

Weekly Market Wrap



ICRA ONLINE LIMITED
A Group ICRA Company

Equity and Debt Market

Report as on June 20, 2014

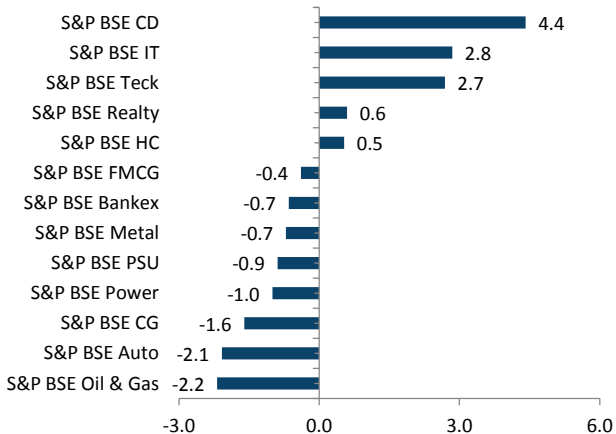
Indian Equity Market - Overview

- Indian equity markets remained under pressure during the week as tensions in Iraq weighed on investor sentiments. Bourses fell initially after the Wholesale Price Index-based inflation rose to a five month high in May, driven by costlier food items, fuel and some manufactured products. Concerns over Iraq and Ukraine also hit the markets.
- However, bourses found some support later on the back of value buying. The momentum could not be sustained and markets fell again as rising violence in Iraq gripped investor sentiments.
- On the BSE sectoral front, majority of the indices closed in red. S&P BSE Oil & Gas was the major laggard, falling by 2.18% followed by S&P BSE Auto and S&P BSE Consumer Goods, which fell 2.08% and 1.61%, respectively. IT stocks witnessed buying interest on the back of weakness in the rupee.

Indian Debt Market - Overview

- Bonds yields rose as crude oil prices moved up due to ongoing tensions in Iraq. Investors were concerned that high crude oil prices may increase inflationary pressure in the country.
- The benchmark 10-year bond yield rose 12 basis points to 8.72% compared to the previous week's close of 8.60%. This was the biggest weekly rise since the week ending April 4. Yields rose in three of the last four weeks.
- Banks' net average borrowings under the Liquidity Adjustment Facility stood at Rs. 13,517.20 crore (for Friday, only repo session considered), compared to the previous week's average borrowing of Rs. 13,031.60 crore.
- Banks' average borrowings through the RBI's Marginal Standing Facility window stood at Rs. 384 crore till Thursday at 9% (100 bps higher than the repo rate) compared to Rs. 1,106 crore borrowed during the previous week.

Sectoral Indices (%)



Domestic Index	Closing Value	% Returns		
		Weekly	Monthly	Yearly
S&P BSE SENSEX	25105.5	-0.5	3.0	34.1
CNX NIFTY INDEX	7511.5	-0.4	3.2	32.8
S&P BSE MID CAP	8962.0	0.3	8.9	46.5
S&P BSE 200	3062.2	-0.4	3.7	34.4

World Market Index	Closing Value	% Returns		
		Weekly	Monthly	Yearly
Dow Jones	16947.1	1.0	3.5	14.8
Nasdaq 100	3802.6	0.7	5.6	31.6
CAC -40 Index	4541.3	0.0	2.0	22.8
DAX Index	9987.2	0.7	3.6	26.0
Hang Seng	23194.1	-0.5	1.6	13.8
Nikkei	15349.4	1.7	9.1	17.9

Debt Market	Closing Value	Wk Ago	Mth Ago	Yr Ago
Inflation (%)	6.0	6.0	5.2	4.6
Repo Rate	8.0	8.0	8.0	7.3
Reverse Repo	7.0	7.0	7.0	6.3
91 Days T-Bill	8.5	8.5	8.7	7.4
364 Days T-Bill	8.7	8.6	8.8	7.4
10 Y G-Sec Yield	8.7	8.6	8.9	7.4

Commodity / Currency Details	Closing Value	Value	
		Wk Ago	Mth Ago
Commodity			
Gold(Rs./10gm)	28147.0	27055.0	28751.0
Silver (Rs./kg)	44126.0	41525.0	40773.0
Brent Crude (\$/bbl)	114.9	113.6	111.2
Currency			
US Dollar	60.3	59.5	58.7
Pound Sterling	102.8	100.9	98.8

FII's vs MF's - Fund Flow (Amt in Rs. Crores)

By FIIs				
Nature	Gross Purchase	Gross Sale	Net Weekly	Net Monthly
Equity	22147.7	21082.1	1065.5	13918.3
Debt	4439.1	4790.4	-351.3	17357.4
By MFs				
Nature	Gross Purchase	Gross Sale	Net Weekly	Net Monthly
Equity	4574.1	3245.7	1328.3	482.2
Debt	37585.1	18222.4	19362.7	53482.9

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Mutual Fund

Debt Category returns (%)			Equity Category returns (%)		
	1 year	2 year		1 year	3 year
Liquid Funds	8.9	8.7	Balanced Funds	33.6	13.7
Ultra Short Term	8.9	8.8	Mid & Small Cap Funds	60.7	20.0
Floating Rate Funds	9.1	9.1	Diversified Funds	41.3	13.9
Short Term Funds	7.9	9.0	Large Cap Funds	34.8	13.5
Income Funds(Long Term)	4.7	8.1	Others		
Gilt Funds	3.3	7.6	Gold ETF	2.4	6.5
Benchmarks			Benchmarks		
Crisil Liquid Fund Index	9.6	8.9	Sensex	34.1	12.8
Crisil Short Term Bond Fund Index	8.7	9.1	Nifty	32.8	12.6
Crisil Composite Bond Fund Index	4.3	7.7	S&P BSE Mid Cap	46.5	10.7
			S&P BSE Small Cap	70.1	7.3
			Price of Gold	3.6	7.9

Returns are SIMPLE ANNUALIZED for <1 yr and COMPOUND ANNUALIZED for >=1 yr

Returns are ABSOLUTE for <1 yr and COMPOUND ANNUALIZED for >=1 yr

Mutual Fund News

- Birla Sun Life Mutual Fund has changed the fund management responsibilities of some of its funds from June 20. Accordingly, Birla Sun Life Gilt Plus (PF Plan, Regular Plan and Liquid Plan), Birla Sun Life Government Securities Fund (Short-Term Plan and Long-Term Plan) and Birla Sun Life Floating Rate Fund Long Term Plan will now be jointly managed by Prasad Dhonde and Kaustubh Gupta. Birla Sun Life Savings Fund will be jointly managed by Kaustubh Gupta and Sunaina da Cunha.
- Religare Invesco Mutual Fund has changed the fund managers of five of its schemes. Accordingly, Religare Invesco Business Leaders Fund, which was earlier managed by Vetri Subramaniam will now be jointly managed by Vetri Subramaniam and Vinay Paharia. Religare Invesco Growth Fund, which was jointly managed by Vetri Subramaniam & Vinay Paharia, will now be managed by Vetri Subramaniam and Amit Ganatra. Religare Invesco Infrastructure Fund will now be managed by Pranav Gokhale. Earlier, it was jointly managed by Amit Ganatra and Pranav Gokhale. Religare Invesco Liquid Fund and Religare Invesco Ultra Short Term Fund will now be managed by Krishna Cheemalapati and Nitish Sikand, which were earlier managed by Krishna Cheemalapati. The changes will become effective from June 23.
- BNP Paribas Mutual Fund has changed the face value of BNP Paribas Overnight Fund from Rs.10 to Rs.1,000. The change will be effective from June 28.
- UTI Mutual Fund has extended the closing date of the NFO period of UTI – Fixed Term Income Fund – Series XIX – V (1095 days) to June 20.

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