

Indices Performance

Global Indices	19-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,203	18,162	41	0.22
Nasdaq	5,246	5,244	3	0.05
FTSE	7,022	7,000	22	0.31
Nikkei	16,999	16,964	35	0.21
Hang Seng	23,305	23,394	-89	-0.38
Indian Indices	19-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	27,984	28,051	-67	-0.24
Nifty 50	8,659	8,678	-19	-0.22
Nifty 100	8,934	8,946	-12	-0.13
Nifty Bank	19,412	19,495	-83	-0.43
SGX Nifty	8,669	8,686	-17	-0.20
S&P BSE Power	2,022	1,999	23	1.16
S&P BSE Small Cap	13,352	13,279	73	0.55
S&P BSE HC	16,375	16,292	83	0.51

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
19-Oct	21.03	1.40	23.35	1.28
Month Ago	21.68	1.36	24.15	1.25
Year Ago	21.95	1.35	22.61	1.38

Nifty 50 Top 3 Gainers

Company	19-Oct	Prev_Day	% Change [#]
Idea Cellular	76	73	4.81
BHEL	141	136	3.71
Tata Power	81	79	3.17

Nifty 50 Top 3 Losers

Company	19-Oct	Prev_Day	% Change [#]
ITC	239	246	-2.64
ICICI Bank	265	270	-1.96
Hero Moto	3362	3409	-1.39

Advance Decline Ratio

	BSE	NSE
Advances	1628	942
Declines	1179	701
Unchanged	210	82

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	374	50682
MF Flows**	244	19127

*19th Oct 2016; **17th Oct 2016

Economic Indicator

YoY(%)	Current	Quarter Ago	Year Ago
WPI	3.57% (Sep-16)	2.12% (Jun-16)	-4.59% (Sep-15)
IIP	-0.70% (Aug-16)	1.3% (May-16)	6.30% (Aug-15)
GDP	7.10 (Jun-16)	7.90 (Mar-16)	7.50 (Jun -15)

Global Indices

- Most of the Asian markets closed in the green following upbeat Chinese GDP data. China's GDP expanded 6.7% annually in the third quarter of 2016 - in line with expectations and unchanged from the previous quarter. Industrial output gained an annual 6.1% in Sep while retail sales and fixed asset investment growth fulfilled market expectations. Japan's all industry activity also expanded for the third straight month in Aug. Improved crude oil prices further supported gains. As on (Oct 20), Asian markets opened on positive note following gains in U.S. equities. Nikkie Average and Hang Seng was traded up 0.87% and 0.68% respectively (as at 8.00 a.m IST).
- As per the last close, European stocks closed with modest gains led by the increase in oil prices. However, investors remained cautious ahead of European Central Bank's policy decision on Thursday (Oct 20).
- As per the last close, U.S. stocks closed higher led by the better-than-expected corporate earnings report and increase in crude oil prices. On the economic front, Fed released its Beige Book which states that the economic activity increased at a modest pace in most regions.

Indian Equity Market

- Indian equity market closed on a negative note, with FMCG and financial majors leading the drop. FMCG shares went down over apprehension that higher Goods and Services Tax (GST) on certain products would mean product prices shooting up, thereby bringing down volume growth in future.
- Key benchmark indices S&P BSE Sensex and Nifty 50 lost 0.24% and 0.22%, to close at 27,984.37 points and 8,659.10 points, respectively. S&P BSE MidCap and S&P BSE SmallCap moved up 0.06% and 0.55%, respectively.
- The overall market breadth on BSE was strong with 1,628 scrips advancing and 1,179 scrips declining. A total of 210 scrips remained unchanged.
- On the BSE sectoral front, most of the stocks gained although the benchmark index finished in the negative zone. S&P BSE Utilities, up 1.17%, was the highest gainer, while S&P BSE Power (1.16%), S&P BSE Telecom (0.91%), S&P BSE Oil & Gas (0.75%), and S&P BSE Basic Materials (0.62%) also gained during the session. S&P BSE FMCG (-1.09%) finished last, while the other losers included S&P BSE Realty (-0.91%), S&P BSE Auto (-0.51%), and S&P BSE Bankex (-0.52%).

Domestic News

- According to the minutes of Reserve Bank of India's (RBI) latest policy review, growth momentum would improve with monsoon boosting agricultural growth and rural demand along with rise in urban consumption spending following implementation of Pay Commission's suggestions. The minutes showed that all the members supported a cut in repo rate by 25 basis points, and felt inflation would come down in the coming days. Monetary Policy Committee (MPC) members were of the view that the rate-cut was in line with the target to keep retail inflation within a band of 4%, plus or minus two percentage points, while supporting growth.
- On the first day of the Goods and Service Tax (GST) meeting, a 14% annual growth over the 2015-16 VAT revenue base of states would be assumed for the first five years when the central government will be obliged to fully compensate them for these losses. This is being done to compute the states' revenues losses because of GST.
- The commerce and industry ministry has launched a logo of the Cell for IPR Promotion and Management (CIPAM) designed by the National Institute of Design. The logo has been designed keeping in mind the slogan of the National IPR Policy. CIPAM has been created to take forward the implementation of the National IPR Policy which was approved by the government in May 2016.
- Mahindra & Mahindra announced that it will buy 60% stake in Classic Legends, a company engaged in manufacturing and marketing two-wheelers, for Rs. 6 crore.
- Toyota Kirloskar Motor announced a partnership with Uber under which it has proposed giving 90% funding to drivers on the Uber platform to buy Etios and Liva models.
- L&T Technology Services has secured a multi-million dollar contract from a prominent global semi-conductor company under which it will provide verification support on their offerings and products.

FII Derivative Trade Statistics	19-Oct		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	2237.11	2966.91	14854.53
Index Options	45216.86	42159.37	73613.29
Stock Futures	7668.41	6445.04	58457.74
Stock Options	5049.19	5001.70	7491.70
Total	60171.57	56573.02	154417.26

Derivative Statistics- Nifty Options			
	19-Oct	Prev_Day	Change
Put Call Ratio (OI)	0.96	0.96	0.00
Put Call Ratio(Vol)	0.92	1.03	-0.10

Debt Watch				
	19-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.22%	6.18%	6.45%	6.71%
CBLO	6.23%	6.21%	6.53%	6.81%
Repo	6.25%	6.25%	6.50%	6.75%
Reverse Repo	5.75%	5.75%	6.00%	5.75%
91 Day T-Bill	6.36%	6.36%	6.52%	6.98%
364 Day T-Bill	6.50%	6.42%	6.62%	7.25%
10 Year Gilt	6.82%	6.82%	7.05%	7.57%
G-Sec Vol. (Rs.Cr)	67362	62089	25681	24665
1 Month CP Rate	6.63%	6.56%	6.84%	7.35%
3 Month CP Rate	6.84%	6.80%	6.95%	7.64%
5 Year Corp Bond	7.28%	7.26%	7.51%	8.18%
1 Month CD Rate	6.38%	6.35%	6.54%	7.01%
3 Month CD Rate	6.51%	6.48%	6.60%	7.19%
1 Year CD Rate	6.87%	6.87%	7.22%	7.44%

Currency Market			
Currency	19-Oct	Prev_Day	Change
USD/INR	66.71	66.73	-0.01
GBP/INR	81.79	81.71	0.07
EURO/INR	73.21	73.55	-0.33
JPY/INR	0.64	0.64	0.00

Commodity Prices				
Commodity	19-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	51.59	50.72	43.34	45.91
Brent Crude(\$/bl)	51.55	49.73	46.34	47.21
Gold(\$/oz)	1269	1253	1313	1170
Gold(Rs./10 gm)	29957	29863	30967	26711

Source: ICRON Research

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Derivatives Market

- Nifty Oct 2016 Futures were at 8,665.25 points, a premium of 6.15 points, over the spot closing of 8,659.10 points. The turnover on NSE's Futures and Options segment went down from Rs. 4,44,940.56 crore on Oct 18 to Rs. 4,00,221.34 crore on Oct 19.
- The Put-Call ratio remained unchanged from the previous session's close and stood at 0.93.
- The Nifty Put-Call ratio remained unchanged from the previous session's close and stood at 0.96.
- The open interest on Nifty Futures stood at 20.85 million compared with the previous session's close of 21.08 million.

Indian Debt Market

- Bond yields increased marginally as market participants booked profits after recent gains. Meanwhile, investors remained hopeful that Reserve Bank of India (RBI) would announce Open Market Operation (OMO) purchases to further improve the liquidity situation in the banking sector.
- Yield on the new 10-year benchmark bond (6.97% GS 2026) inched up 1 bps to close at 6.73% from the previous session's close of 6.72%. During the session, bond yields moved in the region of 6.71% to 6.74%.
- Yield on the existing 10-year benchmark bond (7.59% GS 2026) also increased 1 bps to close at 6.82% from the previous session's close of 6.81%. During the session, bond yields moved in the region of 6.80% to 6.83%.

Currency Market Update

- The rupee rose against the U.S. dollar following greenback sales and improved investor sentiment. The rupee moved up 0.07% to close at 66.67 per dollar from the previous close of 66.72.
- The euro remained almost steady against the greenback as investors awaited U.S. housing activity data for Sep 2016. Euro was trading at \$1.0976, down 0.02% compared with the previous close of \$1.0978.

Commodity Market Update

- Gold prices traded higher extending gains from the previous session, although new gains were capped as data reflected that the Chinese economy has become steady.
- Brent crude prices moved up following an unexpected decline in U.S. oil inventory

International News

- Data from the U.S. Commerce Department showed that new residential construction in the U.S. for Sep unexpectedly tumbled to its lowest level in over a year. Housing starts fell 9.0% to an annual rate of 1.047 million in Sep after coming down 5.6% to a revised 1.150 million in Aug. Meanwhile, building permits surged 6.3% to an annual rate of 1.225 million in Sep after rising 0.7% to a revised 1.152 million in Aug.
- Data from the National Association of Home Builders showed that the NAHB/Wells Fargo Housing Market Index in U.S. dipped to 63 in Oct after jumping to an 11-month high of 65 in Sep.
- Data from the U.S. Labour Department showed that consumer price index climbed 0.3% in Sep after edging up by 0.2% in Aug.