

### Indices Performance

Global Indices	02-Mar	Prev_Day	Abs. Change	% Change <sup>#</sup>
Dow Jones	18,289	18,133	156	0.86
Nasdaq	5,008	4,964	45	0.90
FTSE	6,941	6,947	-6	-0.09
Nikkei	18,827	18,798	29	0.15
Hang Seng	24,887	24,823	64	0.26
Indian Indices	02-Mar	Prev_Day	Abs. Change	% Change <sup>#</sup>
S&P BSE Sensex	29,459	29,362	98	0.33
CNX Nifty	8,957	8,902	55	0.62
CNX 100	8,949	8,885	64	0.72
CNX Bank Index	20,008	19,691	317	1.61
SGX Nifty	8,957	9,004	-47	-0.52
S&P BSE Power	2,302	2,269	33	1.46
S&P BSE Small Cap	11,371	11,266	104	0.93
S&P BSE HC	16,151	15,855	296	1.87

### P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
2-Mar	20.11	1.14	23.95	1.23
Month Ago	19.66	1.16	22.51	1.20
Year Ago	17.21	1.45	17.67	1.49

### Nifty Top 3 Gainers

Company	02-Mar	Prev_Day	% Change <sup>#</sup>
UltraTech Cement	3370	3136	7.46
Grasim Industries	3987	3753	6.23
Axis Bank	648	613	5.71

### Nifty Top 3 Losers

Company	02-Mar	Prev_Day	% Change <sup>#</sup>
ITC Limited	343	361	-5.01
Bajaj Auto Limited	2074	2153	-3.68
Jindal Steel	189	196	-3.60

### Advance Decline Ratio

	BSE	NSE
Advances	1503	834
Declines	1355	668
Unchanged	120	68

### Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	2742	27137
MF Flows**	99	4493

\*2<sup>nd</sup> Mar 2015; \*\*26<sup>th</sup> Feb 2015

### Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	-0.39% (Jan-15)	1.66% (Oct-14)	5.11% (Jan-14)
IIP	1.70 (Dec-14)	2.60 (Sep-14)	0.10 (Dec-13)
GDP	7.50 (Dec-14)	7.80 (Sep-14)	6.60 (Dec-13)

### Global Indices

- Most of the Asian markets rose following a surprise interest rate cut by China on February 28, which supported investor sentiments. The People's Bank of China lowered the benchmark interest rate by 25 basis points to 5.35% and reduced the benchmark saving rate by a similar margin to 2.5%. Today, (as on Tuesday) bourses are trading higher tracking gains in Wall Street overnight. Hang Seng was trading down 0.03% and Nikkei Average was trading down 0.21% (as at 8.00 a.m IST).
- As per last closing, European markets remained under pressure as a fall in the price of oil once again hit investor sentiment. Bourses took a further hit after Euro zone inflation remained negative for the third straight month in February due to falling energy prices.
- As per last closing, U.S. markets rose with Nasdaq closing above 5,000 for the first time in fifteen years. Positive sentiments generated from Chinese central bank's decision of rate cut neutralised the impact of a series of mixed economic data from U.S.

### Indian Equity Market

- Indian equity markets closed higher amid a volatile trading session, led by gains in stocks of infrastructure and private sector banks. Buying interest was seen in infrastructure stocks after the Government gave strong thrust on the sector in the Union Budget. Private sectors banks gained on the back of the Government's move to make no distinction between Foreign Direct Investment and Foreign Portfolio Investment. Meanwhile, the HSBC Manufacturing Purchasing Managers' Index showed that the country's manufacturing activity expanded at its slowest pace in five months in February.
- S&P BSE Sensex rose by 0.33% to 29,459.14 points while CNX Nifty rose 0.62% to mark its record-closing high of 8,956.75 points. S&P BSE Mid-cap and S&P BSE Small-cap rose by 1.31% and 0.93%, respectively.
- On the sectoral front, S&P BSE Capital Goods was the top gainer, up 3.58%, followed by S&P BSE Healthcare and S&P BSE Bankex, which rose 1.87% and 1.81%, respectively. However, S&P BSE FMCG was the major laggard, down 1.89%.

### Domestic News

- The headline HSBC India Manufacturing Purchasing Managers' Index fell from 52.9 in the previous month to a five-month low of 51.2 in February. This is the second consecutive month of fall for the Indian manufacturing sector. The factory sector output had hit a two-year high in December 2014.
- Government data showed that growth in the eight Indian core sectors slowed to more than a year's low of 1.8% in January, mainly hit by a sharp slowdown in crude oil and natural gas production. The output had expanded 2.4% in the previous month and stood at 3.7% in January last year.
- According to Moody's, India's sovereign rating will not be impacted by the delayed fiscal consolidation program announced in the Union Budget 2015-16. The Government said in the Union Budget that it would achieve the 3% fiscal deficit target by 2017-18 against the earlier targeted 2016-17. Moody's has a 'Baa3' rating on India, with a stable outlook.
- According to the Minister of State in the MSME Ministry, a number of MSME units across the country have either shut down or became sick due to inadequate funds, power shortage, high capital cost and recession. Data from the Reserve Bank of India showed that 3,58,088 sick MSEs have been identified as potentially non-viable at the end of March 2014.
- State-owned Coal India's output for the April-February period of the ongoing fiscal stood at 436.96 million tonnes, missing its target by 2.9%.
- According to the Oil Minister, state-owned gas utility GAIL India is unwilling to sign any agreement with Iranian companies for sourcing of gas because of the U.S. sanctions.
- ITC has lost 13% of its market value or Rs. 40,428 crore since the Budget Day due to a sharp rise in excise duty on cigarettes.

FII Derivative Trade Statistics	02-Mar		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	4031.29	1806.46	20765.30
Index Options	34848.79	33491.85	47641.51
Stock Futures	2246.85	2921.35	58903.06
Stock Options	3568.62	3559.05	1746.99
<b>Total</b>	<b>44695.55</b>	<b>41778.71</b>	<b>129056.86</b>

Derivative Statistics- Nifty Options	02-Mar	Prev_Day	Change
Put Call Ratio (OI)	0.86	0.90	-0.05
Put Call Ratio(Vol)	0.85	0.87	-0.02

Debt Watch	02-Mar	Wk. Ago	Mth. Ago	Year Ago
Call Rate	7.61%	7.84%	7.56%	8.02%
CBLO	7.31%	7.94%	7.59%	7.98%
Repo	7.75%	7.75%	7.75%	8.00%
Reverse Repo	6.75%	6.75%	6.75%	7.00%
91 Day T-Bill	8.26%	8.25%	8.17%	9.07%
364 Day T-Bill	7.91%	8.02%	8.04%	8.97%
10 Year Gilt	7.74%	7.70%	7.65%	8.86%
G-Sec Vol. (Rs.Cr)	42712	17835	62381	25112
1 Month CP Rate	9.26%	8.33%	8.33%	9.11%
3 Month CP Rate	9.21%	9.26%	8.85%	10.19%
5 Year Corp Bond	8.32%	8.36%	8.24%	9.82%
1 Month CD Rate	8.79%	8.07%	8.07%	8.48%
3 Month CD Rate	8.77%	8.79%	8.55%	9.88%
1 Year CD Rate	8.69%	8.74%	8.63%	9.79%

Currency Market	02-Mar	Prev_Day	Change
USD/INR	61.82	61.79	0.03
GBP/INR	95.27	95.42	-0.16
EURO/INR	69.14	69.29	-0.15
JPY/INR	0.52	0.52	0.00

Commodity Prices	02-Mar	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	49.59	49.56	49.25	102.88
Brent Crude(\$/bl)	61.40	59.78	51.14	109.78
Gold(oz/\$)	1207	1201	1275	1326
Gold(Rs./10 gm)	26745	26429	27907	30487

Source: ICRON Research

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**Derivatives Market**

- Nifty March 2015 futures were at 9,000.70 points, a premium of 43.95 points over the spot closing of 8,956.75. The turnover on NSE's Futures and Options segment fell from Rs. 3,68,210.00 crore on February 28 to Rs. 2,25,409.37 crore on March 2.
- The Put-Call ratio stood at 0.83, compared to the previous session's close of 0.82.
- The Nifty Put-Call ratio stood at 0.90, compared to the previous session's close of 0.86.
- The open interest on Nifty Futures rose from 27.03 million recorded in the previous trading session to 28.11 million.

**Indian Debt Market**

- Bond yields rose as investors remained concerned after the Government in its Union Budget set a higher-than-expected fiscal deficit target for 2015-16. The Finance Minister has pegged the fiscal deficit for 2015-16 at 3.9% of GDP instead of the mandated 3.6% and proposed to lower it to 3% by 2017-18.
- The yield on the 10-year benchmark bond rose 2 bps to close at 7.74% compared to the previous close of 7.72%. During the day, the paper moved in the range of 7.72% to 7.78%.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility stood at Rs. 7,688 crore (gross) against Rs. 8,274 crore recorded on February 27. Sale of securities by the RBI under the reverse repo window stood at Rs. 91 crore on February 27 and Rs. 24,841 on February 28.

**Currency Market Update**

- The Indian rupee fell marginally against the dollar after the Government forecasted a wider-than-expected Budget deficit for the next fiscal. Dollar demand from banks and importers also weighed on market sentiments. The rupee closed at 61.87 compared to the previous close of 61.83.
- The euro rose against the dollar after the annual rate of consumer inflation in February came better than market expectations. The euro was trading at \$1.1216 compared to the previous close of \$1.1193.

**Commodity Market Update**

- Gold prices rose following a surprise interest rate cut by the Chinese Central Bank.
- Brent crude prices fell on the back of a strong dollar and a rise in Libyan crude output.

**International News**

- According to a report by the U.S. Commerce Department, the U.S. GDP increased by a downwardly revised 2.2% in the fourth quarter compared to the previously reported 2.6% growth. The growth represents a notable slowdown from the 5% jump seen in the third quarter.
- Data from Eurostat showed that the Euro area jobless rate declined to its lowest level since April 2012. The unemployment rate dropped marginally to 11.2% in January from the revised 11.3% in December.
- China's Central Bank or People's Bank of China cut its one-year lending rate by 0.25 percentage points to 5.35%. It reduced deposit rates by 0.25 percentage points to 2.5%.