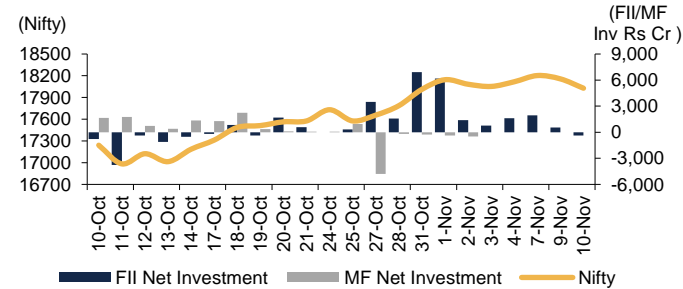


## Indian equity benchmark indices' returns

Broad Indices	Nov 11	% chg week	% chg 3 Mth	% chg Year
S&P BSE Sensex	61,795	1.39	4.15	3.13
Nifty 50	18,350	1.28	3.91	2.66
Nifty 500	15,649	0.76	3.67	1.54
S&P BSE 100	18,720	1.04	3.84	2.78
S&P BSE Midcap	25,465	-0.71	2.98	-2.88
S&P BSE Smallcap	28,985	-0.42	4.27	-0.60

## FII and mutual fund investment vs. Nifty



Sectoral Indices	Nov 11	% chg week	% chg 3 Mth	% chg Year
S&P BSE IT	29,719	3.02	-2.82	-14.25
S&P BSE Bankex	48,101	1.66	7.91	9.20
S&P BSE Metal	20,145	1.31	6.55	0.04
S&P BSE Oil & Gas	19,965	1.23	3.47	5.23
S&P BSE Realty Index	3,571	1.22	1.80	-15.84
S&P BSE FMCG	16,209	-0.09	4.68	14.62
S&P BSE CG	33,410	-0.33	7.83	16.20
S&P BSE Power	4,858	-0.94	1.52	38.58
S&P BSE CD	41,749	-1.94	2.69	-7.45
S&P BSE Auto	29,830	-1.98	0.49	13.76
S&P BSE Healthcare	23,655	-2.50	1.59	-5.50

Source: BSE, NSE, SEBI, NSDL

## Indian debt market indicators

Indicators	Nov 11	Previous Week	1 month ago
Call Rate	5.66%	5.35%	5.60%
10 Yr G-Sec <sup>^</sup>	7.30%	7.46%	7.44%

<sup>\*</sup>7.26% 2032 paper <sup>^</sup>Weighted Average Yield

## Currencies vs INR

Currency	Nov 11	Week ago	3 months ago	1 year ago
USD	80.80	82.43	79.63	74.51
GBP	94.49	92.58	97.32	99.80
Euro	82.96	80.65	82.30	85.46
Yen <sup>*</sup>	57.48	55.81	60.04	65.37

<sup>\*</sup>exchange rate represents 100 units of the currency

## Markets update

### A. Domestic

#### 1. Equity

- Indian equity indices extended gains for the fourth straight week on strong corporate earnings from major firms. The S&P BSE Sensex and the Nifty 50 rose about 1.4% and 1.3%, respectively.
- Market momentum was also helped by positive global cues amid hopes of a scale-back in rate hikes by the Federal Reserve following lower-than-expected inflation data and easing of Covid-19 restrictions by China.
- Some sectors ended positive, with IT, banking and metal rising the most. S&P BSE IT, S&P BSE Bankex and S&P BSE Metal advanced about 3.0%, 1.7% and 1.3%, respectively.
- However, selling in healthcare, auto and consumer durable stocks capped some gains. S&P BSE Healthcare, S&P BSE Auto and S&P BSE Consumer Durables fell 2.5%, 2.0% and 1.9%, respectively.
- Shares of Britannia Industries emerged the top gainer on the Nifty 50, up ~8% on week to settle at Rs 4098.65 per share owing to strong quarterly earnings.
- Shares of Divi's Laboratories was the top decliner on the Nifty 50, down ~13% on week to settle at Rs 3271.4 per share following weak quarterly earnings.

#### 2. Debt

- Government bond prices rose in the week ended November 11, 2022. The yield of the 10-year benchmark 7.26% 2032 paper ended at 7.31% on November 11, 2022, compared with 7.47% on November 04, 2022.
- Domestic yields declined, tracking a fall in the US treasury yield amid rising expectation that the Federal Reserve may reduce its pace of rate hikes due to easing inflation.
- A less-aggressive policy stance by the Fed could ease the pressure on the RBI to hike rates sharply.
- Gilts rose further owing to gains in the rupee and on reports that government spending could be lower than budgeted.
- The intermittent fall in global crude oil prices also kept yields on the lower side.
- Meanwhile, the RBI auctioned 7.38% government securities (GS) 2027, 7.26% GS 2032 and 7.36% GS 2052 for a total notified amount of Rs 28,000 crore.

#### 3. Forex

- The rupee rallied against the US dollar this week as the dollar index slumped after an ease in US inflation boosted hopes that the Fed would scale back its interest rate hike stance.
- A fall in crude oil prices also supported the upward trend in the local currency.
- The rupee also gained tracking positive trend in the domestic equity market and foreign fund inflows.

## International equity benchmark indices' returns

Indices	Nov 11	% chg week	% chg 3 Mth	% chg Year
DJIA*	33,715	4.05	1.22	-6.55
Nasdaq Composite*	11,114	6.10	-13.54	-28.86
FTSE 100*	7,375	0.55	-1.76	0.48
Nikkei 225	28,264	3.91	1.60	-2.90
Straits Times	3,228	3.14	-2.23	-0.30
Hang Seng	17,326	7.21	-13.73	-31.38
Shanghai Comp	3,087	0.54	-5.92	-12.61

\*As of Nov 10

## International debt market indicators

Indicators	Nov 11	Nov 4
US 10-Year*	3.83%	4.16%
UK 10-Year*	3.29%	3.57%
German 10-Year*	2.00%	2.29%
Japan 10-Year	0.23%	0.25%
3-M USD Libor*	4.65%	4.56%
6-M USD Libor*	5.13%	5.02%
1-Y USD Libor*	5.63%	5.61%

\*As of Nov 10

## Commodities

Commodity	Nov 11	% chg week	% chg 3 Mth	% chg Year
Brent Crude Oil (\$ per barrel)*	93.67	-4.97	-3.83	13.35
Indian gold (Rs per 10 gm)	52,281.00	3.48	-0.34	5.94
Indian Silver (Rs per Kg)	61,354.00	4.42	4.52	-7.87

\*As of Nov 10

Source: Respective commodity exchanges, ibjrates.com

## B. International

### 1. Equity

- Global equity markets ended higher on hopes of slower pace of rate hikes by the Fed.
- US Treasury prices ended higher as weaker-than-expected consumer inflation data for October triggered hopes of a less-aggressive policy stance by the Fed.
- Crude oil prices declined in this week following a rise in US crude stockpiles and fuel-demand worries stemming from Covid-19 curbs in China.
- US stocks rallied on expectations the Fed may scale back its aggressive monetary policy stance after the latest inflation reading showed signs of easing and as the unemployment rate spiked in October.
- US consumer prices eased to 7.7% on-year in October compared with 8.2% in September. Core inflation fell to 6.3% from 6.6%.
- Markets, however, felt some jitters as investors were eyeing the outcome of the mid-term elections.
- Britain's FTSE ended 0.55% higher after lower US inflation data raised expectations of smaller rate hikes by the Fed; mining stocks rallied on hopes of early easing of Covid-19 restrictions in China.
- Asian equities ended higher. Japan's Nikkei closed 4% up encouraged by US inflation data and hopes that the Fed may become less aggressive with its interest rate hikes. Some gains were trimmed on a weak domestic earnings outlook.
- Hong Kong's Hang Seng advanced 7.2% after China decided to trim quarantine curbs and after an ease in the US inflation data raised hopes of slow rate hikes by the Fed.
- Further gains were prevented following weak Chinese inflation numbers.
- China's Shanghai Composite rose 0.54% after the government reduced the quarantine time for international travellers by two days.
- Gains were, however, kept under check on weak producer price and new loans data and rising covid cases.

### 2. Commodity

- Crude oil prices declined in this week following a rise in US crude stockpiles and fuel demand worries due to escalating Covid outbreak in China.
- Gold prices rose this week tracking similar trend in the global metal prices and intermittent weakness in dollar index.
- Silver prices advanced mirroring similar trend in gold and industrial metals.

## C. News summary

### 1. Domestic

- India's industrial production rose by 3.1% on-year in September from a revised 0.7% decline in the previous month.
  - Finance Ministry released the eight monthly instalment of the Post Devolution Revenue Deficit (PDRD) grant of Rs 7183 crore to fourteen states.
  - US removed India from its Currency Monitoring List.
  - Government made changes to the foreign trade policy (FTP) to allow rupee settlement of international trade for export promotion schemes.
  - Government gave nod to the issuance of the 23rd tranche of electoral bonds that opened for sale on November 9.
  - Government cleared BSNL's plan to go ahead with a Rs 26821 crore order to TCS for rolling out the telecom firm's 4G network.
  - Asian Development Bank (ADB) approved a \$350 million loan to improve the road connectivity of key economic areas in Maharashtra.
  - RBI's study suggested that the municipal corporations (MC) in the country need to explore different innovative bond and land based financing mechanisms to augment their resources.
  - SEBI said all securities received in pay-out will have to be transferred to the client's demat account within one working day from the pool account of trading or clearing members.
  - SEBI unveiled a regulatory framework to facilitate providers of online bond platforms that are selling listed debt securities.
  - SEBI came out with a master circular on the issuance of No Objection Certificate (NOC) with respect to amount deposited by an issuer before opening of an issue.
- ### 2. International
- US consumer prices eased to 7.7% on-year in October compared to 8.2% in September. The core inflation also fell to 6.3% from 6.6%.
  - UK GDP expanded 2.4% on-year in the third quarter of 2022 compared to 4.4% rise in the previous quarter.
  - Eurozone producer price inflation eased to 41.9% on-year in September, down from record high of 43.4% in August.
  - China's consumer price inflation dropped to 2.1% in October from 2.8% in the previous month, while producer prices fell 1.3% on-year in October from 0.9% in September.
  - Japan producer prices rose 9.1% on-year in October, slowing from upwardly revised 10.2% gain in September.

## D. Week ahead

Day	Events
Monday, Nov 14, 2022	<ul style="list-style-type: none"> <li>• Eurozone Industrial Production, September</li> <li>• India Consumer Prices, October</li> <li>• India WPI Inflation, October</li> </ul>
Tuesday, Nov 15, 2022	<ul style="list-style-type: none"> <li>• US Producer Prices, October</li> <li>• Eurozone GDP Growth QoQ Preliminary, Q3</li> <li>• UK Unemployment Rate, September</li> <li>• PBoC 1-Year MLF Announcement</li> <li>• Japan GDP Growth Rate QoQ Preliminary, Q3</li> <li>• India Trade Balance, October</li> </ul>
Wednesday, Nov 16, 2022	<ul style="list-style-type: none"> <li>• US Industrial Production, October</li> <li>• UK Consumer Prices, October</li> <li>• China House Price Index, October</li> </ul>
Thursday, Nov 17, 2022	<ul style="list-style-type: none"> <li>• US Housing Starts, October</li> <li>• Eurozone Consumer Prices, October</li> </ul>
Friday Nov 18, 2022	<ul style="list-style-type: none"> <li>• US Existing Home Sales, October</li> <li>• UK Retail Sales, October</li> <li>• Japan Consumer Prices, October</li> </ul>

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