

# MCX Stock Exchange Weekly Financial Market Update

10<sup>th</sup> March to 15<sup>th</sup> March, 2014

## ➤ International Regulatory & Market Developments

- SEC probing if forex rigging also spilled over onto derivatives ....[more](#)
- Algorithmic and HFT traders brought efficiency in to FX spot markets - NY Fed Study ....[more](#)....[The Fed Study](#)
- NDF trade was "adjustment valve" for emerging currencies-BIS....[more](#)....[BIS Report](#)
- SEC pushes new rules to safeguard clearing houses....[more](#)
- IPO of a HFT firm "Virtu" - A way of distributing the value of HFT to retail investor? ....[more](#)
- CFTC to earn its revenue - Derivatives transaction fee proposal gaining momentum....[more](#)
- NASDAQ keen to host forex trading and clearing....[more](#)
- "Compromise" is key to cross-border regulatory co-ordination....[more](#)
- FINRA seeks SEC approval of broker-compensation rule ....[more](#)
- Post trade processing needs more automation....[more](#)
- US exchanges worried about cyber security....[more](#)
- Does vertical Silo Model of Derivative exchanges add value to participants and markets ?....[more](#)
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- EU Internal Market Commissioner Pushes forward Vote on Executive Pay Proposal....[more](#)

## Trends in Global Indices

Global Indices	As on 07/03/14	As on 14/03/14	% Change (W-o-W)
<b>SX40(MCX-SX, INDIA)</b>	<b>13,065.12</b>	<b>12,995.13</b>	<b>-0.54%</b>
Dow Jones Industrial Average	16,452.72	16,065.67	-2.35%
S& P 500 Index	1,878.04	1,841.13	-1.97%
NASDAQ Composite Index	4,336.22	4,245.40	-2.09%
FTSE 100 Index	6,712.67	6,527.89	-2.75%
Nikkei 225	15,274.07	14,327.66	-6.20%

Source: Bloomberg

## Key Currency Pairs

Currency Rates	As on 07/03/14	As on 14/03/14	% Change (W-o-W)
USD-GBP	0.5983	0.6007	0.40%
USD-JPY	103.28	101.36	-1.86%
EUR-USD	1.3875	1.3914	0.28%
USD-INR	61.0875	61.19	0.17%
EUR-INR	84.933	85.009	0.09%
JPY-INR	0.5921	0.6040	2.01%
GBP-INR	102.3854	101.6179	-0.75%
USD-CNY	6.1274	6.1499	0.37%

Source: Bloomberg

## Yields on 10 Year Government Bond

Country	As on 07/03/14	As on 14/03/14	% Change (W-o-W)
United States	2.7879	2.6543	-4.79%
United Kingdom	2.794	2.664	-4.65%
Japan	0.628	0.627	-0.16%
Germany	1.653	1.546	-6.47%
China	4.48	4.45	-0.67%
India	8.813	8.795	-0.20%
EU	1.653	1.546	-6.47%
Brazil	4.723	4.727	0.08%

Source: Bloomberg

## ➤ Indian Regulatory & Market Developments

- Sebi tightens norms to check money laundering, terror funding....[more](#)
- Government to buy back 15,000 crore rupees bonds....[more](#)
- India halts plan to join global bond indexes, defers Euroclear – sources....[more](#)
- CDS should be linked to underlying exposure: RBI....[more](#)
- Analysts see Rajan not cutting rates despite cooling inflation....[more](#)
- Sebi to take up plan to rejig fees for market entities....[more](#)
- Retail investors can invest up to Rs 2 lakh in ETF, says FM....[more](#)
- RBI may put cap on NPAs at 5% of advances....[more](#)
- Retail inflation slows to 25-month low of 8.1%....[more](#)
- RBI hikes trade transaction limit to Rs 5 lakh....[more](#)
- RBI wants to keep off PSB boards, says interests clash....[more](#)
- Govt aims to sell stakes in companies via up to \$490 million ETF....[more](#)
- India likely to miss exports target of \$325 bn: Industry....[more](#)

### Cumulative Mutual Fund Activity – Net Investment

Week Ending (Rs. Cr)	Equity	Debt
07/03/14	-1,669.60	30,891.00
13/03/14	-926.40	17,357.30
% Change (W-o-W)	<b>44.51%</b>	<b>-43.81%</b>

Source: SEBI, data available till 13/03/14 as on 15/03/14

### Cumulative FII & DII Trading Activity

Week Ending (Rs. Cr)	FII(Net)	DII(Net)
07/03/14	13,432.60	-216.72
14/03/14	5,776.10	-4,379.34
% Change (W-o-W)	<b>-57.00%</b>	<b>-1920.74%</b>

Source: SEBI and Exchange website.

### Average Daily Trading Volume Statistics

Week Ending (Rs. Cr)	Equity	Equity Derivatives	Index Derivatives	Currency Derivatives
07/03/14	16,074.52	31,509.71	171,056.05	21,031.63
14/03/14	16,657.49	36,842.22	179,436.64	24,770.55
% Change (W-o-W)	<b>3.63%</b>	<b>16.92%</b>	<b>4.90%</b>	<b>17.78%</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
07/03/14	246,800	4,300	17,700	5,800	7,600
14/03/14	213,800	9,900	14,700	6,500	12,000
% Change (W-o-W)	<b>-13.37%</b>	<b>130.23%</b>	<b>-16.95%</b>	<b>12.07%</b>	<b>57.89%</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)
07/03/14	440	8,028.76	18	580	10,135.43	17
11/03/14	228	3,282.54	14	390	8,607.70	22

Source: SEBI, data available till 11/03/14 as on 15/03/14

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