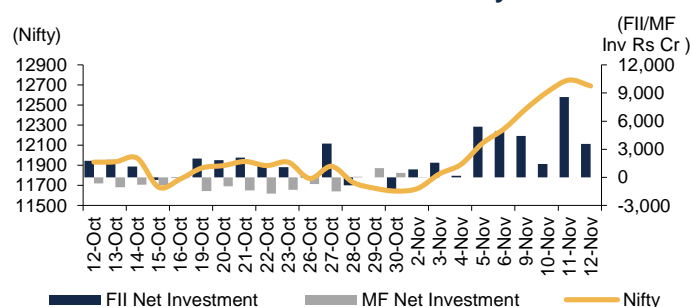


Indian equity benchmark indices' returns

Broad Indices	Nov 13	% chg week	% chg 3 Mth	% chg Year
S&P BSE Sensex	43,443	3.70	13.40	8.29
Nifty 50	12,720	3.72	12.56	7.43
Nifty 500	10,387	3.53	11.60	7.82
S&P BSE 100	12,784	3.74	11.77	7.14
S&P BSE Midcap	15,876	3.06	8.87	8.30
S&P BSE Smallcap	15,639	2.77	12.19	17.19

FII and mutual fund investment vs. Nifty



Sectoral Indices	Nov 13	% chg week	% chg 3 Mth	% chg Year
S&P BSE Metal	9,422	8.12	8.62	-0.98
S&P BSE Realty Index	1,910	6.82	16.22	-10.24
S&P BSE CG	15,811	6.78	13.94	-12.29
S&P BSE Bankex	32,720	6.43	30.11	-5.40
S&P BSE Power	1,870	5.45	18.08	-3.36
S&P BSE Oil & Gas	12,957	4.94	-3.12	-14.76
S&P BSE Auto	18,781	3.96	5.86	2.79
S&P BSE FMCG	11,511	3.22	-2.10	-3.75
S&P BSE CD	25,621	1.22	15.58	2.25
S&P BSE Healthcare	19,827	0.88	4.51	53.02
S&P BSE IT	21,601	-0.49	18.28	42.50

Source: BSE, NSE, SEBI, NSDL

Indian debt market indicators

Indicators	Nov 13	Previous Week	1 month ago
Call Rate	3.40%	2.55%	3.25%
10 Yr G-Sec [^]	5.88%	5.86%	5.90%

[^]5.77% 2030 paper [^]Weighted Average Yield

Currencies vs INR

Currency	Nov 13	Week ago	3 months ago	1 year ago
USD	74.61	74.20	74.84	72.09
GBP	98.20	97.54	97.88	92.63
Euro	88.11	87.86	88.52	79.38
Yen*	70.97	71.69	70.10	65.84

*exchange rate represents 100 units of the currency

Markets update

A. Domestic

1. Equity

- Indian equity indices rallied for the second consecutive week. Benchmarks S&P BSE Sensex and Nifty 50 advanced around 3.7% each.
- Market rose in response to positive global cues including Joe Biden winning the US presidential elections, renewed hopes of a Brexit deal and signs of progress in the development of the covid-19 vaccine.
- Fresh stimulus measures under Aatmanirbhar Bharat 3.0 and strong buying interest in the metal, realty, capital goods and banking counters also propelled the market higher.
- S&P BSE Metal (topmost sectoral gainer), S&P BSE Realty, S&P BSE Capital Goods and S&P BSE Bankex indices rallied 8.1%, 6.8%, 6.8% and 6.4%, respectively.
- Shares of Eicher Motors emerged top gainer on the Nifty 50, rising 17.6% on week to settle at Rs 2514.6 per share after reporting better than expected quarterly earnings.
- Further gains were capped owing to profit booking in the information technology stocks and concerns about sharp increase in the coronavirus cases globally.
- Shares of HCL Technologies were among the top losers on the Nifty 50, declining 2.6% on week to settle at Rs 828.1 per share, weighed by profit sales in IT stocks.

2. Debt

- Government bond prices ended almost unchanged after recouping midweek losses. The yield on the 10-year benchmark 5.77%, 2030 paper settled at 5.88% on November 13 compared with 5.87% on November 6
- Gilts began the week on a dim note on subdued sentiment due to the weak demand for dated securities seen at the last week's auction. Bond prices dipped further tracking a rise in US benchmark treasury yields in the first half of the week amid optimism over the Covid-19 vaccine
- Price rose ahead of the central bank's auction under special open market operations on November 12
- Market players also cheered as the central bank announced another special open market operation scheduled for November 19
- Some gains were erased following the release of the latest domestic consumer inflation figures for October

3. Forex

- The rupee ended lower after giving up early gains against the US dollar
- The local currency began the week brightly. Increase in risk sentiment following US President elect Joe Biden's election win, supported the rupee
- Optimism that a vaccine to combat Covid-19 may be in sight helped the rupee appreciate further
- Dollar demand from state-owned banks and weakness in domestic equities in the second half of the week erased some gains

International equity benchmark indices' returns

Indices	Nov 13	% chg week	% chg 3 Mth	% chg Year
DJIA*	29,080	2.67	3.94	4.67
Nasdaq Composite*	11,710	-1.56	6.33	38.05
FTSE 100*	6,339	7.26	0.94	-13.77
Nikkei 225	25,386	4.36	9.19	8.86
Straits Times	2,711	5.15	4.45	-16.29
Hang Seng	26,157	1.73	3.67	-1.56
Shanghai Comp	3,310	-0.06	-0.32	13.94

*As of Nov 12

International debt market indicators

Indicators	Nov 13	Nov 6
US 10-Year*	0.89	0.82
UK 10-Year*	0.36	0.28
German 10-Year*	-0.54	-0.62
Japan 10-Year	0.02	0.01
3-M USD Libor*	0.22%	0.21%
6-M USD Libor*	0.25%	0.24%
1-Y USD Libor*	0.34%	0.33%

*As of Nov 12

Commodities

Commodity	Nov 13	% chg week	% chg 3 Mth	% chg Year
Brent Crude Oil (\$ per barrel)*	43.53	10.34	-3.18	-30.21
Gold (\$ per troy ounce)*	1874.85	-3.40	-3.57	28.16
Silver (\$ per ounce)*	24.22	-6.07	-7.75	42.86
Indian gold (Rs per 10 gm)	50738.00	-2.79	-3.25	32.80
Indian Silver (Rs per Kg)	62609.00	-4.78	-6.16	40.38

*As of Nov 12

Source: Respective commodity exchanges, LBMA, MCX

B. International

1. Equity

- Major global equity indices ended higher as positive cues from a late-stage Covid-19 vaccine trial boosted investors' risk appetite.
- US stocks ended mixed with Dow Jones ending higher owing to optimism regarding Covid-19 vaccine and better-than-expected domestic jobs data, while Nasdaq declined due to sell-off in the technology stocks and relentless spike in coronavirus cases.
- US non-farm payroll employment jumped by 638,000 jobs in October after surging up by a revised 672,000 jobs in September; the unemployment rate dropped to 6.9% in October from 7.9% in September.
- US initial jobless claims fell to 709,000 in the week ended November 7, a decrease of 48,000 from the previous week's revised level of 757,000.
- Britain's FTSE index surged over 7%, primarily boosted by Brexit trade deal hopes and upbeat earnings reports of major companies.
- Britain's finance minister Rishi Sunak said that significant progress have been made in a post-Brexit trade deal talks.
- A further rally was prevented by slower-than-expected domestic economic growth in September quarter.
- UK GDP grew 15.5% sequentially in the third quarter after a contraction of 19.8% in the second quarter and 2.5% in the first quarter.
- All major Asian equities also ended positively. Japan's Nikkei index jumped around 4%, tracking a sharp rally in the US markets and buoyed by gains in the airlines, technology and railways stocks.
- Hong Kong's Hang Seng index rose nearly 2% led by heavy buying in technology stocks and encouraging reports of coronavirus vaccine.
- China's Shanghai Composite ended flat. Index rose earlier due to upbeat economic data and as Joe Biden's US Presidential election win raised hopes of diminishing tensions between the US and China. However, some gains were restricted by softer growth in new bank loans during October month and concerns about surge in the coronavirus cases.

2. Commodity

- Crude oil prices extended gains in the week as promising result of coronavirus vaccine trial triggered demand hopes and after Saudi Arabia indicated to adjust its current supply-cut pact.
- Indian gold prices declined in this week due to lack of festive demand from jewelers despite.
- Indian silver prices fell this week on falling demand from coin-makers and recovering industrial offtake.

• News summary

1. Domestic

- India's industrial output grew by 0.2% in September, entered positive territory after a gap of six months, mainly due to higher output in mining and power sectors. The IIP had contracted by 4.6% in September 2019.
- India's retail inflation inched up to 7.61% in October driven by rising food prices; inflation stood at 7.27% in September 2020 and 4.62% in October 2019.
- Moody's raised India's GDP forecast for the calendar year 2020 upwards to -8.9% contraction from -9.6% contraction forecast earlier. It also revises GDP forecast for the calendar year 2021 upwards to 8.6% from 8.1% projected earlier.
- India's GDP is estimated to contract by 8.6% in July-September after a contraction of 23.9% in the April-June quarter, according to an Economic Activity Index constructed by the RBI, using 27 high-frequency indicators.
- According to RBI's monthly bulletin, the Indian economy could break out of contraction and return to positive growth by the third quarter of the current financial year if the growth momentum sustains.
- Finance minister announced the Atmanirbhar Bharat 3.0 package, under which 12 measures worth Rs 2.65 lakh cr have been announced; adds that the Centre and RBI have together provided total fiscal stimulus of Rs 29.87 lakh cr since the COVID-19 pandemic began, and that this amount is 15% of India's gross domestic product (GDP).
- The Union Cabinet approved Production-Linked Incentives (PLI) worth up to Rs 2 lakh crore for 10 manufacturing sectors for next five years.
- SEBI formed expert group to review norms related to share-based staff benefit, issue of sweat equity.

2. International

- US consumer price index was unchanged in October after rising by 0.2% in September.
- Eurozone industrial output fell unexpectedly by 0.4% in September compared to a 0.6% rise in August.
- UK gross domestic product grew 15.5% sequentially in the third quarter after a contraction of 19.8% in the second quarter and 2.5% in the first quarter.
- China's consumer price index rose 0.5% from a year earlier in October compared with a 1.7% rise in September, while producer price index fell 2.1% from a year earlier in October, same as that in September.
- Japan producer prices decreased 2.1% annually in October, following a 0.8% drop in September.

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Week ahead

Day	Events
Monday, November 16, 2020	<ul style="list-style-type: none"> Japan GDP, Q3 2020 Japan Industrial Production, September 2020 China Industrial Output, October 2020 China Retail Sales, October 2020 India Wholesale Inflation, October 2020
Tuesday, November 17, 2020	<ul style="list-style-type: none"> US Retail Sales, October 2020 US Industrial Production, October 2020 US NAHB Housing Market Index, November 2020
Wednesday, November 18, 2020	<ul style="list-style-type: none"> US Housing Starts, October 2020 US Core Inflation, October 2020 Eurozone Consumer Prices, October 2020 UK Consumer Prices, October 2020
Thursday, November 19, 2020	<ul style="list-style-type: none"> US Existing Home Sales, October 2020
Friday, November 20, 2020	<ul style="list-style-type: none"> UK GfK Consumer Confidence, November 2020 UK Retail Sales, October 2020



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