

Indices				
Global	Oct 27	Oct 24	Absolute Change	% Change
DJIA	16818	16805	13	0.07
Nasdaq	4486	4484	2	0.05
FTSE	6363	6389	-25	-0.40
Nikkei	15389	15292	97	0.63
Hang Seng	23143	23302	-159	-0.68
India	Oct 27	Oct 23	Absolute Change	% Change
S&P BSE Sensex	26753	26851	-98	-0.37
CNX Nifty	7992	8015	-23	-0.29
CNX 100	7939	7965	-26	-0.32
CNX Bank Index	16557	16470	87	0.53
SGX Nifty	7996	8019	-23	-0.28
S&P BSE Power	2093	2083	10	0.47
S&P BSE SmallCap	10643	10663	-20	-0.19
S&P BSE Healthcare	13930	13922	8	0.06

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
Oct 27	18.29	1.27	20.64	1.32
Month Ago	18.37	1.27	20.83	1.31
Year Ago	17.83	1.44	17.73	1.50

Nifty – Top Out performers	% Change
BHEL	5.10
Kotak Mahindra	2.21
IndusInd Bank	1.92
Nifty – Top Under performers	% Change
Jindal Steel	-7.99
DLF	-7.88
HUL	-5.07

Advance Decline Ratio		
	BSE	NSE
Advances	1245	621
Declines	1609	940
Unchanged	114	54

FII / Mutual Fund data			
(Rs Cr)	Oct 23	MTD	YTD
FIIs	129.23	-3213.61	79806.28
Mutual Funds	NA	3678.10*	12867.60*

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** ended little changed on Monday as investors took a breather after previous week's sharp gains and looked ahead to updates on corporate earnings and US Fed Reserve policy.
- **At 9.00 am in the morning**, Asian markets were trading mixed with Hang Seng 0.56% up and Nikkei trading 0.76% lower.
- **Nikkei** index ended higher on Monday buoyed by weaker yen and strong US economic data.
- **Hang Seng** index closed lower on Monday as shares of brokerage firms fell amid uncertainty over the launch date of a scheme linking the Hong Kong and Shanghai stock exchanges.
- **FTSE** index closed lower on Monday as shares of financials retreated after Lloyds Banking Group just narrowly passed a regulatory health check of Europe's banks.

## INDIAN EQUITY MARKET

- **At 9.00 am in the morning**, the SGX Nifty was trading 0.27% higher.
- Indian share indices ended lower on Monday led by losses in index majors and as investors booked profits after recent rally.
- FMCG major HUL tumbled 5%, on to weaker-than-expected earnings results.
- Other market heavyweights such as DLF, Cairn India and Tata Motors fell 2.3-7.8%.
- Jindal Steel was the topmost laggard on Nifty, plunging 8% on a report that the CBI has registered a preliminary enquiry against some company officials and environment ministry officials for alleged diversion of forest land in Jharkhand for mining.
- Movements largely remained stock specific due to ongoing earnings season and rollovers ahead of the October derivatives contract expiry.
- Cadila Healthcare lost around 7% as the company recalled 14,568 bottles of the antiepileptic drug Topiramate.
- Jewellery companies advanced on optimism of strong sales during Diwali - Titan Co, Gitanjali Gems, PC Jeweller, Rajesh Exports and Tribhovandas Bhimji Zaveri surged 1-13%.

## DOMESTIC NEWS

- World Bank says India is expected to grow at 5.6% in the current fiscal; growth is expected to accelerate further to 6.4% in 2015-16 and 7% in 2016-17.
- Oil Ministry abolishes the system in which domestic suppliers would win contracts even if their bid was 10% higher than a foreign offer.
- Government mulls raising the import taxes on crude and refined vegetable oils to protect local farmers and the refining industry.
- Government to consider extending the incentives for raw sugar exports after October 29 when leading cane growing states forecast their sugar output for the new season.
- Centre is working to link mobile Subscriber Identity Module (SIM) with the Unique Identification (UID) number or Aadhaar.
- IRDA is expected to suggest to a high-level panel that the new Insurance Bill remove the existing 40% cap on agency commission and leave agent licensing process to insurers themselves.
- Japan's SoftBank plans to invest over \$10bn in India over the next few years.
- L&T bags a work order worth Rs 2979 cr from the Gujarat government for constructing the 'Statue of Unity'.
- JSW Steel plans to raise capacity at its Bellary plant by 60% to 16 million tonnes a year at an estimated investment Rs 30000 cr.
- Alstom bags a contract worth 85 mn euros from Delhi Metro Rail Corporation (DMRC) to supply 25 state-of-the-art metros to Kochi Metro Rail Ltd.
- Realty firm Emaar MGF ties up with payment gateway firm PayU India for providing an online payment facility to its customers.
- BSE to soon make a foray into commodity trading.
- UCO Bank identifies Kingfisher Airlines (KFA) as a wilful defaulter and will be sending a notice to the defunct carrier.
- UK-based Internet service provider New Call Telecom acquires a 70% stake in India-headquartered Nimbuzz for about \$175mn.
- Infibeam is planning to raise about Rs 1000 cr through an IPO next fiscal.
- KKR India Financial Services plans to raise upto Rs 500 cr through non-convertible debentures to fund the credit business.

## FII Derivative Trade Statistics – Oct 23

(Rs Cr)	Buy	Sell	Open Interest
Index Futures	16.56	16.49	14443.23
Index Options	140.05	9.17	73485.19
Stock Futures	39.74	27.24	45112.26
Stock Options	0.00	0.00	2921.53
<b>Total</b>	<b>196.35</b>	<b>52.90</b>	<b>135962.21</b>

## Derivative Statistics- Nifty Options

	Oct 27	Oct 23	Change
Put Call Ratio (Open Interest)	0.90	0.90	0.00
Put Call Ratio (Volume)	1.00	0.99	0.01

Debt Watch	Oct 27	Week Ago	Month Ago	Year Ago
Call Rate	8.40%	8.90%	7.25%	9.00%
CBLO	8.14%	8.36%	7.87%	8.99%
Repo	8.00%	8.00%	8.00%	7.50%
Reverse Repo	7.00%	7.00%	7.00%	6.50%
91 D T-Bill	8.33%	8.45%	8.50%	8.72%
364 D T- Bill	8.37%	8.51%	8.62%	8.53%
10 Yr Gilt	8.32%	8.36%	8.44%	8.58%
G-sec Volume (Rs Cr)	41325	29895	37265	18635
1-mth CP rate	8.40%	8.49%	8.91%	9.13%
3-mth CP rate	8.83%	8.85%	8.88%	9.36%
5 yr Corp Bond	8.90%	8.98%	9.14%	9.54%
1-mth CD rate	8.30%	8.36%	8.72%	8.92%
3-mth CD rate	8.53%	8.57%	8.60%	8.98%
1 yr CD rate	8.80%	8.89%	9.03%	9.00%

## Currencies Vs INR

	Oct 27	Oct 22	Change
USD	61.30	61.27	-0.03
GBP	98.53	98.67	0.14
Euro	77.75	77.97	0.22
100 Yen	56.71	57.27	0.56

Commodity Prices	Oct 27	Week Ago	Month Ago	Year Ago
NYMEX Crude Oil (\$/bbl)	81.00	82.71	93.54	97.85
London Brent Crude Oil (\$/bbl)	85.83	85.40	97.00	106.90
Gold (oz/\$)	1229	1245	1214	1348
Gold (Rs per 10 gms)	27060	27250	26650	31760

## DERIVATIVES MARKET

- Nifty October futures (near future) rose against the spot index with 6.30 point premium; it however witnessed 0.99 mn decrease in open interest.
- Put Call Ratio (open interest) remained unchanged at 0.90 on October 23.
- Nifty 8000 October Call strike continued to witness the highest open interest.
- Nifty 8000 October Put strike witnessed the highest open interest.
- India VIX (volatility index based on the Nifty 50 Index Option prices) rose from 12.86 on Oct 23 to 13.52 on Oct 27.

## INDIAN DEBT MARKET

- The interbank call money rate ended above the RBI's repo rate at 8.25-8.40% on Monday as against 9% on Wednesday on demand for funds from banks to meet reserve needs.
- Banks borrowed Rs 17,230 cr at the LAF repo auction on Monday compared with net borrowing of Rs 19,716 cr on Wednesday from both LAF tenders.
- Government bond prices ended higher on Monday as Finance Minister Arun Jaitley's comments over the weekend raised hopes of an interest rate cut by the central bank.
- The Finance Minister said in an interview that he was in favor of a reduction in interest rates to spur growth.
- Low global crude oil prices also supported prices.
- However, further gains were capped by profit sales.
- The 10-year benchmark 8.40% 2024 bond ended at 8.32% yield on Monday as against 8.36% yield on Wednesday.

## Currency Overview

- The rupee ended slightly lower against the US dollar on Monday as state-owned banks bought the greenback to meet month-end demand from importers.
- The local currency was also weighed down by a fall in the euro and weakness in domestic equities.
- Sentiment remained cautious ahead of the US Federal Reserve's two day policy meet this week.

## Commodity Overview

- Crude oil prices fell 1 cent to settle at \$81 a barrel on the NYMEX.
- Gold prices ended lower as investors remained cautious ahead of the US Federal Reserve meet.

## INTERNATIONAL NEWS

- US Pending Home Sales Index gained 0.3% in September after falling 1% in August.
- US Markit Services PMI fell to a six month low of 57.3 in October from 58.9 in September.
- US Markit flash composite PMI dipped to 57.4 in October from 59.0 in September.
- US Federal Reserve Bank of Dallas says its production index fell to 13.7 in October from 17.6 in September.
- China's central bank authorises the nation's interbank foreign exchange market to start direct trading between the Chinese yuan and the Singapore dollar.
- Japan's retail sales rose 2.3% in September from a year earlier following a 1.2% annual rise in August.

Source: CRISIL Research

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