

# MCX Stock Exchange Weekly Financial Market Update

13<sup>th</sup> January to 18<sup>th</sup> January 2014

## International Regulatory & Market Developments

- SIFMA and other industry groups question the meaning of "ownership" in Volcker rule....[more](#)
- Industry welcomes European officials agreement on revised MiFID II, but concerns remain....[more](#)
- Eurozone nations pursue certain derivatives to be exempted from FTT....[more](#)
- Regulators question banks' standards for trading data....[more](#)
- ECB raises concerns about banks' bad-debt classification....[more](#)
- Financial Services Commission - South Korea to establish price-band limits on options and futures....[more](#)
- CFTC reportedly reconsiders SEF-trading requirements....[more](#)
- Basel Committee on Banking Supervision eased a leverage-ratio requirement for lenders....[more](#)
- Banks' capital requirements result in unintended effects....[more](#)
- ECB sees possible volatility increase in money market rates....[more](#)
- FBI reports manipulation of interest-rate swaps....[more](#)
- BoE plans to launch a liquidity operation on February 11<sup>th</sup>, 2014, for improving the availability of funding to lenders....[more](#)
- Emerging regulatory scenario will push investors to FX futures – Greenwich report....[more](#)
- World Bank has revised its forecast for global economic growth this year to 3.2%, up from a 3%....[more](#)

## Trends in Global Indices

Global Indices	As on 10/01/14	As on 17/01/14	% Change (W-o-W)
<b>SX40(MCX-SX, INDIA)</b>	<b>12,423.34</b>	<b>12,581.29</b>	<b>1.27%</b>
Dow Jones Industrial Average	16,437.05	16,458.56	0.13%
S& P 500 Index	1,842.37	1,838.7	-0.20%
NASDAQ Composite Index	4,174.665	4,197.582	0.55%
FTSE 100 Index	6,739.94	6,829.3	1.33%
Nikkei 225	15,912.06	15,734.46	-1.12%

*Source: Bloomberg*

## Key Currency Pairs

Currency Rates	As on 10/01/14	As on 17/01/14	% Change (W-o-W)
USD-GBP	0.6067	0.6088	0.35%
USD-JPY	104.18	104.32	0.13%
EUR-USD	1.3670	1.3541	-0.94%
USD-INR	61.905	61.55	-0.57%
EUR-INR	84.1835	83.7227	-0.55%
JPY-INR	0.59	0.5909	0.15%
GBP-INR	101.667	101.1566	-0.50%
USD-CNY	6.0521	6.0498	-0.04%

*Source: Bloomberg*

## Yields on 10 Year Government Bond

Country	As on 10/01/14	As on 17/01/14	% Change (W-o-W)
United States	2.8579	2.8194	-1.35%
United Kingdom	2.873	2.831	-1.46%
Japan	0.702	0.674	-3.99%
Germany	1.843	1.753	-4.88%
China	4.610	4.610	0.00%
India	8.763	8.628	-1.54%
EU	1.843	1.753	-4.88%
Brazil	4.999	4.896	-2.06%

*Source: Bloomberg*

## ➤ Indian Regulatory & Market Developments

- RBI: Conversion of External Commercial Borrowing and Lumpsum Fee/Royalty into Equity....[more](#)
- RBI: Capital and Provisioning requirements for exposures to entities with Unhedged Foreign exchange exposure ....[more](#)
- RBI: Compliance with the G-20 commitment on reporting of OTC Derivative trades to trade repository....[more](#)
- RBI : Announces open market purchase of Government of India dated Securities....[more](#)
- SEBI may ask companies to make greater disclosures in IPOs....[more](#)
- SEBI tightens Participatory note norms....[more](#)
- Finmin may slot 25 percent of Public Sector ETF for anchor investors....[more](#)
- Govt. mulls strengthening regulatory coordination panel ....[more](#)
- Institutional trading platform draws Venture Capitalists....[more](#)
- IRDA may make insurance broking model compulsory for banks....[more](#)
- Need to raise private sector role for regional integration: SAARC....[more](#)

### Cumulative Mutual Fund Activity – Net Investment

Week Ending (Rs. Cr)	Equity	Debt
10/01/14	-607.20	1,555.30
16/01/14	-575.90	3,306.80
% Change (W-o-W)	<b>5.15%</b>	<b>112.61%</b>

Source: SEBI, data available till 16/01/14 as on 18/01/14

### Cumulative FII & DII Trading Activity

Week Ending (Rs. Cr)	FII(Net)	DII(Net)
10/01/14	1,336.50	-87.97
17/01/14	14,209.01	-1,755.57
% Change (W-o-W)	<b>963.51%</b>	<b>-1,895.65%</b>

Source: SEBI and Exchange website.

### Average Daily Trading Volume Statistics

Week Ending (Rs. Cr)	Equity	Equity Derivatives	Index Derivatives	Currency Derivatives
10/01/14	14,137.49	31,180.25	103,327.17	13,011.86
17/01/14	13,078.72	31,695.38	130,859.61	11,267.83
% Change (W-o-W)	<b>-7.49%</b>	<b>1.65%</b>	<b>26.65%</b>	<b>-13.40%</b>

Source: Exchange websites

### Turnover in Government Securities Market – (Face Value in Rs. Crs)

Week Ending (Rs. Cr)	Central Govt. Sec	State Govt. Sec	91- Day	182-Day	364-Day
10/01/14	336,000	6,200	15,400	4,700	15,200
17/01/14	354,400	9,800	14,200	13,000	14,300
% Change (W-o-W)	<b>5.48%</b>	<b>58.06%</b>	<b>-7.79%</b>	<b>176.60%</b>	<b>-5.92%</b>

Source: RBI

### Cumulative Weekly Corporate Bond Trading Activity

Week Ending (Rs. Cr)	No. of Trades on the Exchange	Amount (Rs. Cr)	Average Value Per Trade (Rs. Cr)	No. of Trades on the FIMMDA	Amount (Rs. Cr)	Average Value Per Trade (Rs. Cr)
10/01/14	674	8,576.48	13	799	11,491.68	14
16/01/14	350	5,136.04	15	487	6,876.34	14

Source: SEBI, data available till 16/01/14 as on 18/01/14

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