

Good morning,

Here's the latest on global and domestic markets and more.

- Key US stock indices of NASDAQ and S&P 500 witnessed significant decline on Tuesday, 4<sup>th</sup> November 2014 on account of the sharp fall in oil prices. NASDAQ lost 0.33% and ended at 4,624 whereas S&P 500 fell by 0.28% to 2,012. The Dow Jones Industrial Average Index gained 18 points to close at 17,384.
- Stock indices ended in red in Japan and UK as well.
- Oil prices took a major dip on Tuesday after economic data from China suggested growth in the country was not on the desired path. Further, the European Commission also lowered the growth projections for the region. Hence, an outlook of low demand for oil in the current supply glut situation pushed prices to a near three year low. Consequently, Brent crude fell to \$82.82/barrel and WTI declined to \$77.19/barrel.
- Gold fell to \$1,168 an ounce as a strong dollar in the FOREX market kept investors away from investing in the metal.
- Domestic stock indices and banks were closed yesterday, 4<sup>th</sup> November 2014. Hence the data reported below in tables 2, 3 and 4 and exhibit 1 and 2 is as of 3<sup>rd</sup> November 2014.

**Table 1: Global Markets indicators**

	3.11.14	4.11.14	% change
Dow	17,366	17,384	0.10
NASDAQ	4,639	4,624	-0.33
S & P 500	2,018	2,012	-0.28
Nikkei	16,962	16,820	-0.84
FTSE 100	6,488	6,454	-0.52
US 10-yr	2.35	2.34	-0.43
3-mth LIBOR	0.23	0.23	Nil
6-mth LIBOR	0.33	0.33	Nil
Gold	1,170	1,168	-0.18
Oil (WTI)	78.78	77.19	-2.02
Oil (Brent)	84.78	82.82	-2.31
\$/€	1.25	1.26	0.30*
¥/\$	113.50	113.71	0.19*
\$/£	1.60	1.60	Nil

Source CNN

\* (-) Appreciation/ (+) Depreciation

**Table 3: Money Market view**

%	31.10.14	3.11.14
Avg call rate	7.09	7.65
Vol Traded (Rs.cr)	1,838	10,587
MIBOR (overnight)	7.39	7.90
Rev repo flows (Rs.cr)	6,637	24,422
Repo flows (Rs.cr)	9,275	1,722
MSF (Rs.cr)	20	Nil
CP 30 days	8.45	8.44
90 days	8.71	8.70
180 days	9.06	9.09
364 days	9.28	9.23
T-Bills 91 days	8.36	8.33
182 days	8.42	8.39
364 days	8.39	8.41
G-Sec 3 years	8.20	8.16
5 years	8.28	8.25
10 years	8.28	8.26

Source RBI, FIMMDA

**Table 2: Domestic Market indicators**

	31.10.14	3.11.14	% change
Sensex	27,866	27,860	-0.02
NIFTY	8,322	8,324	0.02
Rs/\$	61.37	61.41	0.07*
Rs/€	77.20	76.74	-0.60*

Source RBI

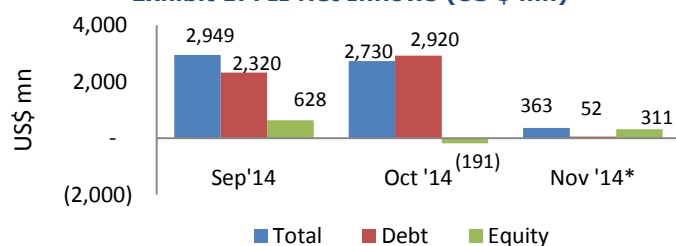
\* (-) Appreciation/ (+) Depreciation

**Table 4: Corporate bond spreads over G-sec (%)**

AAA	30.9.14	31.10.14	3.11.14
1 year	0.38	0.42	0.45
3 year	0.68	0.56	0.58
5 year	0.53	0.51	0.51
10 year	0.63	0.51	0.54

Source: FIMMDA

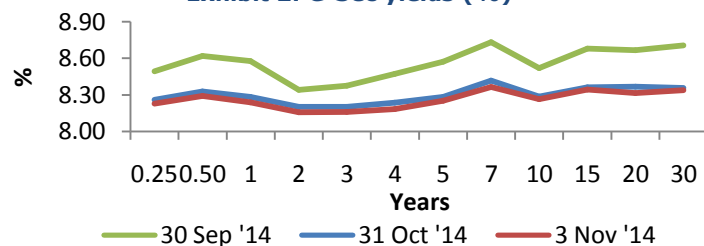
**Exhibit 1: FII Net Inflows (US \$ mn)**



Source: NSDL

\*As of 3<sup>rd</sup> Nov '14

**Exhibit 2: G-Sec yields (%)**



Source: FIMMDA

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