

Indices Performance

Global Indices	20-Oct	Prev_Day	Abs. Change	% Change [#]
Dow Jones	18,162	18,203	-40	-0.22
Nasdaq	5,242	5,246	-5	-0.09
FTSE	7,027	7,022	5	0.07
Nikkei	17,236	16,999	237	1.39
Hang Seng	23,374	23,305	69	0.30
Indian Indices	20-Oct	Prev_Day	Abs. Change	% Change [#]
S&P BSE Sensex	28,130	27,984	145	0.52
Nifty 50	8,699	8,659	40	0.47
Nifty 100	8,970	8,934	36	0.41
Nifty Bank	19,659	19,412	247	1.27
SGX Nifty	8,715	8,669	46	0.53
S&P BSE Power	2,027	2,022	5	0.23
S&P BSE Small Cap	13,419	13,352	67	0.50
S&P BSE HC	16,317	16,375	-58	-0.35

P/E Dividend Yield

Date	Sensex		Nifty	
	P/E	Div. Yield	P/E	Div. Yield
20-Oct	21.10	1.39	23.46	1.27
Month Ago	21.57	1.37	24.06	1.26
Year Ago	22.00	1.35	22.51	1.38

Nifty 50 Top 3 Gainers

Company	20-Oct	Prev_Day	% Change [#]
Adani Ports & SEZ	285	272	5.03
ICICI Bank	278	265	4.74
Hindalco	155	151	2.81

Nifty 50 Top 3 Losers

Company	20-Oct	Prev_Day	% Change [#]
HCL Tech	816	831	-1.81
HUL	840	846	-0.67
Tata Motors-DVR	359	361	-0.66

Advance Decline Ratio

	BSE	NSE
Advances	1597	961
Declines	1234	682
Unchanged	217	75

Institutional Flows (Equity)

Description (Cr)	Inflow/Outflow	YTD
FII Flows*	-296	50386
MF Flows**	690	20202

*20th Oct 2016; **19th 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 on expectations that the European Central Bank (ECB) will extend its stimulus policy measures. Meanwhile, weak yen, improved crude oil prices, and expectations of a favourable outcome from U.S. Presidential election also helped gains. As on (Oct 21), Asian markets opened mixed led by the fall in oil prices and lower finish of the U.S. equities. Hong Kong's stock market may delay in opening due to a typhoon warning. Nikkie Average was traded up 0.17% respectively (as at 8.00 a.m IST).
- As per the last close, European stocks closed in green following European Central Bank decision to kept its key interest rates unchanged for a fifth consecutive session and retained its asset purchases.
- As per the last close, U.S. stocks closed lower following sharp fall in oil prices and after investors digested the European Central Bank's monetary policy decision amid the latest U.S. economic and earnings news.

Indian Equity Market

- Indian equity market closed on an optimistic note following gains in banking stocks as well as better earnings show by some corporates. Gains in regional equities, and investors turning hopeful about earnings results of several companies also helped the sentiment. The market looked ahead at the Goods and Services Tax (GST) rates to be decided in the next GST Council meet.
- Key benchmark indices S&P BSE Sensex and Nifty 50 gained 0.52% and 0.47%, to close at 28,129.84 points and 8,699.40 points, respectively. S&P BSE MidCap and S&P BSE SmallCap moved up 0.06% and 0.50%, respectively.
- On the BSE sectoral front, most of the stocks closed the session on a positive note. S&P BSE, up 1.42%, was the top gainer, followed by S&P BSE Metal (1.36%), S&P BSE Finance (1.05%), S&P BSE Telecom (1.00%), and S&P BSE Realty (0.98%). S&P BSE Healthcare (-0.35%) was the last to finish, with the other losers including S&P BSE IT (-0.25%), S&P BSE FMCG (-0.10%), and S&P BSE Auto (-0.04%).

Domestic News

- The Reserve Bank of India (RBI) has allowed banks to approve extension of external commercial borrowings on their own on the condition that the debt is unpaid and has not defaulted before. Earlier banks had to take approval from the central bank before restructuring any such offshore borrowings.
- According to the Union labour minister, the Employees Provident Fund Organisation (EPFO) has invested more than Rs. 9,000 crore in Exchange Traded Funds (ETFs) till Sep 30, 2016, with the return on investment being 9.34%. The minister added that the government is considering amending the Employees' Provident Fund and Miscellaneous Provisions Act of 1952 so that firms with employee strength below 20 are brought under the ambit of EPF.
- According to a major credit rating agency, there has been a significant decline in private investment in PPP projects in recent years. The rating agency attributed it to delays in project approvals and land purchases by the government, complicated mechanisms of dispute resolution, and lowers than expected generation of revenue. In addition, the rating agency opined that delay in project completion has resulted in cost overruns, which has affected the financial viability of some projects.
- Yes Bank posted a 31.3% rise in its net profit for the quarter ended Sep 30, 2016. The bank posted a net profit of Rs. 801.5 crore for Q2 of FY17 compared with Rs. 610.4 crore posted in same quarter of the last fiscal.
- Reliance Industries reported a 17.90% increase in standalone net profit at Rs. 7,704 crore for the Sep quarter. The company had reported a net profit of Rs. 6,534 crore for the corresponding quarter last year.
- Wipro has acquired Appirio, a US-based services firm for \$500 million. The firm has a large offshore presence that helps corporates implement cloud applications.

FII Derivative Trade Statistics	20-Oct		
(Rs Cr)	Buy	Sell	Open Int.
Index Futures	960.68	1072.33	14878.51
Index Options	37598.26	37465.55	75279.14
Stock Futures	7218.10	7106.94	58606.57
Stock Options	4611.45	4505.27	7703.31
Total	50388.49	50150.09	156467.53

Derivative Statistics- Nifty Options			
	20-Oct	Prev_Day	Change
Put Call Ratio (OI)	0.98	0.96	0.03
Put Call Ratio(Vol)	1.00	0.92	0.07

Debt Watch				
	20-Oct	Wk. Ago	Mth. Ago	Year Ago
Call Rate	6.22%	6.22%	6.44%	6.85%
CBLO	6.25%	6.27%	6.47%	6.85%
Repo	6.25%	6.25%	6.50%	6.75%
Reverse Repo	5.75%	5.75%	6.00%	5.75%
91 Day T-Bill	6.32%	6.32%	6.52%	6.98%
364 Day T-Bill	6.40%	6.43%	6.62%	7.06%
10 Year Gilt	6.85%	6.83%	7.07%	7.58%
G-Sec Vol. (Rs.Cr)	48268	52333	37988	29795
1 Month CP Rate	6.61%	6.56%	6.85%	7.36%
3 Month CP Rate	6.84%	6.79%	6.95%	7.62%
5 Year Corp Bond	7.29%	7.27%	7.51%	8.16%
1 Month CD Rate	6.38%	6.35%	6.56%	6.99%
3 Month CD Rate	6.55%	6.49%	6.61%	7.20%
1 Year CD Rate	6.92%	6.85%	7.23%	7.43%

Currency Market			
Currency	20-Oct	Prev_Day	Change
USD/INR	66.74	66.71	0.03
GBP/INR	81.91	81.79	0.13
EURO/INR	73.15	73.21	-0.06
JPY/INR	0.64	0.64	0.00

Commodity Prices				
Commodity	20-Oct	Wk Ago	Mth. Ago	Year Ago
NYMEX Crude(\$/bl)	50.31	50.47	43.85	45.84
Brent Crude(\$/bl)	50.12	48.54	45.64	46.58
Gold(\$/oz)	1266	1257	1315	1176
Gold(Rs./10 gm)	30011	29940	30982	26852

Source: ICRON Research

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Derivatives Market

- Nifty Oct 2016 Futures were at 8,705.15 points, a premium of 5.75 points, over the spot closing of 8,699.40 points. The turnover on NSE's Futures and Options segment went up from Rs. 4,00,221.34 crore on Oct 19 to Rs. 6,38,056.68 crore on Oct 20.
- The Put-Call ratio stood at 0.89, compared with the previous session's close of 0.93
- The Nifty Put-Call stood at 0.98, compared with the previous session's close of 0.89.
- The open interest on Nifty Futures stood at 22.16 million compared with the previous session's close of 20.85 million.

Indian Debt Market

- Bond yields increased for the second day as investors postponed buying due to absence of any major trigger and ahead of the weekly government securities auction on Friday. Meanwhile, market participants are awaiting announcement of Open Market Operation (OMO) purchases by the Reserve Bank of India (RBI).
- Yield on the new 10-year benchmark bond (6.97% GS 2026) increased 3 bps to close at 6.76% from the previous session's close of 6.73%. During the session, bond yields moved in the region of 6.73% to 6.76%.
- Yield on the existing 10-year benchmark bond (7.59% GS 2026) also increased 3 bps to close at 6.85% from the previous session's close of 6.82%. During the session, bond yields moved in the region of 6.82% to 6.85%.

Currency Market Update

- The rupee fell against the U.S. dollar following increased demand for greenback as investor remained cautious ahead of the European Central Bank's (ECB) monetary policy decision. The rupee moved down 0.21% to close at 66.81 per dollar from the previous close of 66.67.
- The euro strengthened against the greenback after ECB kept interest rates unchanged. Investors also awaited ECB President's comments on bond purchase programme. Euro was trading at \$1.0981, up 0.08% compared with the previous close of \$1.0972.

Commodity Market Update

- Gold prices traded higher after the European Central Bank kept interest rates unchanged in its monetary policy review.
- Brent crude prices slipped as investors preferred to cash in on the recent gains after data from Energy Information Administration (EIA) showed a drop in U.S. crude inventories.

International News

- Data from the U.S. Labour Department showed that initial jobless claims in the U.S. rose more than expected in the week to Oct 15. Initial jobless claims increased 13,000 to 260,000 from the previous week's revised level of 247,000.
- The European Central Bank in its monetary policy review kept interest rates unchanged for the fifth consecutive session. The refinance rate remained unchanged at a record low of 0%. The deposit rate was maintained at -0.40% and the marginal lending facility rate at 0.25%. The central bank added that interest rates will remain at present or lower levels for an extended period of time and its monthly asset purchase programme will remain unchanged until the end of Mar 2017 or beyond if necessary.