed that Purchasing Managers' Index in the U.S. climbed to 52.8 in May from 51.5 in April.
- Flash data from Eurostat showed that Euro zone consumer prices increased for the first time in six months in May. The harmonized index of consumer prices rose 0.3% on a yearly basis in May after staying flat in April. This was the first annual increase since last November and also the fastest since October 2014, when prices rose 0.4%.
- Survey figures from Markit Economics showed that Markit U.K. Construction Purchasing Managers' Index rose to 55.9 in May from 54.2 in the previous month.