

Indices				
Global	June 10	June 9	Absolute Change	% Change
DJIA	16946	16943	3	0.02
Nasdaq	4338	4336	2	0.04
FTSE	6874	6875	-1	-0.02
Nikkei	14995	15124	-129	-0.85
Hang Seng	23316	23117	198	0.86
India	June 10	June 9	Absolute Change	% Change
S&P BSE Sensex	25584	25580	3	0.01
CNX Nifty	7656	7655	2	0.02
CNX 100	7619	7623	-4	-0.05
CNX Bank Index	15428	15567	-140	-0.90
SGX Nifty	7663	7664	-1	-0.01
S&P BSE Power	2360	2380	-20	-0.86
S&P BSE SmallCap	10017	9991	26	0.26
S&P BSE Healthcare	10596	10392	204	1.97

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
June 10	18.82	1.37	20.86	1.26
Month Ago	17.88	1.43	19.10	1.41
Year Ago	17.28	1.56	17.73	1.41

Nifty – Top Out performers	% Change
Infosys	2.97
Cipla	2.79
Wipro	2.59
Nifty – Top Under performers	% Change
DLF	-3.36
Grasim	-3.24
Ambuja Cements	-2.91

Advance Decline Ratio		
	BSE	NSE
Advances	1807	825
Declines	1303	771
Unchanged	84	39

FII / Mutual Fund data			
(Rs Cr)	June 9	MTD	YTD
FIIs	583.02	6552.62	55168.22
Mutual Funds	1.90	-246.40	-10589.20

Economic Indicators			
YoY (%)	Current	Quarter Ago	Year Ago
Monthly Inflation	5.20% (Apr-14)	5.11% (Jan-14)	4.77% (Apr-13)
IIP	-0.50% (Mar-14)	-0.16% (Dec-13)	3.50% (Mar-13)
GDP	4.60% (Jan-Mar 14)	4.60% (Oct-Dec 13)	4.40% (Jan-Mar 13)

GLOBAL INDICES

- **Dow Jones** ended little changed on Tuesday on lack of any strong cues.
- **At 9.00 am in the morning**, Asian markets were trading mixed with Nikkei trading 0.28% higher and Hang Seng 0.38% down.
- **Nikkei** index closed lower on Tuesday as profit booking and a stronger yen wiped off earlier gains.
- **Hang Seng** index ended higher on Tuesday on tracking gains in the Chinese markets after the mainland detailed which banks would benefit from a cut of required reserves ratios.
- **FTSE** index closed marginally lower on Tuesday, weighed down by shares of telecom firm BT Group PLC and oil major BG Group PLC.

INDIAN EQUITY MARKET

- **At 9.00 am in the morning**, the SGX Nifty was trading 0.08% higher.
- Indian equity indices ended flat on Tuesday as gains in the defensive stocks was offset by losses in oil and gas, real estate and power shares.
- Among the defensive counters, Infosys was the top gainer on the Nifty rising 2.97% and shares such as TCS, Wipro, HCL Tech, HUL, Cipla, Lupin and Sun Pharma gained 1.19-2.79%.
- BSE-listed SpiceJet advanced 3.73% after the airline launched another low-fare plan.
- Real estate major DLF was the top loser on the Nifty falling 3.36% due to profit booking.
- Shares of Grasim also succumbed to profit sales, down 3.24%.
- Shares of ONGC, GAIL, RIL, Tata Power and Power Grid Corp fell 0.39-2.78%.
- Shares in the mid-cap space delivered mixed performance.
- Shares of TTK Prestige, Amtek India, Thomas Cook (India), Essar Ports, Essar Oil, Aurobindo Pharma and Hindustan Copper advanced 5-20% while Indiabulls Power, Oriental Bank of Commerce, City Union Bank, India Cements, Triveni Turbine and Unitech declined 3-5%.

DOMESTIC NEWS

- World Bank cuts its estimate for India's economic growth this fiscal to 5.5% from 5.7% projected earlier.
- OECD says growth momentum is weakening in key developing economies with the exception of India; says composite leading indicators suggest a return to faster economic output.
- Government to auction unutilised debt investment limits worth Rs 7,152 cr to foreign investors on June 11.
- Industry body FICCI asks Finance Minister Arun Jaitley to expedite IT refunds by making the process taxpayer-friendly through issuance of an online passbook linked with the permanent account number (PAN).
- Aviation industry urges government to slash taxes on jet fuel, exempt aircraft engines from customs duty, and rationalise taxation of maintenance, repairs and overhaul (MRO).
- Banks and financial institutions urge Finance Minister Arun Jaitley to increase the Rs 1 lakh standard deduction limit under Section 80C of the Income Tax Act to increase household savings.
- RBI relaxes cap on United Bank's loan sanctioning power; allows the bank to consider loan proposals up to Rs 200 cr from 'AAA'-rated companies.
- SEBI urges the finance ministry not to tax investors when they buy stocks.
- Coal India to foray into the business of producing fertilisers and chemicals using coal gas.
- Pepsico India Holdings Pvt Ltd wins trademark case in the Delhi High Court over the trademark 'Aquafina' used for its packaged drinking water.
- Geometric signs an application maintenance contract with Volvo Cars, covering applications like computer aided design (CAD) and product lifecycle management (PLM) landscape.
- RBI data shows the central bank was a net purchaser of dollars in April, having purchased \$7.85 bn from the market and sold \$1.98 bn.
- NSE advises foreign investors to not increase their long positions in bond futures as their overall holding in government debt has reached 92.82% of the allowed limit.
- L&T plans to raise about Rs 6,000 cr through non-convertible debentures for capital expenditure, equity infusion in subsidiaries and debt repayment in the current fiscal.

FII Derivative Trade Statistics – June 9

(Rs Cr)	Buy	Sell	Open Interest
Index Futures	2304.49	1940.43	11269.09
Index Options	13817.45	13488.85	58172.37
Stock Futures	3716.95	3891.69	58081.09
Stock Options	2239.71	2279.82	3345.94
Total	22078.60	21600.79	130868.49

Derivative Statistics- Nifty Options

	June 10	June 9	Change
Put Call Ratio (Open Interest)	0.86	0.87	-0.01
Put Call Ratio (Volume)	0.96	0.89	0.07

Debt Watch	June 10	Week Ago	Month Ago	Year Ago
Call Rate	7.20%	8.25%	9.00%	7.25%
CBLO	8.73%	8.73%	8.73%	7.25%
Repo	8.00%	8.00%	8.00%	7.25%
Reverse Repo	7.00%	7.00%	7.00%	6.25%
91 D T-Bill	8.45%	8.50%	8.81%	7.35%
364 D T- Bill	8.56%	8.55%	8.82%	7.30%
10 Yr Gilt	8.56%	8.60%	8.75%	7.49%
G-sec Volume (Rs Cr)	41115	65965	45240	31065
1-mth CP rate	8.75%	8.64%	8.75%	8.31%
3-mth CP rate	8.80%	8.77%	9.30%	8.45%
5 yr Corp Bond	9.10%	9.15%	9.42%	8.19%
1-mth CD rate	8.50%	8.50%	8.57%	8.06%
3-mth CD rate	8.61%	8.61%	9.00%	8.13%
1 yr CD rate	8.88%	8.95%	9.17%	8.30%

Currencies Vs INR

	June 10	June 9	Change
USD	59.29	59.20	-0.09
GBP	99.63	99.35	-0.28
Euro	80.59	80.62	0.02
100 Yen	57.95	57.65	-0.30

Commodity Prices	June 10	Week Ago	Month Ago	Year Ago
NYMEX Crude Oil (\$/bbl)	104.35	102.66	99.99	95.77
London Brent Crude Oil (\$/bbl)	109.52	108.82	107.89	103.95
Gold (oz/\$)	1260	1243	1291	1383
Gold (Rs per 10 gms)	26700	26770	29830	27730

DERIVATIVES MARKET

- Nifty June (near future) rose against the spot index with a 11.90 point premium; it also witnessed 0.92 mn increase in open interest.
- Put Call Ratio (open interest) fell marginally from 0.87 on June 9 to 0.86 on June 10.
- Nifty 8000 June Call strike continued to witness the highest open interest.
- Nifty 7000 June Put strike continued to witness the highest open interest.
- India VIX (volatility index based on the Nifty 50 Index Option prices) Fell from 17.10 on June 9 to 16.66 on June 10.

INDIAN DEBT MARKET

- The interbank call money rate ended sharply down at 7.00-7.20% on Tuesday as against 8% on Monday tracking the sharp intraday fall in CBLO rates after mutual funds deployed funds at lower rates.
- Earlier in the session, demand for funds was firm as the liquidity deficit has widened following excise and service tax outflows over the weekend.
- Banks borrowed Rs 19,934 cr at the LAF repo auction on Tuesday compared with net borrowing of Rs 14,525 cr on Monday from both LAF tenders.
- Gilt prices ended lower on Tuesday due to a lack of buying support from foreign institutional investors (FIIs) after they reached their permissible investment limit in the previous session.
- Broad losses were capped however by mild value buying and on indications that FIIs will soon resume their purchases.
- Underlying sentiment is positive on expectation that the government will increase FIIs' gilt investment limits and on hopes of easing retail inflation figures for May.
- The 10-year benchmark 8.83%, 2023 bond ended at 8.56% yield on Tuesday as against 8.55% yield on Monday.

Currency Overview

- The rupee ended lower against the dollar on Tuesday tracking the weakness in domestic share indices and due to banks' dollar purchases on behalf of the RBI.
- Demand for the greenback from importers also weighed on the local unit.

Commodity Overview

- Crude oil prices fell 6 cents to settle at \$104.35 a barrel on the NYMEX.
- Gold prices ended higher helped by some weakness in the equity markets.
- All India Gems & Jewellery Trade Federation says gold ornaments sales rose by 40% year on year and 20-25% in June.

INTERNATIONAL NEWS

- US wholesale inventories increased by a seasonally adjusted 1.1% in April, after rising by 1.1% in March.
- National Institute of Economic and Social Research (NIESR) says UK's GDP grew by 0.9% in the three months ending in May after growth of 1.1% in the three months ending in April.
- UK Industrial output gained 0.4% in April after growing by a revised 0.1% in March.
- Japan's tertiary industry activity index fell to a seasonally adjusted -5.4% in April from 2.4% in the preceding month.
- China's consumer price index rose 2.5% year-on-year in May, compared with a 1.8% rise in April.
- China's producer price index fell 1.4% year-on-year in May, up from a decrease of 2% in April.

Source: CRISIL Research

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