

## Indices Performance

Index	22-Jul-14	Previous Close	% Change <sup>#</sup>
S&P BSE Sensex	26026	25715	1.21
CNX Nifty	7768	7684	1.09
CNX Midcap	10996	10987	0.08
CNX 500	6251	6200	0.82
S&P BSE Smallcap	10269	10270	-0.01

## Global Markets

Index	22-Jul-14	Previous Close	% Change <sup>#</sup>
Dow Jones <sup>§</sup>	17116	16991	0.73
Nasdaq <sup>§</sup>	4458	4408	1.13
S&P 500 <sup>§</sup>	1984	1967	0.90
FTSE <sup>§</sup>	6795	6718	1.15
CAC <sup>§</sup>	4373	4301	1.68

## Nifty Top 5 Gainers

Company	22-Jul-14	Previous Close	% Change <sup>#</sup>
Bharti Airtel	354	337	5.03
RIL	1031	998	3.34
HDFC	1041	1010	3.04
TCS	2532	2464	2.79
Dr Reddys Lab	2724	2654	2.63

## Nifty Top 5 Losers

Company	22-Jul-14	Previous Close	% Change <sup>#</sup>
Maruti	2513	2541	-1.10
L&T	1655	1670	-0.92
PNB	920	928	-0.86
Power Grid	136	137	-0.84
M&M	1180	1189	-0.77

## Trading Turnover

Description	22-Jul-14	Change	% Change <sup>#</sup>
NSE	15822	1548	10.85
BSE	3030	130	4.50
Index Fut	14665	3855	35.66
Stock Fut	28593	3190	12.56
Index Opt	162871	39415	31.93
Stock Opt	15067	3047	25.35
F&O Total	221201	49513	28.84

## Institutional Flows (Equity)

Description (INR Cr)	Purchases	Sales	Net
FII Flows*	2726	2481	244
MF Flows**	567	599	-32

\*22<sup>nd</sup> Jul 2014; \*\*18<sup>th</sup> Jul 2014 <sup>§</sup> as at 20 00 hrs

<sup>#</sup> % change is the change over the previous days close

## Financial Market & Economic Update

- The Reserve Bank of India (RBI) would start disclosing the names of banks deemed as domestic systematically important banks (D-SIB), the rough equivalent of too-big-to-fail in other countries, in August of each year starting in 2015. The RBI stated that four to six domestic lenders would qualify under the D-SIB category. The RBI would create four sub-categories of D-SIB lenders, each with different requirements for additional common equity tier-1 capital requirements that would range from 0.20% to 0.80% of risk-weighted assets.

- A report by a RBI panel has recommended banks to gradually build counter cyclical capital buffers (CCCB) of up to 2.5% of the risk-weighted assets to guard against losses resulting from periods of excess credit growth. Credit-to-GDP ratio would be used to take decisions related to the CCCB.

- The Government will invest Rs. 40,937 crore to revive 43 Central Public Sector Enterprises (CPSEs), which are incurring losses. However, four CPSEs could not be revived and they would have to be wound up.

## Equity Market Update

- Indian equity markets rose more than 1% and S&P BSE Sensex closed above the key 26,000 mark. Bourses rallied on the back of strength in telecom stocks following better-than-expected quarterly earnings numbers by a major company from the sector. Besides, the Telecom Regulatory Authority of India's guidelines related to sharing of all categories of airwaves among operators boosted sentiments. Purchase of domestic stocks by overseas investors and positive cues from Asian markets provided additional support.

- Key benchmark indices, S&P BSE Sensex and CNX Nifty, rose 1.21% and 1.09% to close at 26,025.80 and 7,767.85 points, respectively. While S&P BSE Mid Cap rose 0.11%, S&P BSE Small-Cap remained almost flat.

- The overall market breadth on BSE was weak with 1,510 scrips declining and 1,463 scrips advancing. A total of 104 scrips remained unchanged.

- On the BSE sectoral front, barring S&P BSE Capital Goods and S&P BSE Power, all the indices closed in green. S&P BSE TECK was the top gainer, rising by 2.02% followed by S&P BSE IT and S&P BSE Oil & Gas, which rose 1.78% and 1.74%, respectively.

## Derivatives Market

- Nifty July 2014 Futures were at 7,767.95 points, a premium of 0.10 points over the spot closing of 7,767.85 points. The turnover on NSE's Futures and Options segment rose from Rs. 1,71,688.15 crore on July 21 to Rs. 2,21,201.00 crore on July 22.

- The Put-Call ratio stood at 1.03 compared to the previous session's close of 0.99.

- The Nifty Put-Call ratio stood at 0.94 compared to the previous session's close of 0.87.

- India VIX fell 1.73% from 14.8975 in the previous trading session to 14.6400.

- The open interest on Nifty Futures rose from 17.01 million recorded in the previous trading session to 18.99 million.

## Policy Rates

Key Rates (%)	22-Jul-14	1 Week Ago	1 Month Ago
Reverse Repo	7.00	7.00	7.00
Repo	8.00	8.00	8.00
CRR	4.00	4.00	4.00
SLR	22.50	22.50	22.50
Bank Rate	9.00	9.00	9.00

## Daily Rates

Key Rates (%)	22-Jul-14	Previous Close	% Change <sup>#</sup>
NSE MIBOR	9.01	8.43	6.88
CALL	8.79	8.44	4.15
CBLO	9.00	8.72	3.21
OIS- 1 Yr	8.43	8.40	0.36
OIS- 5 Yr	7.90	7.89	0.13

## Liquidity Indicators

Description (INR Cr)	22-Jul-14	1 Week Ago	1 Month Ago
Govt Securities	38,468	36,454	36,646
Call Money	10,855	9,201	16,381
CBLO	55,323	60,212	69,564
LAF	22,203	13,968	9,579
Treasury Bills	196	787	1,835

## Top 5 traded G - Sec

Security	Maturity	% Closing Yield	% Change <sup>#</sup>
08.83 GS 2023	25-Nov-23	8.69	-0.04
08.60 GS 2028	02-Jun-28	8.56	-0.17
08.12 GS 2020	10-Dec-20	8.66	0.03
08.35 GS 2022	14-May-22	8.71	-0.11
08.27 GS 2020	09-Jun-20	8.52	-0.10

## Commodity Market

Commodity (INR)	22-Jul-14	Gain+/Loss-	% Change <sup>#</sup>
Gold (10 gm)	27,950	-158.00	-0.56
Silver (1 kg)	44,652	-133.00	-0.30
Crude Oil (1 barrel)	6,295	73.00	1.17
Aluminium (1 kg)	122	2.10	1.76
Copper (1 kg)	424	0.90	0.21

## Currency Market

Currency	22-Jul-14	Gain+/Loss-	% Change <sup>#</sup>
USD/INR	60.24	0.05	0.08
EURO/INR	81.44	-0.04	-0.05
GBP/INR	102.87	0.00	0.00
JPY/INR	0.59	0.00	-0.22

<sup>#</sup> % change is the change over the previous days close

## Debt Market Update

- Initially, bond yields fell on expectations that the new 10-year bond will witness strong demand in the upcoming weekly auction. However, the trend reversed and yields closed on a steady note.
- The RBI will issue new 10-year bond on July 25, which will replace the existing benchmark 8.83% GS 2023 bond. The new 10-year bond closed at 8.41% in the when-issued market with 29 trades reported.
- After moving in a narrow range of 8.67% to 8.70%, the benchmark 10-year bond yield remained unchanged at 8.69% compared to the previous close.
- Banks' borrowings under the repo window of the Liquidity Adjustment Facility (LAF) stood at Rs. 22,203 crore (gross) compared to Rs. 21,677 crore (gross) recorded on July 21. Sale of securities by the RBI under the reverse repo window stood at Rs. 518 crore as on July 21.
- Banks' borrowings surged to Rs. 7,840 crore under the RBI's Marginal Standing Facility (MSF) window on July 21 compared to Rs. 60 crore on July 18.
- The RBI conducted the auction of State Development Loans (SDLs) for twelve State Governments and accepted Rs. 9,800 crore.

## Mutual Fund & Insurance Update

- Taurus Mutual Fund has announced that Sanjay Parikh, Chief Operations Officer, has resigned from the services of the company and his name no longer figures in the list of key personnel of Taurus Asset Management Company (TAMCO). V. Sasidhar has joined the services of TAMCO and has been designated as Head - Customer Services in place of Chandrakant Gajane, with effect from July 16. He is now the contact person at TAMCO for investor services/ grievances. Ramesh S Kabra, Head- Product Development, has been re-designated as Vice President-Product Development, Marketing & Customer Services.
- HDFC Mutual Fund has decided to roll over HDFC FMP 371D July 2013 (1), which is due for maturity on July 29. The tenure of the scheme has been revised to 763 days and will accordingly mature on August 31, 2016.
- The Insurance Regulatory and Development Authority is planning to issue guidelines for allowing insurers to offer policies with a one-time, five-year cover. The regulator intends to start such policies in the two-wheeler segment. Based on the feedback, it will allow the launch of similar products for commercial vehicles.

## Commodity Market Update

- Gold prices fell on the back of strength in the European bourses, which hit the safe-haven appeal of the bullion. Gold prices were last seen trading at \$1,306.49 compared to the previous close of \$1,311.59.
- Brent crude prices rose as investors remained optimistic ahead of the U.S. weekly supply data to gauge the strength of oil demand from the world's largest consumer. Oil prices were last seen trading at \$106.62 compared to the previous close of \$105.50.

## Currency Market Update

- After moving in a tight range, the Indian rupee gained marginally as dollar sales by custodian banks on behalf of foreign funds outweighed the impact of demand of the greenback from importers. The rupee closed at 60.24 to the dollar against the previous close of 60.30.
- The euro fell to its lowest level in almost six months against the dollar ahead of U.S. inflation data for June. The euro was trading at \$1.3484 against the previous close of \$1.3523.

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**Note: Data last updated at 20 00 hrs**