

# Weekly Market Wrap

## Equity and Debt Market

Report as on April 18, 2014

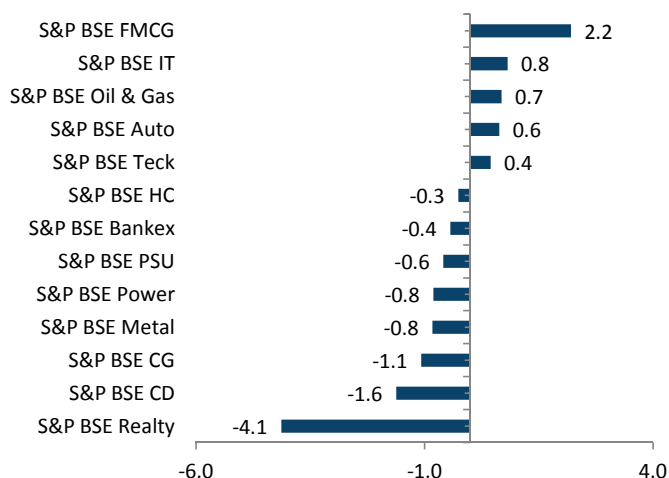
### Indian Equity Market - Overview

- Indian equity markets closed flat during the holiday-truncated week. Bourses fell initially on the back of heavy selling in interest-rate sensitive stocks after wholesale and retail inflation rose higher than expected in March. Investor sentiments dampened further after data showed overseas investors remained net sellers of Indian stocks. Profit booking in recent outperformers also weighed on the bourses.
- Markets snapped their three-day losing streak and rose sharply on the last trading day of the week on hopes of a stable Government at the Centre, which may spur economic growth. Bourses got additional support after a global credit rating agency said that it may upgrade India's rating outlook if the new Government addresses some of the country's fiscal and economic challenges.
- Most of the sectoral indices on the BSE closed in red. S&P BSE Realty was the major laggard, falling by 4.14%. S&P BSE Consumer Durables and S&P BSE Capital Goods fell by 1.62% and 1.07%, respectively.
- S&P BSE FMCG was the top gainer and rose 2.20% followed by S&P BSE IT and S&P BSE Oil & Gas, which rose by 0.82% and 0.68%, respectively.

### Indian Debt Market - Overview

- Bond yields rose initially after the Wholesale Price Index-based inflation rose more than expected in March. However, bond yields got support later after the Reserve Bank of India (RBI) fully sold Rs. 20,000 crore worth of Government bonds in the auction conducted on the last trading session of the week.
- The yield on the benchmark 10-year bond closed down 9 bps at 8.85% compared to the previous week's close of 8.94%.
- Banks' net average borrowings under the Liquidity Adjustment Facility stood at Rs. 9,653 crore (for Thursday, only repo session considered), compared to the previous week's borrowing of Rs. 14,162.25 crore.
- Banks' average borrowings through the RBI's Marginal Standing Facility window stood at Rs. 240 crore till Wednesday at 9% (higher 100 bps than the repo rate) compared to Rs. 4,814 crore borrowed during the same period previous week.

### Sectoral Indices (%)



Domestic Index	Closing Value	% Returns		
		Weekly	Monthly	Yearly
S&P BSE SENSEX	22628.8	0.0	3.6	19.0
CNX NIFTY INDEX	6779.4	0.0	4.0	17.2
S&P BSE MID CAP	7339.3	0.0	9.2	18.0
S&P BSE 200	2718.9	-0.1	5.0	16.8

World Market Index	Closing Value	% Returns		
		Weekly	Monthly	Yearly
Dow Jones	16408.5	2.4	0.4	12.9
Nasdaq 100	3534.5	2.5	-4.6	28.9
CAC -40 Index	4431.8	1.5	2.7	23.1
DAX Index	9409.7	1.0	1.8	25.9
Hang Seng	22760.2	-1.1	5.5	5.8
Nikkei	14417.5	3.3	0.0	9.1

Debt Market	Closing Value	Wk Ago	Mth Ago	Yr Ago
Inflation (%)	5.7	5.7	4.7	5.7
Repo Rate	8.0	8.0	8.0	7.5
Reverse Repo	7.0	7.0	7.0	6.5
91 Days T-Bill	8.7	8.8	9.2	7.7
364 Days T- Bill	8.9	8.9	8.8	7.6
10 Y G-Sec Yield	8.9	8.9	8.8	7.8

Commodity / Currency Details	Closing Value	Value	
		Wk Ago	Mth Ago
<b>Commodity</b>			
Gold (Rs./10gm)	29497.0	29224.0	30198.0
Silver (Rs./kg)	42277.0	43110.0	45760.0
Brent Crude (\$/bbl)	110.2	107.8	107.7
<b>Currency</b>			
US Dollar	60.4	60.3	60.9
Pound Sterling	101.6	101.1	101.4

### FII vs MFs - Fund Flow (Amt in Rs. Crores)

By FIIs				
Nature	Gross		Net Weekly	Net Monthly
	Purchase	Gross Sale		
Equity	250630.0	221650.5	28979.3	6783.5
Debt	102940.0	71691.0	31249.5	-4282.2
<b>By MFs</b>				
Nature	Gross		Net Weekly	Net Monthly
	Purchase	Gross Sale		
Equity	35822.5	46189.3	-10367.0	-2616.4
Debt	569519.3	315585.5	253934.3	47047.6

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## Mutual Fund

### Debt Category returns (%)

	1 year	2 year
Liquid Funds	8.8	8.8
Ultra Short Term	8.6	8.8
Floating Rate Funds	8.9	9.1
Short Term Funds	7.4	8.6
Income Funds(Long Term)	4.2	7.4
Gilt Funds	2.9	6.9
<b>Benchmarks</b>		
Crisil Liquid Fund Index	9.4	8.8
Crisil Short Term Bond Fund Index	8.3	8.7
Crisil Composite Bond Fund Index	2.6	6.3

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

### Equity Category returns (%)

	1 year	3 year
Balanced Funds	17.4	7.9
Mid & Small Cap Funds	31.0	10.5
Diversified Funds	20.2	6.4
Large Cap Funds	17.3	7.0
<b>Others</b>		
Gold ETF	7.8	8.3
<b>Benchmarks</b>		
Sensex	19.0	5.8
Nifty	17.2	5.8
S&P BSE Mid Cap	18.0	1.0
S&P BSE Small Cap	25.9	-4.9
Price of Gold	14.2	11.2

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

### Mutual Fund News

- Franklin Templeton Mutual Fund has appointed Santosh Kamath and Kunal Agrawal as the fund managers of Templeton India Low Duration Fund and Templeton India Short-Term Income Fund. Sumit Gupta and Santosh Kamath have been appointed fund managers of Templeton India Income Opportunities Fund, Templeton India Corporate Bond Opportunities Fund and Templeton India Income Builder Account. The changes became effective from April 15.
- ICICI Prudential Mutual Fund has revised the minimum application amount to Rs. 5,000 (plus in multiples of Re. 1) in case of fresh purchase / switch-in requests received under ICICI Prudential Corporate Bond Fund, with effect from April 21.
- Goldman Sachs Mutual Fund has announced change in asset allocation of Goldman Sachs Gold Exchange Traded Scheme (GS Gold BeES), in accordance with SEBI circular, to include Gold Deposit Scheme of banks in the investible universe of Gold Exchange Traded Scheme. Accordingly, the revised asset allocation of GS Gold BeES with immediate effect on prospective basis will be 90-100% in physical gold and gold-related instruments and up to 10% in money-market instruments, securitised debts, bonds, including cash at call.
- Reliance Mutual Fund has emerged as the lowest bidder among the fund managers qualified to manage funds in National Pension Scheme for private sector on behalf of the sector regulator, PFRDA.

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