

Indices				
Global	Oct 29	Oct 28	Absolute Change	% Change
DJIA	16974	17006	-31	-0.18
Nasdaq	4549	4564	-15	-0.33
FTSE	6454	6402	52	0.81
Nikkei	15554	15330	224	1.46
Hang Seng	23820	23520	300	1.27
India	Oct 29	Oct 28	Absolute Change	% Change
S&P BSE Sensex	27098	26881	217	0.81
CNX Nifty	8090	8028	63	0.78
CNX 100	8033	7973	60	0.75
CNX Bank Index	16645	16667	-22	-0.13
SGX Nifty	8096	8038	58	0.72
S&P BSE Power	2113	2113	0	0.00
S&P BSE SmallCap	10790	10724	66	0.62
S&P BSE Healthcare	14087	14128	-41	-0.29

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
Oct 29	18.55	1.25	20.92	1.31
Month Ago	18.28	1.28	20.81	1.32
Year Ago	18.03	1.42	17.95	1.48

Nifty – Top Out performers	% Change
Hindalco	6.23
DLF	6.15
Tata Steel	4.54
Nifty – Top Under performers	% Change
PNB	-1.82
Bank Of Baroda	-1.46
Dr Reddy's Labs	-1.15

Advance Decline Ratio		
	BSE	NSE
Advances	1610	862
Declines	1355	648
Unchanged	109	81

FI/ Mutual Fund data			
(Rs Cr)	Oct 28	MTD	YTD
FIIs	-71.13	-3219.78	79800.11
Mutual Funds	449.10	5129.30	14318.80

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 lower on Wednesday on worries that the US Fed Reserve might start raising official interest rates sooner than anticipated as the central bank ended its bond-buying program and expressed confidence in US economic prospects.
- **At 9.00 am in the morning**, Asian markets were trading mixed with Hang Seng 0.49% down and Nikkei trading 0.53% higher.
- **Nikkei** index rose sharply on Wednesday buoyed by upbeat domestic industrial data and robust earnings from Nomura Holdings.
- **Hang Seng** index rose on Wednesday on tracking strength in Chinese markets amid anticipation that the US Federal Reserve could hold interest rate on the lower side for a longer time.
- **FTSE** index closed higher on Wednesday buoyed by shares of Tui Travel Plc which rose after saying that shareholders approved its planned merger with TUI AG.

INDIAN EQUITY MARKET

- **At 9.00 am in the morning**, the SGX Nifty was trading 0.11% lower.
- Indian equity indices ended higher on Wednesday buoyed by robust corporate earnings across the globe.
- Sentiments were also boosted on optimism that the US Federal Reserve will keep its interest rates unchanged at the end of its meeting later in the day.
- DLF added 6.2% ahead of the Securities Appellate Tribunal hearing on the company's appeal against SEBI order barring it from the stock market for three years.
- Most of the real-estate counters rallied on news that the government may set up an empowered panel to serve as the umbrella think-tank for its smart city project; with Godrej Properties, Indiabulls Real Estate and Oberoi Realty added 0.4-3.0%.
- IL&FS Engineering rose nearly 7%, on news that the company has secured Rs.180cr order from IL&FS Maritime Infrastructure.
- Banking shares were the worst hit on Nifty led by a fall in public sector banks after ratings agency Moody's said that its outlook for Indian public sector banks remains negative – PNB (the top Nifty loser), Bank of Baroda and SBI fell 0.5-1.8%.

DOMESTIC NEWS

- According to a World Bank report, India ranks 142 among the 189 countries surveyed in terms of Ease of Doing Business.
- Government eases foreign direct investment (FDI) policy in construction to attract money into the funds-starved sector.
- Government ropes in global consultant KPMG to evaluate the progress of Jan Dhan Yojana, which was launched by Prime Minister Narendra Modi two months ago.
- Government to set up 15 new technology centres to scale up competitiveness of small and medium enterprises (SMEs) through clusters.
- RBI permits all urban cooperative banks (UCBs) to act as PAN service agents.
- SEBI notifies new ESOP regulations, including for purchase of shares by employee welfare trusts from the secondary market with adequate safeguards.
- LIC Chairman S K Roy says the insurer will have a Unit-Linked Plan (ULIP) by the end of the fiscal.
- Public sector oil marketing companies raise subsidised cooking gas (LPG) rates by Rs 3 per cylinder due to revision in commission paid to dealers.
- Serum Institute of India to invest around Rs 1000 cr in the next three years to set up a new manufacturing facility in Pune.
- Cognizant to expand its facility at Gachibowli in Hyderabad with an investment of over Rs 500 cr.
- IL&FS Engineering and Construction bags a contract from West Bengal State Electricity Distribution Company for construction of Rural Electrification Infrastructure.
- Moody's retains its negative outlook on the domestic banking system, citing high leverage in the corporate sector that may prevent any meaningful recovery in asset quality.
- YES Bank enters the growing housing loan market with a focus on the affordable housing segment.
- Warburg Pincus acquires a minority equity stake in Laurus Labs for around Rs 550 cr.

FII Derivative Trade Statistics – Oct 28

(Rs Cr)	Buy	Sell	Open Interest
Index Futures	6973.38	6381.23	18546.36
Index Options	11146.99	11732.41	72597.51
Stock Futures	11450.61	12050.80	47181.31
Stock Options	2211.36	2279.69	2925.60
Total	31782.34	32444.13	141250.78

Derivative Statistics- Nifty Options

	Oct 29	Oct 28	Change
Put Call Ratio (Open Interest)	1.00	0.93	0.07
Put Call Ratio (Volume)	1.21	1.00	0.21

Debt Watch	Oct 29	Week Ago	Month Ago	Year Ago
Call Rate	8.00%	9.00%	7.70%	8.55%
CBLO	8.00%	8.66%	8.00%	8.73%
Repo	8.00%	8.00%	8.00%	7.75%
Reverse Repo	7.00%	7.00%	7.00%	6.75%
91 D T-Bill	8.43%	8.38%	8.50%	8.60%
364 D T- Bill	8.40%	8.40%	8.62%	8.50%
10 Yr Gilt	8.32%	8.36%	8.49%	8.54%
G-sec Volume (Rs Cr)	33160	22760	21330	31305
1-mth CP rate	8.44%	8.51%	8.93%	8.77%
3-mth CP rate	8.73%	8.85%	8.89%	9.29%
5 yr Corp Bond	8.85%	8.97%	9.16%	9.50%
1-mth CD rate	8.32%	8.41%	8.74%	8.67%
3-mth CD rate	8.51%	8.57%	8.61%	8.84%
1 yr CD rate	8.77%	8.84%	9.03%	8.96%

Currencies Vs INR

	Oct 29	Oct 28	Change
USD	61.35	61.34	-0.01
GBP	99.00	98.93	-0.07
Euro	78.14	77.92	-0.22
100 Yen	56.76	56.89	0.13

Commodity Prices	Oct 29	Week Ago	Month Ago	Year Ago
NYMEX Crude Oil (\$/bbl)	82.20	80.52	94.57	98.20
London Brent Crude Oil (\$/bbl)	87.12	84.71	97.20	109.01
Gold (oz/\$)	1224	1244	1220	1349
Gold (Rs per 10 gms)	26950	27300	26830	31250

DERIVATIVES MARKET

- Nifty October futures (near future) fell against the spot index with 1.30 point discount and also witnessed 1.52 mn decrease in open interest.
- Put Call Ratio (open interest) rose from 0.93 on Oct 28 to 1 on Oct 29.
- Nifty 8100 October Call strike witnessed the highest open interest.
- Nifty 8000 October Put strike continued to witness the highest open interest.
- India VIX (volatility index based on the Nifty 50 Index Option prices) fell from 13.32 on Oct 28 to 13.01 on Oct 29.

INDIAN DEBT MARKET

- The interbank call money rate ended near the RBI's repo rate at 7.80-8.00% on Wednesday as against 7.15% on Tuesday as demand for funds from banks remained subdued.
- Taking the liquidity conditions into account, the central bank conducted an overnight variable rate reverse repo auction for Rs 10,000 cr.
- Banks borrowed Rs 13,128 cr at the LAF repo auction on Wednesday compared with net borrowing of Rs 6,026 cr on Tuesday from both LAF tenders.
- Government bond prices ended steady as participants avoided building large positions ahead of the outcome of the two day FOMC meeting in the US.
- The prevailing sentiment remained bullish however as moderation in domestic inflation data and a decline in global crude oil prices have raised hopes of a sooner than expected interest rate cut by the RBI.
- The 10-year benchmark 8.40% 2024 bond ended unchanged at 8.32% yield on Wednesday.

Currency Overview

- The rupee ended flat against the US dollar on Wednesday as dollar sales by foreign banks were offset by state-owned banks' dollar purchases. Local share indices that ended in positive territory lent support to the local currency.
- The rupee moved in a narrow range through the session as caution prevailed ahead of the US FOMC announcement.

Commodity Overview

- Crude oil prices rose 78 cents to settle at \$82.20 a barrel on the NYMEX.
- US crude oil inventories rose by 2.1mn barrels to 379.7mn barrels in the week ended October 24.
- Gold prices ended lower after US Federal Reserve offered brighter US economic outlook and also ended its bond buying program.
- Government raises the minimum support price of wheat by Rs 50 to Rs 1450 per quintal.

INTERNATIONAL NEWS

- US Federal Reserve decides to end its quantitative easing stimulus programme and signals confidence that the US economic recovery will remain on track; also says interest rates will remain low for a "considerable time".
- European Central Bank's quarterly Bank Lending Survey showed that for the second consecutive survey more Eurozone banks said they had eased credit standards on loans to firms rather than tightening them.
- UK's net lending to individuals increased by 2.7 bn pounds in September, down from 3.2 bn pounds in August.

Source: CRISIL Research

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