

Indices				
Global	July 1	June 30	Absolute Change	% Change
DJIA	16956	16827	129	0.77
Nasdaq	4459	4408	50	1.14
FTSE	6803	6744	59	0.87
Nikkei	15326	15162	164	1.08
Hang Seng	Closed	23191	NA	NA
India	July 1	June 30	Absolute Change	% Change
S&P BSE Sensex	25516	25414	103	0.40
CNX Nifty	7635	7611	23	0.31
CNX 100	7599	7571	28	0.37
CNX Bank Index	15321	15242	79	0.52
SGX Nifty	7670	7625	46	0.60
S&P BSE Power	2325	2319	6	0.27
S&P BSE SmallCap	10322	10203	118	1.16
S&P BSE Healthcare	11418	11462	-44	-0.38

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
July 1	18.80	1.37	20.71	1.28
Month Ago	17.65	1.44	19.82	1.34
Year Ago	17.37	1.55	17.96	1.40

Nifty – Top Out performers	% Change
Hindalco	6.73
Maruti Suzuki	5.92
Tata Motors	4.52
Nifty – Top Under performers	% Change
Tech Mahindra	-2.00
BPCL	-1.80
Asian Paints	-1.71

Advance Decline Ratio		
	BSE	NSE
Advances	1894	1009
Declines	1155	540
Unchanged	110	61

FII / Mutual Fund data			
(Rs Cr)	June 30	MTD	YTD
FIIs	NA	10905.25*	59520.85*
Mutual Funds	NA	2763.20*	-7579.60*

*Data as on June 27

Economic Indicators			
YoY (%)	Current	Quarter Ago	Year Ago
Monthly Inflation	6.01% (May-14)	5.03% (Feb-14)	4.58% (May-13)
IIP	3.36% (Apr-14)	0.76% (Jan-14)	1.46% (Apr-13)
GDP	4.60% (Jan-Mar 14)	4.60% (Oct-Dec 13)	4.40% (Jan-Mar 13)

GLOBAL INDICES

- **Dow Jones** closed at record highs on Tuesday following upbeat domestic manufacturing and auto sales data.
- **At 9.00 am in the morning**, Asian markets were trading higher with Nikkei trading 0.51% up and Hang Seng trading 1% higher.
- **Nikkei** ended higher on Tuesday as weaker yen and upbeat China factory activity data prompted investors to shrug off weak cues in the Bank of Japan tankan survey.
- **FTSE** index advanced on Tuesday, led by mining shares after China reported strong manufacturing numbers.

INDIAN EQUITY MARKET

- **At 9.00 am in the morning**, the SGX Nifty was trading 0.64% higher.
- Indian equity indices ended slightly higher on Tuesday as gains made in capital goods, realty, auto and metal were offset by losses in oil and gas and defensive shares.
- Stock specific movements were witnessed particularly in the companies that are likely to benefit from announcements in the upcoming Union Budget.
- Hindalco was the top performer on Nifty, rising 6.7% on brokerage upgrade.
- Auto stocks such as Maruti Suzuki, Tata Motors and M&M rallied 4.1-5.9% after reporting robust sales numbers for June.
- Shares of L&T gained 1.5% after the company bagged an order worth Rs.2441cr from Bharat Sanchar Nigam.
- Punj Lloyd rose 4% after the company won an order worth Rs.1418cr from Kuwait National Petroleum Co.
- Mid-cap pack continued to outperform; with Tata Teleservices soaring 6% on reports that Tata group is likely to buyout NTT DOCOMO's 26.5% stake in the company.
- On the other hand, profit booking weighed on defensive, oil and gas and select financial counters; with RIL, HDFC, Infosys, Sun Pharma, TCS, Wipro, BPCL and Tech Mahindra (the top Nifty loser), falling 0.7-2.0%.

DOMESTIC NEWS

- India's HSBC manufacturing PMI rose marginally from 51.4 in May to 51.5 in June.
- Rating agency Fitch says India's economic growth will accelerate to 5.5% this financial year and 6.5% in FY16 due to the clear mandate received by the government.
- Government hikes price of non-subsidised cooking gas (LPG) by Rs 16.50 per cylinder and that of jet fuel by over 0.5%.
- French government proposes giving India a 1bn euro credit line to fund sustainable development projects.
- Food Ministry seeks approval to end the subsidy for raw sugar exports one year earlier as it is being availed only by a few sugar mills.
- SEBI says investors with inactive accounts - with zero balance and no trades for a year - will now get their physical annual account statements upon request from the second year.
- Oil regulator PNGRB extends the bid deadline for licences to retail CNG and piped cooking gas in 14 cities, including Bengaluru and Pune, by one month to August 11.
- BHEL commissions another 250 MW thermal unit, valued at Rs 990 cr, at Chhabra plant in Rajasthan.
- ITI Limited bags two advance purchase orders from BSNL amounting to Rs 2,984 cr.
- L&T wins a contract worth Rs 2,442 cr from BSNL for telecom works across the country.
- Sterlite Technologies secures nearly Rs 2500 cr worth of contracts from BSNL to supply optic fibre cables for a mega alternate communications network that the latter is building for India's armed forces.
- SBI launches six digital branches across the nation, as part of its programme to offer next generation banking solutions; also plans to launch upto 5000 new ATMs this fiscal year.
- IDBI Bank introduces mobile banking service for its customers.
- Aban Offshore to raise around Rs 2500 cr through Qualified Institutional Placement.
- Marico Kaya Enterprises Limited announces its listing on the NSE and the BSE.

FII Derivative Trade Statistics – June 30

(Rs Cr)	Buy	Sell	Open Interest
Index Futures	1294.42	1618.65	11311.52
Index Options	6575.43	6303.52	43728.54
Stock Futures	2993.77	3135.02	55569.19
Stock Options	1305.08	1269.63	1749.01
Total	12168.70	12326.82	112358.26

Derivative Statistics- Nifty Options

	July 1	June 30	Change
Put Call Ratio (Open Interest)	0.74	0.74	0.00
Put Call Ratio (Volume)	1.07	0.85	0.22

Debt Watch	July 1	Week Ago	Month Ago	Year Ago
Call Rate	7.50%	8.30%	7.30%	7.15%
CBLO	8.31%	7.96%	8.73%	6.17%
Repo	8.00%	8.00%	8.00%	7.25%
Reverse Repo	7.00%	7.00%	7.00%	6.25%
91 D T-Bill	8.44%	8.52%	8.50%	7.49%
364 D T- Bill	8.63%	8.65%	8.62%	7.44%
10 Yr Gilt	8.74%	8.72%	8.64%	7.46%
G-sec Volume (Rs Cr)	21900	36255	74015	37815
1-mth CP rate	8.51%	8.71%	8.39%	8.23%
3-mth CP rate	8.60%	8.73%	8.80%	8.36%
5 yr Corp Bond	9.19%	9.19%	9.23%	8.50%
1-mth CD rate	8.40%	8.56%	8.21%	7.91%
3-mth CD rate	8.45%	8.55%	8.52%	7.86%
1 yr CD rate	8.86%	8.94%	9.00%	8.15%

Currencies Vs INR

	July 1	June 30	Change
USD	60.07	60.17	0.10
GBP	102.83	102.33	-0.51
Euro	82.28	82.01	-0.27
100 Yen	59.27	59.28	0.01

Commodity Prices	July 1	Week Ago	Month Ago	Year Ago
NYMEX Crude Oil (\$/bbl)	105.34	106.03	102.71	97.99
London Brent Crude Oil (\$/bbl)	112.29	114.46	109.41	103.00
Gold (oz/\$)	1328	1319	1251	1243
Gold (Rs per 10 gms)	28200	28345	26950	25800

DERIVATIVES MARKET

- Nifty July (near future) rose up against the spot index with 27.95 point premium; it however witnessed 0.37 mn decrease in open interest.
- Put Call Ratio (open interest) remained unchanged at 0.74 on July 1.
- Nifty 8000 July Call strike continued to witness the highest open interest.
- Nifty 7000 July Put strike continued to witness the highest open interest.
- India VIX (volatility index based on the Nifty 50 Index Option prices) fell from 17.87 on June 30 to 17.66 on July 1.

INDIAN DEBT MARKET

- The interbank call money rate ended below the RBI's repo rate at 7.50% on Tuesday as against 8.60-8.70% on Monday as demand for funds from banks tapered towards the end of the session.
- Intraday, demand for funds was firm amid tight liquidity due to banks' quarter end outflows.
- Banks borrowed Rs 16,679 cr at the LAF repo auction on Tuesday compared with net borrowing of Rs 19,184 cr on Monday from both LAF tenders.
- Government bond prices ended steady on caution ahead of the Union Budget, to be presented in Parliament on July 10.
- Market players stayed on the sidelines following the release of domestic fiscal deficit data on June 30.
- Intermittent value buying and hopes that the government will present a plan for fiscal consolidation at the budget however kept prices supported.
- The 10-year benchmark 8.83% 2023 bond ended unchanged at 8.74% yield on Tuesday.

Currency Overview

- The rupee ended higher against the dollar on Tuesday tracking gains in domestic equity indices and on banks' dollar sales for their corporate and custodian clients.
- However, state-owned banks' demand for the greenback erased some gains.

Commodity Overview

- Crude oil prices fell 3 cents to settle at \$105.34 a barrel on the NYMEX.
- Gold prices ended higher as softer dollar and tensions in Iraq boosted safe-haven appeal of the precious metal.

INTERNATIONAL NEWS

- US manufacturing PMI increased to 57.3 in June, the highest in more than four years, from 56.4 a month earlier.
- US Institute for Supply Management (ISM) index of national factory activity came in at 55.3 in June, almost unchanged from May's 55.4 reading.
- US industry-wide auto sales rose 1.2% to 1.4mn in June, pushing the annualized selling rate to 16.98mn.
- Euro zone's manufacturing Purchasing Managers' Index (PMI) fell to 51.8 in June from May's 52.2, its lowest since November.
- Euro zone's jobless rate remained at 11.6% in May following a downwardly revised rate of 11.7% in April.
- UK's manufacturing PMI improved to a seasonally adjusted 57.5 in June from a reading of 57.0 in May.
- China's official Purchasing Managers' Index (PMI) came in at 51 in June, above the 50.8 reading in May.

Source: CRISIL Research

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