

Global Market roundup				
	Last Close	1 Day	1 mth	1 Year Ago
Equities return (%)				
Dow Jones	15739	(1.5)	(0.5)	19.5
FTSE	6456	0.2	(2.6)	8.9
Nikkei	15403	0.4	5.7	58.1
Hong Kong	23246	0.1	3.5	3.6
10Y Bond yield (bps)				
US	2.88	0.0	17.8	114.8
UK	2.90	0.4	10.0	104.2
Japan	0.70	3.2	9.5	(3.4)
Currencies return (%)				
DXY	80.4	0.6	(0.7)	0.6
EUR	1.37	(0.5)	1.7	4.9
GBP	1.63	(0.6)	1.4	1.0
JPY	103.5	1.1	4.3	23.8
Commodity return (%)				
WTI	97	(0.5)	3.3	12.9
Brent	108	(0.3)	1.2	0.4
Gold	1232	0.5	(3.9)	(27.4)
Indian market movements				
Equities return (%)				
Sensex	20716	(1.0)	2.6	7.7
Bankex	12970	(2.2)	8.0	(7.9)
Money market (bps)				
Call rate	6.00	(85.0)	(260.0)	(210.0)
3M CD	8.66	8.3	(49.2)	14.8
3M CP	9.06	-	(46.3)	(1.2)
Indian Bond yield (bps)				
10Y Gsec	8.91	6.2	(1.1)	75.1
10Y AAA	9.72	2.1	(22.0)	74.0
Rupee market				
USD/INR	62.1	1.4	(1.9)	14.1
1Y Forward	67.3	1.4	(1.8)	17.0
1Y NDF	67.5	1.1	(2.2)	17.1

Domestic markets wrap-up

Key developments today:

- Higher than expected November CPI inflation print released yesterday added to bets that the RBI might raise rates in its policy meeting next week. Markets now await November WPI inflation print due on Monday.
- Indian equities fell** amidst caution ahead of RBI policy next week. Rate-sensitive banking and real-estate stocks were the major laggards.
- Rupee ends lower tracking losses in domestic equities:** Continued strength in the US Dollar amidst rising bets over possible early QE-tapering also weighed on Rupee. USDINR closed at 62.12 vs. yesterday's close of 61.83.
- Bonds end lower amidst speculation of a repo rate hike next week:** Intraday weakness in Rupee also weighed on bonds. The cut-off yield in 14-day term repo auction (worth INR 485 bn) came in at 8.01% today.

Global market developments

- Asian stocks end mixed:** Shanghai Composite fell by 0.3% amidst caution ahead of Government's growth targets due to be announced next week. Nikkei rose by 0.4% amidst a weaker Yen.
- The US Dollar rose amidst QE-tapering concerns:** The Yen weakened to its lowest levels in five years vs. the Dollar amidst contrasting outlook over Central Bank stance in the two economies. Markets look forward to FOMC meeting next week.
- US Treasuries slightly weaker, holding on to yesterday's losses amidst upbeat retail sales print:** The bid-to-cover ratio in yesterday's auction of 30-year notes came in at 2.16, lowest since August 2013.

Commodity market developments

- Crude oil prices lower on the back of a stronger Dollar:** Brent remained under pressure as Libya is scheduled to resume operation of its eastern oil-export terminals later this week.
- Gold prices marginally higher on value buying following a loss of 2% yesterday:** Holdings in SPDR Gold Trust declined by 6 tonnes yesterday to 827.6 tonnes which weighed on the bullion.

Fixed Income Market

GOI Sec Market

Security	Closing Yield	Previous Yield
7.16% GOI 2023	9.26%	9.18%
8.28% GOI 2027	9.35%	9.29%
8.19% GOI 2020	9.23%	9.08%
8.79% GOI 2021	9.27%	9.21%

Overnight Indexed Swap

Tenor	December 13	December 12
1 Year	8.56	8.47
2 Year	8.36	8.28
5 Year	8.52	8.43

MIFOR

Tenor	December 13	December 12
1 Year	8.70	8.70
3 Year	8.25	8.20
5 Year	8.20	8.15

Money Market

	December 13	December 12
Call Money Range	6.00	6.85
MIBOR	7.73	7.75
Reverse Repo Amt	--	62.86
Repo Amt	106.71	51.06

Global Treasury Yields

	December 13	December 12
US 10 Year	2.88	2.88
EURO 10 Year	1.84	1.84
GBP 10 Year	2.90	2.82
JPY 10 Year	0.70	0.66

Swap Rate

Currency	1-year	2-year	5-year	10-year
USD	0.29	0.4338	1.6343	2.94
EUR	0.436	0.5315	1.1700	2.0600
GBP	0.646	0.8454	1.8730	2.8290
JPY	0.2	0.1888	0.3780	0.8763
CHF	0.0693	0.1056	0.6601	1.5448

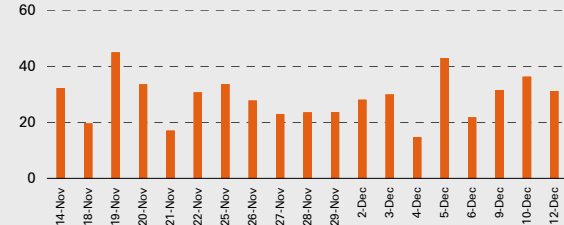
Forex Market

Currency	USD	EUR	GBP	JPY	CHF
USD	-	0.7286	0.6146	103.62	0.8909
EUR	1.3725	-	0.8435	142.22	1.2228
GBP	1.6271	1.1855	-	168.60	1.4496
JPY	0.0097	0.7032	0.5931	-	0.8598
CHF	1.1224	0.8178	0.6898	116.31	-

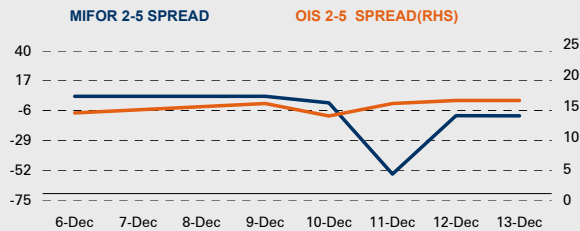
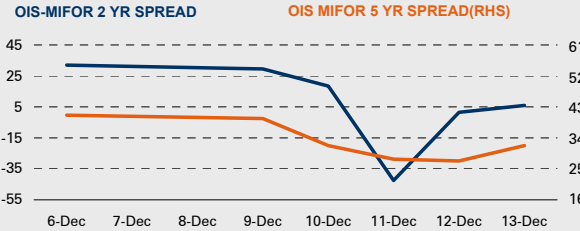
USD INR Forwards

	Annualised	Paise
3-month	8.99	110.00
6-month	8.74	246.00
9-month	8.49	368.50
12-month	8.26	489.00

NSE WDM Volumes (INR bn)



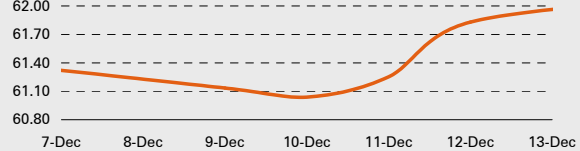
OIS-MIFOR Spreads



LIBOR

	3 month	6 month
EURO LIBOR	0.26	0.34
USD LIBOR	0.24	0.35
GBP LIBOR	0.52	0.60
JPY LIBOR	0.15	0.21
CHF LIBOR	0.07	0.07

USD/INR Movement



Asia Pacific Currencies

	December 13	December 12
USD/INR	62.12	61.81
USD/SGD	1.2576	1.2559
AUD/USD	0.8916	0.8937
USD/THB	32.06	32.14
USD/KRW	1052.55	1050.99

Vols (1 month)

Currency	December 13	December 12
INR	11.46	11.46
EUR	6.96	6.87
JPY	10.08	9.73
GBP	6.60	6.54
CHF	8.85	8.87

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