

## Equity Market

- Indian stock markets rose on liquidity infusion from triple domestic cuts (CRR, SLR and Repo rate) along with positive global cues. The Sensex rose by 5.62% to close at 10,337.68 while the Nifty gained 5.48% to close at 3043.85. Bajaj Auto declined 8.56% as the company reported an annual decline of 34% in auto sales in October 2008.
- The BSE Bankex gained 7.51% today to close at 5387.39. SBI rose by 11.81% while ICICI Bank gained 7.91% to close at 430.95.
- Most Asian stocks rose except Shanghai. Hang Seng climbed 2.69%, while the Japanese markets were closed today. Shinhan financial group Co. rose 5.9%.

## Debt Market

- India's 10-year bonds fell as the RBI cut SLR by 100 bps, leading to decrease in demand for Government Treasuries. The yield on the benchmark 8.24% note due April 2018 rose 6 bps to 7.56%.
- India's call rate ended at 7.25% today. RBI conducted two LAFs today. It injected INR 5.50 bn in the 1st one while in the 2nd it injected INR 125.90 bn (net), thereby injecting INR 131.40 bn into the banking system today.
- US 10-year Treasuries rose due to increasing risk aversion. However gains were restricted due to thinner volumes as Japanese markets were closed. The yield on the benchmark 10-year security was at 3.857%.

## Forex Market

- The Rupee gained against the Dollar as equity markets surged following the weekend liquidity infusion measures and on broad Dollar weakness. The USD/INR pair ended at 48.64 from 49.46 on Friday.
- The 6-month and 1-year forward premium was at 2.06% and 1.49% as compared at 2.46% and 1.69% on Friday.
- Despite Yen weakened against the Dollar as risk aversion retreated slightly. EUR/USD was at 1.2844 from 1.2721 on Friday and GBP/USD was at 1.6181 from 1.6172 on Friday. USD/JPY was at 99.174 versus 97.53 on Friday. \*

\*These levels are taken at 18:00 IST.

## Commodities Market

- Crude oil prices fell as reduced imports by Asian refiners reinforced concern that demand slowdown is spreading to emerging markets. Crude oil for December delivery was at USD 66.07 a barrel. (19:30 IST)
- Gold prices rose as the Dollar depreciated, increasing the appeal of the metal as an alternative investment. Gold for immediate delivery was trading at 725.20 USD/oz on the COMEX. (19:30 IST)

**Fixed Income Market**

**GOI Sec Market**

Security	Closing Yield	Previous Yield
7.55% GOI 2010	7.34%	7.42%
7.40% GOI 2012	7.50%	7.42%
7.38% GOI 2015	7.64%	7.60%
8.24% GOI 2018	7.56%	7.50%
8.35% GOI 2022	7.93%	7.93%
8.33% GOI 2030	8.10%	8.10%

**Overnight Indexed Swap**

Tenor	November 3	October 31
1 Year	6.38	6.51
2 Year	6.31	6.37
5 Year	6.62	6.57

**MIFOR**

Tenor	November 3	October 31
1 Year	4.00	4.55
3 Year	4.30	4.23
5 Year	5.65	5.48

**Money Market**

	November 3	October 31
Call Money Range	7.25	19.50
MIBOR	7.05	13.18
Reverse Repo Amt	0.60	0.10
Repo Amt	5.50	656.55

**Global Treasury Yields**

	November 3	October 31
US 10 Year	3.95	3.96
EURO 10 Year	3.84	3.90
GBP 10 Year	4.48	4.52
JPY 10 Year	1.48	1.48

**Swap Rate**

Currency	1-year	2-year	5-year	10-year
USD	2.509	2.779	3.855	4.442
EUR	4.019	3.6960	4.0065	4.4130
GBP	4.056	4.2720	4.6090	4.7915
JPY	0.87	0.8550	1.1650	1.5650
CHF	2.489	2.5300	2.9400	3.4250

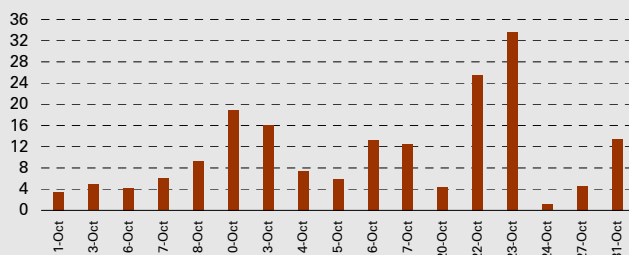
**Forex Market**

Currency	USD	EUR	GBP	JPY	CHF
USD	-	0.7784	0.6175	99.22	1.1570
EUR	1.2847	-	0.7933	127.48	1.4865
GBP	1.6194	1.2605	-	160.70	1.8737
JPY	1.0078	0.7843	0.6222	-	1.1659
CHF	0.8643	0.6727	0.5337	85.75	-

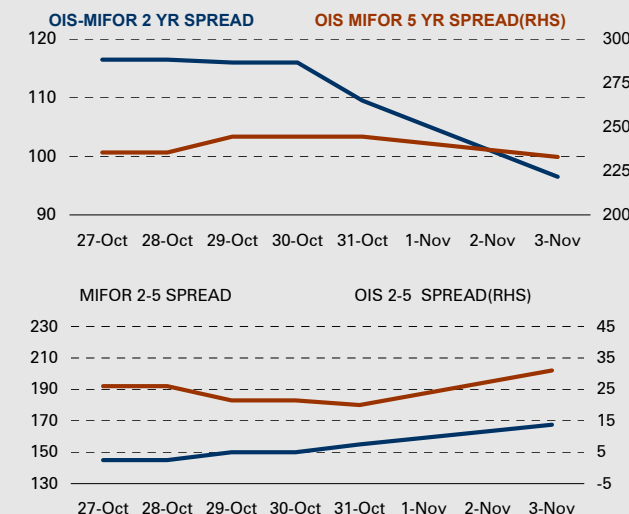
**USD INR Forwards**

	Annualised	Paise
December	3.24	4.60
March	2.06	2.73
June	1.66	2.06
September	1.49	1.72

**NSE WDM Volumes (INR bn)**



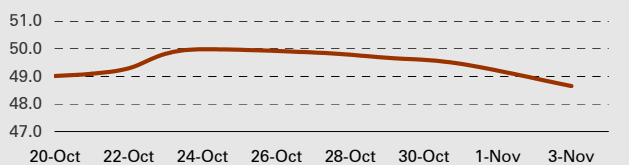
**OIS-MIFOR Spreads**



**LIBOR**

	3 month	6 month
EURO LIBOR	4.74	4.79
USD LIBOR	2.86	3.09
GBP LIBOR	5.78	5.89
JPY LIBOR	0.92	1.01
CHF LIBOR	2.84	2.84

**USD/INR Movement**



**Asia Pacific Currencies**

	November 3	October 31
USD/INR	48.64	49.46
USD/SGD	1.4700	1.4836
AUD/USD	0.6775	0.6678
USD/THB	34.95	35.04
USD/KRW	1262.00	1290.50

**Vols (1 month)**

Currency	November 3	October 31
INR	20.72	26.06
EUR	25.98	27.27
JPY	28.53	31.37
GBP	26.37	27.66
CHF	31.94	33.20

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Interest Rate Derivatives	(+91-22) 2653-1011-15	Commodities Desk	(+91-22) 2653-1037-42
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