

Monthly Market Update: May, 2013

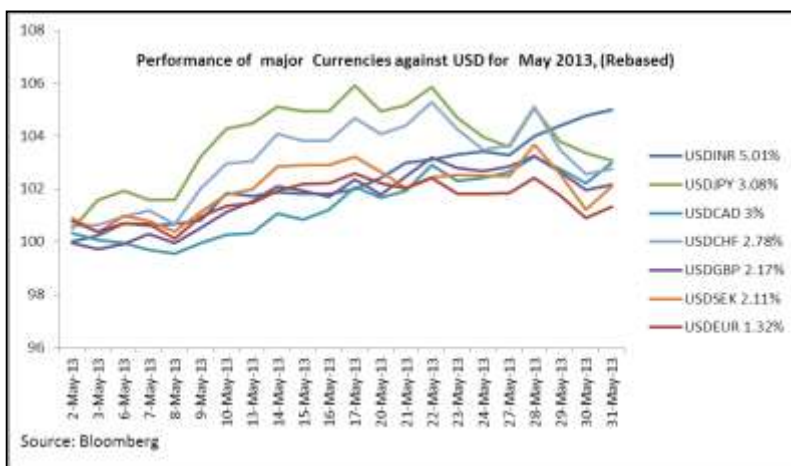
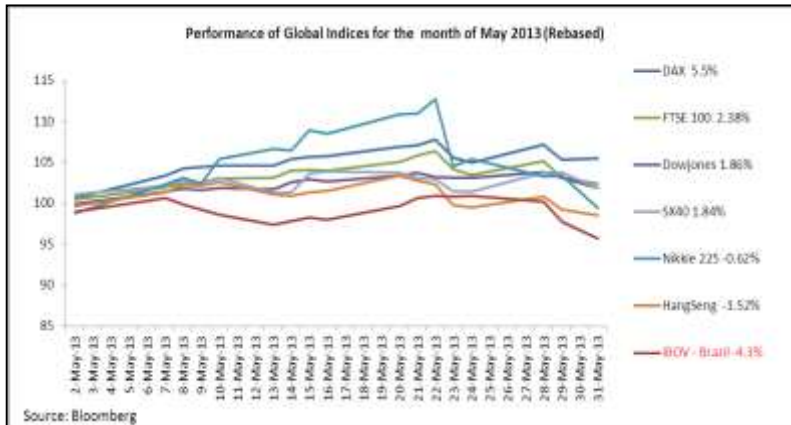
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- ➡ Indian Market Connect
- ➡ MCX-SX Corner
- ➡ MCX-SX Circulars
- ➡ Regulatory Developments
- ➡ Key Market Developments
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Mail box

*Appreciate your feedback at
yourviews@mcx-sx.com*

Global Market Connect



Top 20 Exchanges in Bond Trading

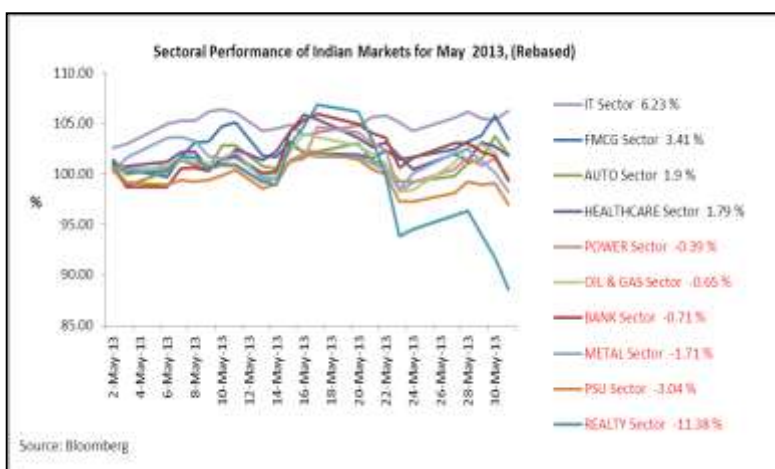
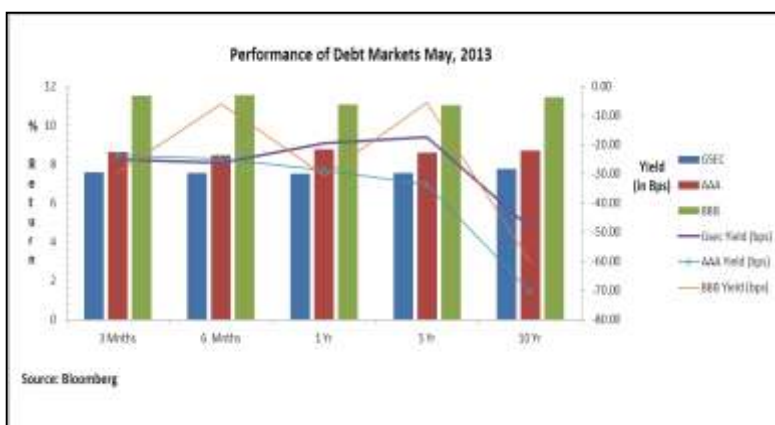
(Jan-Dec 2012)

Value of Bond trading			
Sr. No	Exchanges	USD Bn*	Y-o-Y % change
1	BME Spanish Exchanges	11,132	-36.1%
2	London SE Group	4,575	-15.2%
3	NASDAQ OMX Nordic Exchange	3,031	13.3%
4	Johannesburg SE	2,805	-3.2%
5	Korea Exchange	1,226	64.1%
6	Colombia SE	836	-8.7%
7	IMKB	520	0.3%
8	Oslo Børs	505	-14.5%
9	GreTai Securities Market	352	-
10	MICEX / RTS	334	-
11	Tel Aviv SE	252	2.3%
12	SIX Swiss Exchange	201	-0.3%
13	Santiago SE	170	-27.1%
14	National Stock Exchange India	138	12.9%
15	Shanghai SE	127	29.2%
16	Deutsche Börse	44	-35.1%
17	Irish SE	43	4.6%
18	Buenos Aires SE	37	14.7%
19	Shenzhen SE	22	93.6%
20	BSE India	20	-0.2%

Source: World Federations of Exchanges

(*) Rounded off to the nearby USDBn

Indian Market Connect



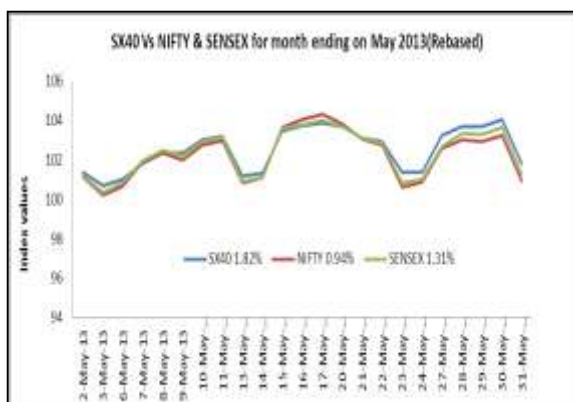
Corporate Bonds: Trading Details

Cumulative Trading of Corporate Bonds

Month	Exchange Platform		FIMMDA	
	No. of trades	Amount (Rs. Cr)	No. of trades	Amount (Rs. Cr)
April 2013	3408	39,404	4440	71,452
May 2013	3033	41,264	4214	68,762
% change	-11%	5%	-5%	-4%

Source: SEBI

Performance of SX40 V/s. Peers



Index	As on 2nd May 2013	As on 31st May 2013	Return (%)
SX40	11,679.80	11,731.91	0.45%
Sensex	19,735.77	19,760.30	0.12%
Nifty	5,999.35	5,985.95	-0.22%

Source: Exchange Websites

MCX-SX Corner

The Rupee depreciated against the Dollar, with the close price of USDINR for April 2013 moving from Rs. 53.9475 to Rs. 56.7925 during the period, experiencing a high of Rs. 56.7925 and a low of Rs. 53.9425

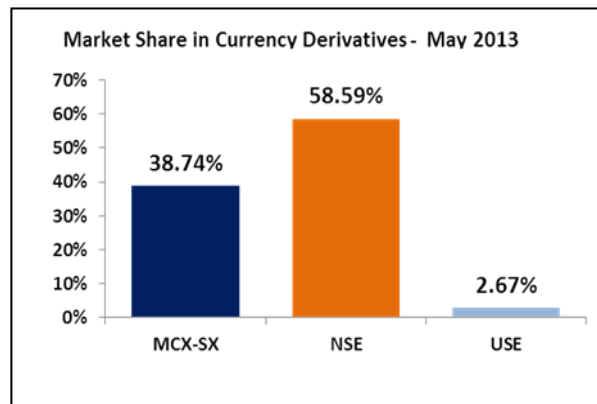
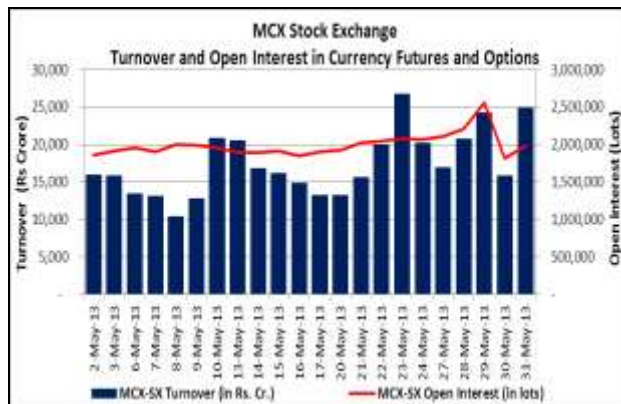


The Rupee depreciated against the British Pound, with the close price of GBPINR for April 2013 moving from Rs. 83.4725 to Rs. 86.3 during the period, experiencing a high of Rs. 86.3 and a low of Rs. 83.5475



The Rupee depreciated against the EURO, with the close price of EURINR for April 2013 moving from Rs. 70.545 to Rs. 73.72 during the period, experiencing a high of Rs. 73.72 and a low of Rs. 70.665

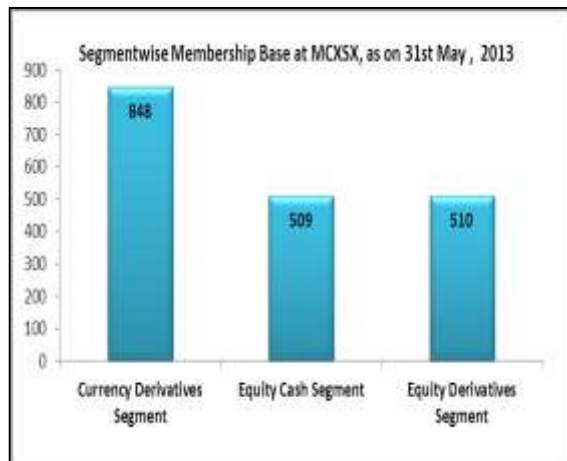
The Rupee depreciated against the Japanese Yen, with the close price of JPYINR for April 2013 moving from Rs. 55.3675 to Rs. 56.5475 during the period, experiencing a high of Rs. 56.5475 and a low of Rs. 53.56



During May 2013, the market share of the Exchange in the Currency derivatives segment stood at 38.74% in the Currency Futures and Options segment. The average daily turnover in MCX-SX across Currency Futures and Options segment was Rs. 17,383.66 with average daily volume of 3,105,179 lots during the same period.

MCX-SX Corner

Segment wise Membership Base



Source: MCX^{SX} – Membership, as on 31st May, 2013

Top 10 Gainers on MCX-SX SX40

Sr. No	Scrip's	2/5/13	31/5/13	Return (%)
1	TITAN	271.65	296.55	9%
2	SUNPHARMA	964.7	1051.05	9%
3	HEROMOTOCO	1622.9	1738.7	7%
4	HINDALCO	95.8	102.25	7%
5	INFY	2285.75	2411.95	6%
6	MCDOWELL-N	2292.95	2417.3	5%
7	TATAMOTORS	298.9	313.2	5%
8	LUPIN	701.9	734.8	5%
9	TCS	1429.2	1495.2	5%
10	BHEL	191.2	199.85	5%

Source: Exchange Website

MCX-SX Circulars

- ◆ Listing of Securities Dabur India Limited, DPSC Limited and Pennar Industries limited on the exchange, dated 2nd May, 2013, Ref. No: MCX-SX/LIST/1155,1156,1157/2013
- ◆ Annual Subscription Charges for F.Y. 2013-14, dated 9th May, 2013,Ref: MCX-SX/MEM/1175/2013
- ◆ Settlement Schedule for June 2013, dated 15th May, 2013,Ref.: MCX-SX/C&S/1180, 1181 & 1182/2013
- ◆ Revision in LES in Equity Derivatives and SX40 Derivatives, dated 15th May, 2013, Ref: MCX-SX/BD/1184 & 1185/2013
- ◆ Introduction on Book Building System, dated 17th May, 2013,Ref.: MCX-SX/ECM/TRD/1190/2013
- ◆ Dissemination of FSX40 on trading system, dated 20th May, 2012, Ref.: MCX-SX/INDEX/1191/2013
- ◆ Trade to Trade Settlement , dated 20th May, 2013, Ref.: MCX-SX/SURV/1193/2013
- ◆ Membership of Debt Segment dated 20th May, 2013, Ref. No: MCX-SX/MEM/1195/2013
- ◆ Broad Guidelines for Algorithmic Trading dated 24th May, 2013, Ref. No: MCX-SX/CTCL/1204/2013
- ◆ Changes in STT rate in Capital Market Segment and F&O Segment dated 29th May, 2013, Ref. No: MCX-SX/F&A/1209 & 1210/2013

Regulatory Developments and Reports

Securities and Exchange Board of India

- Amendments to SEBI (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and Equity Listing Agreement- Clarification, dated 13th May, 2013, Ref.: [CIR/CFD/DIL/7/2013](#)
- Scheme of Arrangement under the Companies Act, 1956 – Revised requirements for the Stock Exchanges and Listed Companies – Clarification, dated May 21st, 2013, Ref.: [CIR/CFD/DIL/8/2013](#)
- Broad guidelines for Algorithmic Trading, dated 21st May, 2013, Ref: [CIR/MRD/DP/16/2013](#)
- Comprehensive guidelines on Offer for Sale of Shares by promoters through the Stock Exchanges Mechanism, dated 30th May, 2012, Ref: [CIR/MRD/DP/17/2013](#)
- Review of the Securities Lending and Borrowing (SLB) framework, dated 30th May, 2013 , Ref: [CIR/MRD/DP/18/2013](#)

Reserve Bank of India

- Monetary Policy Statement, 2013-14 , [Report](#)
- Structured Mechanism for monitoring the credit growth to the MSE sector, dated 9th May , 2013, Ref.: [RBI / 2012-13/495](#)
- FDI in India - Issue of equity shares under the FDI scheme allowed under the Government route against pre-operative/pre-incorporation expenses, dated 17th May, 2013 Ref.: [RBI/2012-13/502](#)
- Guidelines on Composition of Capital Disclosure Requirements , dated 28th May, 2013 Ref.: [RBI/2012-13/512](#)
- Review of Prudential Guidelines on Restructuring of Advances by Banks and Financial Institutions, dated 30th May, 2013 Ref: [RBI/2012-13/514](#)

International Organization of Securities Commissions

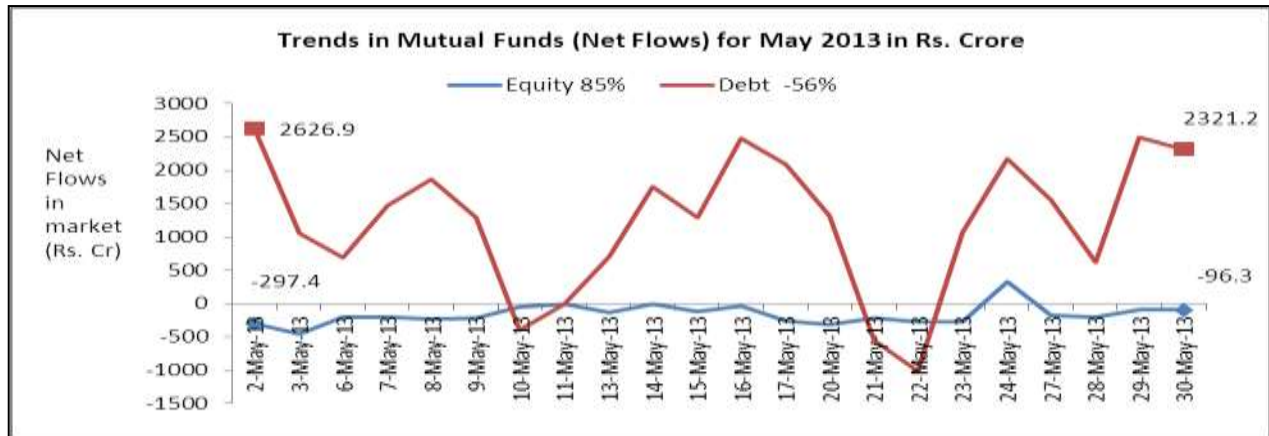
- Published the final report on Principles for the Valuation of Collective Investment Schemes, dated 3rd May, 2013, Ref.: [IOSCO/MR/18/2013](#)
- Emerging market regulators emphasized the need for stronger voice in shaping global regulatory reform to reflect emerging markets' position, dated 23rd May, 2013, Ref.: [IOSCO/MR/19/2013](#)

Organization for Economic Co-operation and Development

- Released Economic outlook, dated 29th May, Reference: [Report](#)

Key Indian Market Developments

Mutual Funds Investment Trend for May 2013 – Outflow of funds from Equity saw an increase of 85% when compared with previous month. Inflow into debt funds declined by 56% in comparison to previous month



Source: SEBI Website

Key Economic Indicators - India		Percentage Change
Exports in US\$ bn		
March 2013	30.85	-22%
April 2013	24.16	
Imports in US\$ bn		
March 2013	41.16	2%
April 2013	41.95	
International Reserves (as on 31st May, 2013)	US \$ 287.89 Bn	
Policy Rates		
Bank Rate	8.25%	
Repo Rate	7.25%	
Reverse Repo Rate	6.25%	
Lending/ Deposit Rates		
Base Rate	9.70% - 10.25%	
Term Deposit Rate	7.50% - 9.00%	

Source: Ministry of Finance and RBI

- OECD Economic Outlook (Vol:93), says India has probably surpassed Japan to become the world's third largest economy after US and China
- Lowered India's economic growth projection for 2013 to 5.3%. GDP Growth is projected to rise gradually over the next two years, says the OECD report

Source: OECD Economic Outlook

Current Account Deficit (US\$ bn) (Oct – Dec 12)		-32.54
Gold Imports (US \$ bn)		% change
March 2013	3147.49	-42%
Feb 2013	5472.16	
Net Imports – US\$ bn		% change
Oil	9.01	-7.96%
Non Oil	4.60	49.33%

Source: Ministry of Finance and RBI

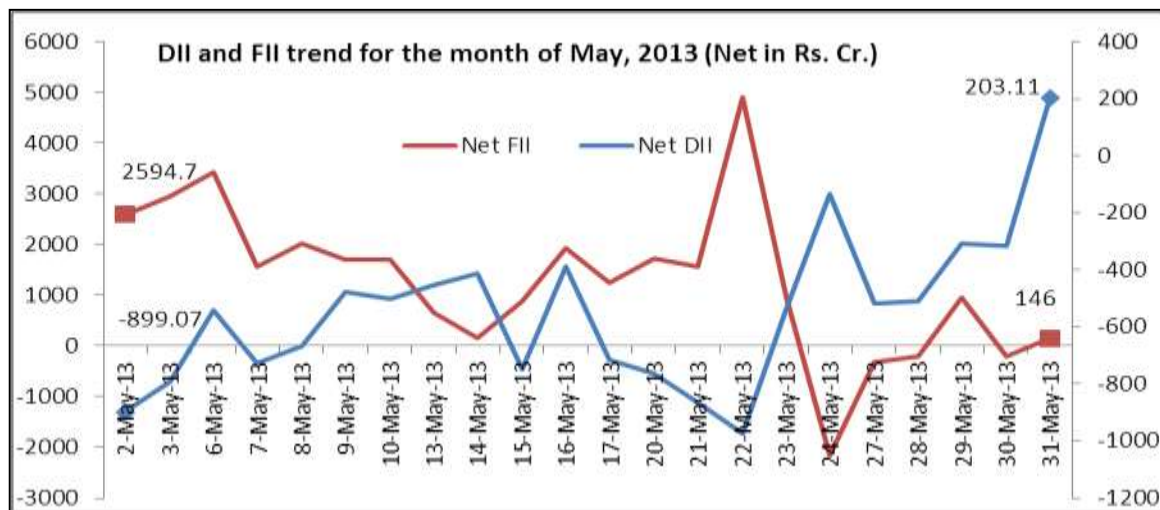
Key Indian Market Developments

FII Investments for May 2013: 78% being through the Equity route and balance i.e. 22% is through the Debt route. About 80% in the Equity route is through the Stock Exchange platform.

Debt/Equity	Investment Route	Net Investment (Rs Crore)	Net Investment US(\$ million)
Equity	Stock Exchange	17794.50	3250.87
	Primary market & others	4374.30	791.77
	Sub-total	22168.60	4042.64
Debt	Stock Exchange	(413.70)	(38.18)
	Primary market & others	6382.60	1171.11
	Sub-total	5969.00	1132.89

Source: SEBI Website

DII and FII trend for the month of May 2013 (in Rs Core):



Source: Exchanges and SEBI Website

Economic Calendar – June 2013

Monday	Tuesday	Wednesday	Thursday	Friday
3	4	5	6	7
EMU:PMI Manufacturing Index US:ISM Mfg Index US: Export Inspections	EMU:PPI US: International Trade US: Redbook	EMU:PMI Composite EMU:GDP US:ADP Employment Report US:ISM Non-Mfg Index US:EIA Petroleum Status Report	EMU:ECB Announcement US: Bloomberg Consumer Comfort Index US: Quarterly Services Survey US:EIA Natural Gas Report	US: Money Supply US: Employment Situation
10	11	12	13	14
JP:GDP US: Export Inspections	GB: Industrial Production US:NFIB Small Business Optimism Index US: Wholesale Trade	GB: Labour Market Report EMU: Industrial Production US:EIA Petroleum Status Report	US: Treasury Budget US: Export Sales US: Retail Sales US: Bloomberg Consumer Comfort Index US:EIA Natural Gas Report	US: Fed Balance Sheet US: Money Supply US: Current Account US: Producer Price Index US: Industrial Production
17	18	19	20	21
EMU: Merchandise Trade US: Treasury International Capital US: Housing Market Index US: Export Inspections	US: Housing Starts US: Redbook	US:EIA Petroleum Status Report	EMU:PMI Composite FLASH US: Export Sales US: Bloomberg Consumer Comfort Index US: Leading Indicators US:EIA Natural Gas Report	US: Fed Balance Sheet US: Money Supply
24	25	26	27	28
US: Chicago Fed National Activity Index US: Export Inspections	US:ICSC-Goldman Store Sales US: Redbook US: Consumer Confidence US: Richmond Fed Manufacturing Index	US: Corporate Profits US:GDP US:EIA Petroleum Status Report	EMU:EC Economic Sentiment US: Bloomberg Consumer Comfort Index US:EIA Natural Gas Report	US: Money Supply US: Chicago PMI US: Consumer Sentiment

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References

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www.bls.gov; www.reuters.com; www.cmegroup.com; www.worldbank.org.in; Bloomberg

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