

Indices				
Global	Nov 6	Nov 5	Absolute Change	% Change
DJIA	17554	17485	70	0.40
Nasdaq	4638	4621	18	0.38
FTSE	6551	6539	12	0.18
Nikkei	16792	16937	-145	-0.86
Hang Seng	23649	23696	-46	-0.20
India	Nov 5	Nov 3	Absolute Change	% Change
S&P BSE Sensex	27916	27860	56	0.20
CNX Nifty	8338	8324	14	0.17
CNX 100	8275	8266	9	0.10
CNX Bank Index	17353	17134	219	1.28
SGX Nifty	8381	8382	-1	-0.01
S&P BSE Power	2148	2168	-20	-0.91
S&P BSE SmallCap	11161	11077	84	0.76
S&P BSE Healthcare	14553	14407	146	1.01

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
Nov 5	19.12	1.21	21.54	1.27
Month Ago	18.30	1.28	20.77	1.32
Year Ago	18.12	1.43	18.06	1.47

Nifty – Top Out performers	% Change
Axis Bank	2.85
BPCL	2.24
Dr Reddy's Labs	2.22
Nifty – Top Under performers	% Change
Cairn India	-4.97
Jindal Steel	-4.50
Sesa Sterlite	-4.35

Advance Decline Ratio		
	BSE	NSE
Advances	1619	840
Declines	1394	694
Unchanged	113	71

FII / Mutual Fund data			
(Rs Cr)	Nov 3	MTD	YTD
FIIs	1458.78	1458.78	85371.02
Mutual Funds	NA	5939.70*	15129.20*

Data as on Oct 31

Economic Indicators			
YoY (%)	Current	Quarter Ago	Year Ago
Monthly Inflation	2.38% (Sep-14)	5.66% (Jun-14)	7.05% (Sep-13)
IIP	0.40% (Aug-14)	5.60% (May-14)	0.40% (Aug-13)
GDP	5.70% (Apr-Jun 14)	4.60% (Jan-Mar 14)	4.70% (Apr-Jun 13)

## GLOBAL INDICES

- **Dow Jones** closed at a record high on Thursday on rising hopes of further stimulus measures by the European Central Bank, and upbeat domestic jobless claims data.
- **At 9.00 am in the morning**, Asian markets were trading mixed with Nikkei trading 0.44% up and Hang Seng trading 0.80% lower.
- **Nikkei** index ended lower on Thursday as investors booked profits after recent rally.
- **Hang Seng** index fell on Thursday on profit booking and uncertainty over the progress of a cross-border share scheme between China and Hong Kong.
- **FTSE** index rose moderately on Thursday as gains due to optimism over further stimulus measures by the European Central Bank were reduced by a decline in shares of drug makers.

## INDIAN EQUITY MARKET

- **At 9.00 am in the morning**, the SGX Nifty was trading 0.09% lower.
- Indian equity indices closed slightly higher on Wednesday due to rally in banking and oil marketing stocks.
- Banking pack was the prominent gainer on Nifty after bond yields fell and falling crude oil prices fuelled hopes of an interest rate cut – Axis Bank (the top Nifty performer), Kotak Mahindra Bank, SBI, IndusInd Bank and ICICI Bank rose 1.6-2.9%.
- Oil marketing firms too witnessed buying spree as prices of crude oil continued to fall; with BPCL, HPCL and Indian Oil Corp added 1.2-2.2%.
- On the other hand, metal counters was dragged lower after the China's HSBC Services Purchasing Managers' Index hit a three-month low; with Jindal Steel, Sesa Sterlite, NMDC, Hindalco, Coal India and Tata Steel, losing 2.3-4.5%.
- Cairn India was the topmost laggard on Nifty, falling 5% as it stands to be adversely hit by falling prices of crude oil.
- Stocks of DLF declined 1.4% after the Securities Appellate Tribunal (SAT) said that the company must clarify on its bank liabilities while hearing its plea against the SEBI.
- Ranbaxy advanced 2% after the company received the USFDA's approval to manufacture and market 43 mg and 130 mg fenofibrate capsules.

## DOMESTIC NEWS

- Organisation for Economic Co-operation and Development (OECD) expects the Indian economy to expand 6.4% next year compared with 5.9% estimated in its interim outlook in September.
- Government hopes to attract \$250 bn investment within 4-5 years to give a boost to the energy sector and provide electricity to all.
- A Department of Telecommunication (DoT) panel disagrees with TRAI's approach; suggests applying the same method used in the February auction for determining the spectrum base price in the next round of sale of radiowaves as well.
- RBI asks the government to adopt a key panel's suggestions on restructuring bank boards, but in a phased manner.
- ONGC Videsh eyes stake in the assets of Africa-focused exploration company Tullow Oil Plc.
- Infosys and DreamWorks Animation sign engineering pact to further develop the latter's technologies and bring them to wider use.
- Tata Communications becomes authorised partner for Google Cloud Platform.
- Muthoot enters gold aggregation and recycling business with the launch of its first outlet Muthoot Gold Point in Coimbatore.
- Moody's says asset quality deterioration has bottomed out for Indian public sector banks and that corporate financial health will act as a drag due to slow recovery in credit quality.
- Four overseas development financial institutions and one British PE fund to acquire about 40% stake in micro finance lender Equitas Holdings for around Rs 325 cr.
- Intel Capital invests about \$62mn in 16 technology companies working in areas like wearables, data analytics, and Internet of Things (IoT).
- Reliance Life Insurance launches its new social media campaign 'Do-Good' to celebrate acts of goodness in daily life.
- Star Health re-launches 'Family Health Optima cover', one of its flagship products for its health insurance policy customers.

## FII Derivative Trade Statistics – Nov 3

(Rs Cr)	Buy	Sell	Open Interest
Index Futures	1485.46	1321.90	16365.54
Index Options	10328.51	9533.80	55767.14
Stock Futures	1749.71	2595.92	46920.85
Stock Options	1521.93	1499.63	1353.06
<b>Total</b>	<b>15085.61</b>	<b>14951.25</b>	<b>120406.59</b>

## Derivative Statistics- Nifty Options

	Nov 5	Nov 3	Change
Put Call Ratio (Open Interest)	0.96	0.94	0.02
Put Call Ratio (Volume)	0.97	0.94	0.03

Debt Watch	Nov 5	Week Ago	Month Ago	Year Ago
Call Rate	8.00%	8.00%	7.50%	7.00%
CBLO	7.60%	8.00%	7.40%	7.90%
Repo	8.00%	8.00%	8.00%	7.75%
Reverse Repo	7.00%	7.00%	7.00%	6.75%
91 D T-Bill	8.31%	8.43%	8.52%	8.58%
364 D T- Bill	8.33%	8.40%	8.63%	8.55%
10 Yr Gilt	8.19%	8.32%	8.48%	8.74%
G-sec Volume (Rs Cr)	50145	33160	22665	14310
1-mth CP rate	8.30%	8.44%	8.63%	8.65%
3-mth CP rate	8.58%	8.73%	8.69%	9.20%
5 yr Corp Bond	8.64%	8.85%	9.18%	9.56%
1-mth CD rate	8.17%	8.32%	8.40%	8.50%
3-mth CD rate	8.38%	8.51%	8.47%	8.75%
1 yr CD rate	8.71%	8.77%	8.98%	9.06%

## Currencies Vs INR

	Nov 5	Nov 3	Change
USD	61.41	61.39	-0.02
GBP	98.00	98.06	0.06
Euro	76.99	76.67	-0.32
100 Yen	53.76	54.48	0.72

Commodity Prices	Nov 6	Week Ago	Month Ago	Year Ago
NYMEX Crude Oil (\$/bbl)	77.91	81.12	90.34	94.80
London Brent Crude Oil (\$/bbl)	82.86	86.24	92.79	105.24
Gold (oz/\$)	1145	1202	1196	1319
Gold (Rs per 10 gms)*	25500	26950	26800	30390

\*Data pertains to Nov 5

## DERIVATIVES MARKET

- Nifty November futures (near future) rose against the spot index with 41.85 point premium and also witnessed 1.28 mn increase in open interest.
- Put Call Ratio (open interest) rose marginally from 0.94 on Nov 3 to 0.96 on Nov 5.
- Nifty 8500 November Call strike continued to witness the highest open interest.
- Nifty 8000 November Put strike continued to witness the highest open interest.
- India VIX (volatility index based on the Nifty 50 Index Option prices) rose from 13.74 on Nov 3 to 13.76 on Nov 5.

## INDIAN DEBT MARKET

- The interbank call money rate ended near the RBI's repo rate at 7.95-8.00% on Wednesday as against 7.10-7.25% on Monday as most banks preferred to lend at the RBI's reverse repo auction.
- The central bank conducted a two day variable rate reverse repo auction for a notified amount of Rs 60,000 cr. In addition, the banking regulator drained away excess liquidity through an open market bond sale worth Rs 10,000 cr.
- Banks borrowed Rs 921 cr at the LAF repo auction on Wednesday compared with net lending of Rs 22,700 cr on Monday from both LAF tenders.
- Government bond prices ended higher as a sharp fall in global crude oil prices supported the view that the RBI may slash interest rates at its upcoming review.
- Prices were also supported by the strong appetite for gilts shown at the RBI's OMO bond sale.
- The 10-year benchmark 8.40% 2024 bond ended at 8.19% yield on Wednesday as against 8.26% yield on Monday.

## Currency Overview

- The rupee ended marginally lower against the US dollar on Wednesday due to importers' demand for the greenback and weakness in the euro.
- However, dollar sales by exporters and positive domestic equities prevented the local currency from slipping further.

## Commodity Overview

- Crude oil prices fell 77 cents to settle at \$77.91 a barrel on the NYMEX.
- OPEC says demand for its crude oil will fall to 28.2mn barrels a day by the end of 2017.
- Gold prices gained slightly due to weaker dollar but gains were limited as investors remained cautious ahead of the US jobs data.

## INTERNATIONAL NEWS

- US productivity rose at 2% annual pace in Q3 following 2.3% growth in the second quarter; unit labor costs ticked up 0.3% at an annual rate in Q3 after falling 0.1% in the second quarter.
- US jobless claims dropped by 10,000 to a three-week low at 278,000 in the week ended November 1.
- European Central Bank holds its main refinancing rate at a record low of 0.05%.
- Bank of England holds key interest rates at a record low of 0.5% and leaves its stimulus program unchanged at 375bn pounds.
- UK industrial production rose 0.6% in September after shrinking a revised 0.1% in August.
- UK's NIESR says British GDP probably rose 0.7% in the three months to October, unchanged from the rate of growth in the third quarter.
- Japan's leading index increased to 105.6 in September from 104.4 in August; the coincident index climbed to 109.7 in September from 108.3 in August.

Source: CRISIL Research

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