

Indices				
Global	Nov 21	Nov 20	Absolute Change	% Change
DJIA	17810	17719	91	0.51
Nasdaq	4713	4702	11	0.24
FTSE	6751	6679	72	1.08
Nikkei	17358	17301	57	0.33
Hang Seng	23437	23350	87	0.37
India	Nov 21	Nov 20	Absolute Change	% Change
S&P BSE Sensex	28335	28068	267	0.95
CNX Nifty	8477	8402	75	0.90
CNX 100	8443	8379	64	0.76
CNX Bank Index	18056	17645	411	2.33
SGX Nifty	8541	8418	124	1.47
S&P BSE Power	2133	2128	5	0.23
S&P BSE SmallCap	11326	11337	-11	-0.10
S&P BSE Healthcare	14894	14944	-50	-0.33

P/E, Dividend Yield				
Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
Nov 20	19.29	1.56	21.70	1.25
Month Ago	18.26	1.27	20.53	1.33
Year Ago	17.02	1.51	17.26	1.54

Nifty – Top Out performers	% Change
Kotak Mahindra	3.67
SBI	2.83
Hindalco	2.76
Nifty – Top Under performers	% Change
Jindal Steel	-2.26
Infosys	-1.88
Tata Power	-1.45

Advance Decline Ratio		
	BSE	NSE
Advances	1373	652
Declines	1643	889
Unchanged	115	67

FII / Mutual Fund data			
(Rs Cr)	Nov 20	MTD	YTD
FIIs	-412.23	8871.08	92783.32
Mutual Funds	NA	-674.10*	14455.10*

*Data as on Nov 19.

Economic Indicators			
YoY (%)	Current	Quarter Ago	Year Ago
Monthly Inflation	1.77% (Oct-14)	5.41% (July-14)	7.24% (Oct-13)
IIP	2.51% (Sep-14)	4.31% (Jun-14)	2.70% (Sep-13)
GDP	5.70% (Apr-Jun 14)	4.60% (Jan-Mar 14)	4.70% (Apr-Jun 13)

GLOBAL INDICES

- **Dow Jones** ended higher on Friday following an unexpected interest rate cut by the People's Bank of China.
- **At 9.00 am in the morning**, Asian markets were trading higher with Hang Seng trading 1.88% higher.
- **Nikkei** index advanced on Friday on bargain-buying by investors.
- **Hang Seng** index ended higher on Friday buoyed by a rally in shares of casino firms.
- **FTSE** index rose sharply on Friday as mining shares advanced after China's central bank cut interest rates.

INDIAN EQUITY MARKET

- **At 9.00 am in the morning**, the SGX Nifty was trading 0.42% higher.
- Indian equity indices closed at record highs on Friday led by gains in the banking sector.
- Comments from Finance Minister Arun Jaitley comments on reform measures and Road Transport and Highways and Shipping Minister Nitin Gadkari that it was time for RBI to cut interest rates also boosted the market sentiment.
- Among the banking pack, Kotak Mahindra retained its top position on Nifty for second consecutive day rising 3.67% while shares of SBI, ICICI Bank, Axis Bank and PNB gained 2.21-2.83%.
- Shares of Yes Bank surged 4.08% after RBI withdrew restrictions on the purchase of the lender's stock by foreign institutional investors and registered foreign portfolio investors as their shareholding fell below the prescribed threshold of 24%.
- However, FMCG and pharma stocks ended lower.
- Shares such as HUL, Sun Pharma and Lupin tumbled 0.36-1.18%.
- IT major Infosys fell 1.88% weighed down by news of financial irregularities in its business process outsourcing arm after it was revealed the company overcharged client Apple through inflated invoices.
- Ranbaxy Labs fell 0.96% on reports that a US court rejected the company's request to bar its competitors from launching copies of AstraZeneca Plc's heartburn pill, another drug called Nexium, and Roche's anti-viral drug Valcyte.

DOMESTIC NEWS

- Finance minister Arun Jaitley says it would be hard to hit tax revenue targets in this fiscal year; also says Centre is mulling doing away with LPG subsidy for the rich.
- Former chairman of Economic Advisory Council to the Prime Minister C Rangarajan says India needs to overcome the low growth phase it is going through as quickly as possible and get maximum output out of the investments to achieve growth.
- Government to spend \$4.1 bn to tackle rampant theft of electricity by rolling out metering in cities and upgrading old distribution networks.
- Finance Ministry puts on hold the sale of stakes in blue chip companies held by the Specified Undertaking of Unit Trust of India, as it is calculating this will not be needed to meet the government's fiscal deficit target.
- RBI monitors foreign flows into debt funds; may take action if foreign investors pour excessive amounts into mutual funds to bypass limits on ownership of government debt.
- RBI permits external commercial borrowings to be parked with banks in the country as term deposits for up to six months pending their utilisation.
- Competition Commission of India (CCI) clears Coca-Cola Company's proposed deal with US-based Monster Beverage in the energy drinks market.
- Private power producers request the RBI to ease the norms of exposure to power sector to enable the banks to fund stranded projects.
- GMR claims \$803 mn from the Maldivian government for 'wrongfully' terminating the international airport contract in that country's capital.
- Cognizant completes the acquisition of TriZetto Corporation.
- According to RBI data, Indian companies raised \$2.78 bn from overseas markets in October this year, up 44% from a year ago.
- According to SEBI data, Indian companies raised close to Rs 6,000 cr via retail issuance of non-convertible debentures (NCDs) in the first seven months of the current fiscal.
- Axis Bank plans to raise at least Rs 2500 cr by issuing infrastructure bonds.
- Future Group acquires Nilgiris grocery chain for Rs 300 cr.

FII Derivative Trade Statistics – Nov 20

(Rs Cr)	Buy	Sell	Open Interest
Index Futures	1387.92	1160.71	19297.09
Index Options	16084.61	15147.00	71573.28
Stock Futures	3639.94	3948.44	51051.65
Stock Options	2469.62	2533.84	3346.53
Total	23582.09	22789.99	145268.55

Derivative Statistics- Nifty Options

	Nov 21	Nov 20	Change
Put Call Ratio (Open Interest)	1.19	1.11	0.08
Put Call Ratio (Volume)	1.20	1.15	0.05

Debt Watch	Nov 21	Week Ago	Month Ago	Year Ago
Call Rate	8.00%	7.75%	8.25%	8.70%
CBLO	7.85%	7.86%	8.43%	8.71%
Repo	8.00%	8.00%	8.00%	7.75%
Reverse Repo	7.00%	7.00%	7.00%	6.75%
91 D T-Bill	8.23%	8.32%	8.44%	8.95%
364 D T- Bill	8.31%	8.33%	8.45%	8.88%
10 Yr Gilt	8.17%	8.22%	8.37%	9.08%
G-sec Volume (Rs Cr)	35995	34120	45345	12920
1-mth CP rate	8.33%	8.36%	8.51%	8.93%
3-mth CP rate	8.50%	8.53%	8.83%	9.62%
5 yr Corp Bond	8.61%	8.68%	8.89%	9.81%
1-mth CD rate	8.13%	8.24%	8.38%	8.75%
3-mth CD rate	8.34%	8.36%	8.56%	9.20%
1 yr CD rate	8.63%	8.64%	8.82%	9.27%

Currencies Vs INR

	Nov 21	Nov 20	Change
USD	61.77	61.94	0.17
GBP	97.01	97.32	0.31
Euro	77.62	77.91	0.29
100 Yen	52.53	52.34	-0.19

Commodity Prices	Nov 21	Week Ago	Month Ago	Year Ago
NYMEX Crude Oil (\$/bbl)	76.51	75.82	83.76	95.44
London Brent Crude Oil (\$/bbl)	80.36	79.41	86.15	110.08
Gold (oz/\$)	1204	1169	1250	1240
Gold (Rs per 10 gms)	26400	25700	27400	30800

DERIVATIVES MARKET

- Nifty November futures (near future) rose against the spot index with 15.05 point premium and however witnessed 0.45 mn decrease in open interest.
- Put Call Ratio (open interest) rose from 1.11 on November 20 to 1.19 on November 21.
- 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) fell from 14.17 on Nov 20 to 13.85 on Nov 21.

INDIAN DEBT MARKET

- The interbank call money rate ended at the RBI's repo rate of 8% on Friday as against 7.30-7.40% on Thursday as banks preferred to lend to the RBI through the reverse repo auction rather than the call market amid ample liquidity.
- The central bank permitted lenders to park funds over the weekend through a reverse repo auction of 3 day tenor, for a notified amount of Rs 10,000 cr.
- The banking regulator also infused funds to the tune of Rs 15,500 cr (notified) through a 14 day term repo auction.
- Banks borrowed Rs 5,709 cr at the LAF repo auction on Friday compared with net borrowing of Rs 5,345 cr on Thursday from both LAF tenders.
- Bonds opened on a week note and moved in a narrow band for most of the day.
- However a further fall was prevented by the rupee's rise against the US dollar.
- The 10-year benchmark 8.40% 2024 bond ended at 8.17% yield on Friday as against 8.16% yield on Thursday.

Currency Overview

- The rupee ended higher against the US dollar on Friday as custodians and exporters sold the greenback noting the recovery of Asian currencies against the dollar.
- Dollar sales following China's decision to cut interest rates to boost growth in the nation proved beneficial for the rupee.
- Domestic share indices ended up nearly 1%, also supporting the local currency.
- However weakness in the euro after European Central Bank President Mario Draghi reiterated that the central bank will employ all possible measures to meet its inflation target limited further rupee gains.

Commodity Overview

- Crude oil prices rose 66 cents to settle at \$76.51 a barrel on the NYMEX.
- FMC announces new regulations for warehouse service providers (WSPs) to prevent an occurrence of an NSEL-like scam in the commodity futures market.
- Gold prices gained led by positive after China trimmed benchmark interest rates to boost economic growth, thereby raising demand for precious metals and positive comments from the ECB President.

INTERNATIONAL NEWS

- European Central Bank President Mario Draghi says the central bank may expand its quantitative easing programme to rescue the Euro zone economy, saying "excessively low" inflation has to be raised quickly by whatever means necessary.
- UK public sector net borrowing was 7.7 bn pounds in October 2014, a decrease of 0.2 bn pounds compared with October 2013.
- China's central bank cuts its one-year benchmark lending rates by 40 bps to 5.6%, and lowered the one-year benchmark deposit rates by 25bps to spur growth.
- Chinese e-commerce giant Alibaba raises \$8 bn in a bond offering.

Source: CRISIL Research

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