



Financial Market & Economy Update

Domestic Update:

- Industrial growth shrunk for the second straight month in September, contracting by 4.3% , the most in nearly 8 years. The slide was mainly due to poor performance in the manufacturing sector, according to official data released on Monday.
- Manufacturing Production in India decreased 3.90 % in September of 2019 over the same month in the previous year.
- The mutual fund industry garnered Rs 8,246 crore through systematic investment plans (SIPs) in October, a rise of 3.2 % as compared with the year-ago period, amid rally in the stock market following a series of reform measures taken by the government. With this, the total SIP contribution in the first seven months of the current financial year rose to Rs 57,607 crore as compared with Rs 52,472 crore in April-October 2018, according to the latest data from the Association of Mutual Funds in India (Amfi).
- India's Retail inflation for the month of October breached the Reserve Bank of India's (RBI) medium-term target of 4% for the first time since July 2018. Inflation touched 4.62, according to the data released by the statistics office on Wednesday, compared to 3.99% in the month of September. Inflation, as measured by the Consumer Price Index (CPI), was 3.38% in October last year. Consumer Food price inflation, which amounts to half of the inflation basket, increased to 7.89 % compared to 5.1% in the previous month. Core inflation which excludes energy and food items was mapped at 3.5 % in comparison to 4% a month ago. Meanwhile, pulses inflation shot up to 11.72% from 8.4% MoM and vegetable inflation jumped to 26% from 11.4% MoM.
- Wholesale prices in India rose by 0.16 % year-on-year in October of 2019, slowing from a 0.33 % gain in the previous month and compared with market expectations of a flat reading. It was the lowest wholesale inflation rate since a decline in June 2016, as cost of both fuel and manufacturing continued to fall.
- India's trade deficit narrowed to \$11.01 billion in October from \$18.0 billion a year ago, the trade ministry said on Friday, helped by lower oil imports.

Global Update:

- Industrial production in the United Kingdom fell 1.4 % year-on-year in September of 2019, following a 1.8 % drop in August. It marks the fourth straight month of losses in industrial output, amid declines in manufacturing (-1.8 % compared to -1.6 % in August); mining and quarrying (-2.7 % compared to -7.4 %); oil and gas extraction (-3.3 % compared to -9.1 %); and electricity, gas, steam and air conditioning (-0.1 % compared to -1.9 %).
- The UK trade deficit rose to GBP 3.36 billion in September 2019 from an upwardly revised GBP 1.76 billion in the previous month.
- Britain's gross domestic product expanded 1.0 % year-on-year in the third quarter of 2019, slowing from 1.3 % in the previous period and missing market consensus of 1.1 %.
- Core machinery orders in Japan, which exclude those of ships and electrical equipment, declined 2.9 % from a month earlier in September 2019, following a 2.4 % fall in August and compared with market expectations of a 0.9 % increase.
- British inflation fell to its lowest level in nearly three years in October, official data showed on Wednesday, adding to expectations that the Bank of England's next move might be an interest rate cut. Consumer prices rose at an annual rate of 1.5%, lower than September's 1.7%, as a power regulator's tariff cap pushed down electricity and gas prices for 15 million homes.
- Britain's employers cut more jobs from July to September than in any quarter for four years, according to official data, which highlighted how the labour market is slowing as an election nears although the fall was smaller than economists forecast. The unemployment rate fell back to 3.8%, its lowest level since early 1975, the Office for National Statistics said. The ONS said the number of people in employment fell by 58,000 to 32.753 million.
- China's industrial production increased by 4.7 % year-on-year in October of 2019, slowing from a 5.8 % rise in the previous month and missing market consensus of 5.4 %.
- Germany's gross domestic product grew by a seasonally-adjusted 0.1 % on quarter in the three months to September 2019, rebounding from a revised 0.2 % fall in the previous period and beating market expectations of a 0.1 % contraction, a preliminary estimate showed.
- The Eurozone quarterly economic growth was confirmed at 0.2 % in the third quarter of 2019, the same as in the previous three-month period, a second estimate showed.



Equity Market Update

- The market ended flat during the week ended November 15 as it witnessed range-bound movement throughout the week amid weak macro data and no major development on the global front. In the past week, the Sensex rose 33.08 points to end at 40,356.69, while the Nifty was down 12.65 points ended at 11,895.5.
- Broader Markets:** The BSE mid-cap index was up 0.28 %, while the small-cap index fell 1.10 % and the BSE large-cap index was down 0.22 % in the past week.
- Sector Update:** The Nifty Metal index underperformed the sectoral indices with a

Domestic Markets



Index	15-Nov-2019	08-Nov-2019	% Change
BSE Sensex	40356.69	40323.61	0.08
S&P CNX Nifty	11895.45	11908.15	-0.11
CNX Midcap	16803.85	16713.35	0.54
CNX 500	9667.3	9683.3	-0.17
BSE Smallcap	13326.4	13474.75	-1.1

Global Markets



Index	15-Nov-2019	08-Nov-2019	% Change
Dow Jones	28004.89	27681.24	1.17
Nasdaq	8540.83	8475.31	0.77
S&P 500	3120.46	3093.08	0.89
FTSE 100	7302.9	7359.4	-0.77
Shanghai Composite	2891.34	2964.18	-2.46
Hang Sang	26326.66	27651.14	-4.79

Institutional Flows (Equity)



Description (INR Cr)	Purchases	Sales	Net
FII Flows*	28507	20505	8002
MF Flows*	0	0	0

*FII data from 8th Nov to 14th Nov 2019

*MF data is not been updated on SEBI Website

F&O FII Trends (Rs. Crs)



Date	Index	Stocks
11-Nov-2019	711.82	-215.01
13-Nov-2019	-20.37	-463.01
14-Nov-2019	2515.59	436.58

Policy Rates



Key Rates (%)	15-Nov-2019	1 Week Ago	1 Month Ago
Reverse Repo	4.9	4.9	5.15
Repo	5.15	5.15	5.4
CRR	4	4	4
SLR	18.75	18.75	18.75

Key Rates



loss of more than 4 % during the week. Nifty FMCG index fell by 2.06%, Nifty Reality and Nifty Media index fell by 1.46% and 1.36% respectively.



Debt Market Update

- Indian government bonds gained this week, as a sharp contraction in the country's industrial output aggravated growth concerns and increased bets of policy easing the next month and going ahead, ignoring a spike in inflation.
- The benchmark 6.45% bond maturing in 2029 ended at 99.46 rupees, yielding 6.52%, in Mumbai. The benchmark bond yield eased four basis points this week after rising 11 basis points last week.



Commodity Market Update

Oil Update:

- Oil prices edged up for the week ending Nov. 15, with the price of West Texas Intermediate (WTI) for December delivery up 0.84 % and Brent crude oil for January up 1.26 %.
- WTI closed the week at 57.72 U.S. dollars a barrel on the New York Mercantile Exchange, while Brent crude for January finished the week at 63.30 dollars a barrel on the London ICE Futures Exchange.
- WTI and Brent crude prices have increased 27.11 % and 17.66 %, respectively, so far this year, falling from their peak levels in April when the growth of WTI hit over 40 %, and Brent crude over 30 %. U.S. crude oil inventories, excluding those in the Strategic Petroleum Reserve, increased by 2.219 million barrels during the week ending Nov. 8, beating analysts' expected growth of 1.649 million barrels, which implies weaker demand and bearish for crude prices.

Gold Update:

- Gold prices in India fell sharply in India on Friday, with futures contracts on MCX ending the week 0.77% lower at Rs.37,971 per 10 gram. Gold prices are now down about Rs 2,000 per 10 gram, from their record highs of about Rs.40,000 in early September.
- Silver prices also ended the week softer. On MCX, silver contracts fell 0.76% to Rs.44,385 per kg.
- In global markets, gold has also corrected sharply from their six-year highs of about \$1,550 in early September.



Currency Market Update

- On a weekly basis, the rupee fell 50 paise at 71.79 on November 15 versus the November 8 closing of 71.29.
- Foreign exchange reserves continued their upward march surging \$1.710 billion to touch a new high of \$447.81 billion in the week to November 8.
- For the week, U.S Dollar Index ("DXY") fell by 0.36% to \$97.999.

Key Rates (%)	15-Nov-2019	08-Nov-2019	% Change
Mibor Overnight	5.25	5.14	2.14
CALL (O/N)	5.09	5.02	1.39
CBLO	4.92	5	-1.6
T Bills Index (12M)	5.17	5.21	-0.77
10 Year GSEC	6.52	6.56	-0.61

Commodity Market



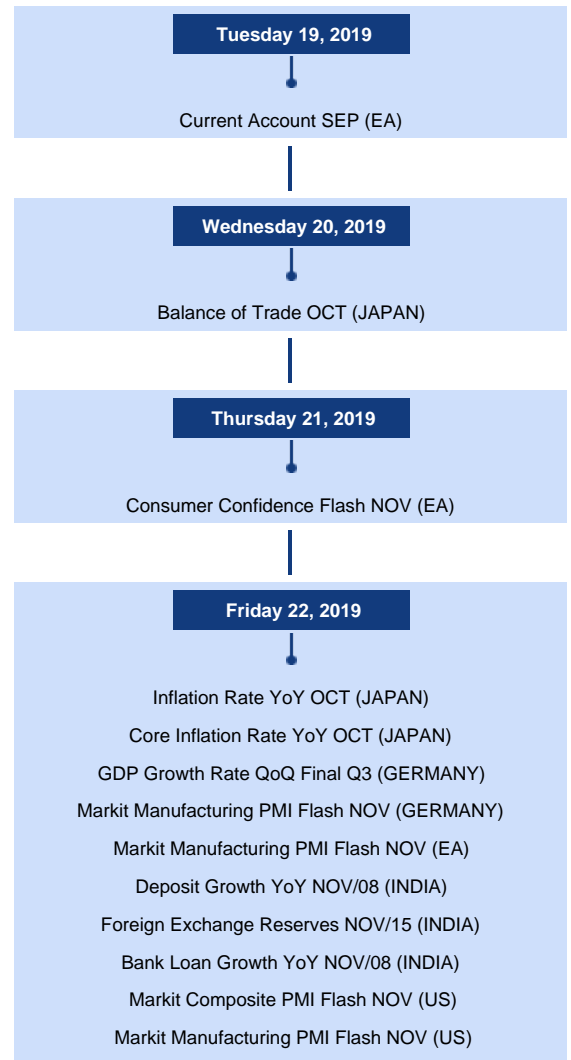
Commodity (INR)	15-Nov-2019	Gain+/Loss-	% Change
Gold (10 gm)	38096	177	0.47
Silver (1 kg)	44323	83	0.19
Crude Oil (\$/barrel)	63.3	0.79	1.26

Currency Market



Currency	15-Nov-2019	Gain+/Loss-	% Change
USD/INR	71.71	0.46	0.65
EURO/INR	79.04	0.31	0.39
GBP/INR	92.37	1.1	1.21
JPY/INR	66.04	0.83	1.27

Upcoming Events





Events	Actual %	Previous %
Machinery Orders YoY SEP (JAPAN)	5.1	-14.5
GDP Growth Rate YoY Prel Q3 (GREAT BRITAIN)	1.0	1.3
Balance of Trade SEP (GREAT BRITAIN)	£-3.36B	£-1.76B
Industrial Production YoY SEP (INDIA)	-4.3	-1.4
Manufacturing Production YoY SEP (INDIA)	-3.9	-1.5
ZEW Economic Sentiment Index NOV (GERMANY)	-2.1	-22.8
Inflation Rate YoY OCT (INDIA)	4.62	3.99
Core Inflation Rate YoY OCT (US)	2.3	2.4
Inflation Rate YoY OCT (US)	1.8	1.7
PPI YoY OCT (JAPAN)	-0.4	-1.1
Inflation Rate YoY Final OCT (GERMANY)	1.1	1.2
Inflation Rate YoY OCT (GREAT BRITAIN)	1.5	1.7
GDP Growth Rate QoQ Prel Q3 (JAPAN)	0.1	0.4
WPI Food YoY OCT (INDIA)	9.8	7.47
WPI Manufacturing YoY OCT (INDIA)	-0.84	-0.42
WPI Fuel YoY OCT (INDIA)	-8.27	-7.05
WPI Inflation YoY OCT (INDIA)	0.16	0.33
GDP Growth Rate QoQ Flash Q3 (GERMANY)	0.1	-0.2
GDP Growth Rate QoQ 2nd Est Q3 (EA)	0.2	0.2
Industrial Production YoY Final SEP (JAPAN)	1.3	-4.7
Balance of Trade SEP (EA)	€18.7B	€14.7B
Foreign Exchange Reserves NOV/08 (INDIA)	\$447.81B	\$446.1B
Balance of Trade OCT (INDIA)	¥-11.01B	¥-10.86B
Retail Sales MoM OCT (US)	0.3	-0.3

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