



Weekly Market Analytics

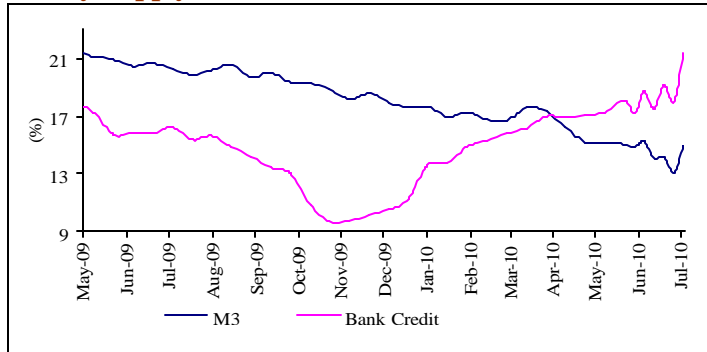
CCIL Economic Research

Week Ended: 23-07-2010

Treasury Yields

G-Sec Yields Type	Current (%)	Change Over (Basis Points)			
		1 Week	1 Month	3 Month	1 Year
1 Year	5.99	12	24	95	180
2 Year	6.43	15	19	44	138
5 Year	7.30	-9	5	-6	69
10 Year	7.81	3	1	-18	76
15 Year	8.07	-2	-5	-18	63
20 Year	8.20	-3	-3	-20	54
30 Year	8.32	-1	-3	5	46
10 Y Benchmark	7.67	4	5	-36	77

Money Supply & Credit Growth (%)



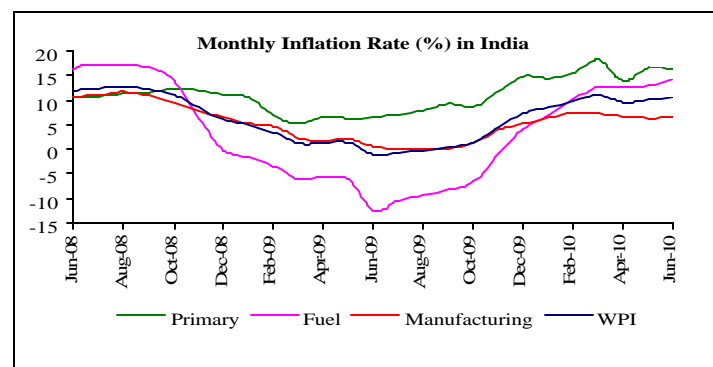
Reserve & Broad Money Trends

	16-Jul-10		Growth over (%)		
	(Rs crore)	1 Week	1 Month	3 Month	1 Year
Money supply					
Cash Reserve Ratio (%)*	6.00	6.00	6.00	5.75	5.00
M3 (Money Stock)**	5782141	-	1.6	3.6	16.0
Reserve Money	1173831	-0.4	0.3	3.6	24.0
Total Currency	861816	0.0	-0.2	4.2	20.6
Bank Deposits with RBI	307768	-1.5	1.5	1.7	36.0
Other's Deposits with RBI	4248	-0.8	12.4	11.5	-24.7

*Absolute values for previous periods also.

** Corresponds to 02-July-10

Inflation (%)



* Monthly Inflation Rate

HIGHLIGHTS

DOMESTIC

- RBI informed that corporate bond reporting platform at FIMMDA is ready to accept repo trades in corporate bonds beginning from August 02, 2010, which is at present reported to clearing corporations – NSCCL and ICCL for settlement.
- To manage current overall liquidity conditions and to provide flexibility to Scheduled Commercial Banks (SCBs) and primary dealers, RBI decided to extend the second liquidity adjustment facility (SLAF) on a daily basis till July 30, 2010.
- RBI revised the market timing of trading and reporting for outright transactions in G-Sec, Repo in G-Sec and CBLO from (9:00 a.m. to 5:30 a.m.) to (9:00 a.m. to 5:00 a.m.) from Monday to Friday on T+1 settlement basis, effective from August 2, 2010 while keeping market timing unchanged for Saturday.
- PMEAC suggests increasing the allocation of foodgrains for supply through ration shops and liberal release of wheat 'well in advance' under the Open market Sales Schemes (OMSS) for state governments and bulk consumers to rein in prices.
- Food inflation declined to 12.47% for the week ended July 10, 2010 from 12.81% in the previous week.
- The government approved 18 foreign investment proposals worth Rs 2245.32 crore, with the major inflow (Rs 1932 crore by Transcend Infrastructure for setting up communication and broadcasting towers business).

INTERNATIONAL

- The Obama administration trimmed an expected funding gap in the current fiscal year by \$84 billion to \$ 1.47 trillion and the gap was seen narrowing to \$1.42 trillion in 2011.
- Asian Development Bank (ADB) stuck to its growth estimate for India and China at 8.2% and 9.6% respectively, however revised for the Asian region to 7.9%.
- Bank of Canada raised its target for the overnight rate by 25 bps to 0.75%.
- Seven more banks in US with total deposit of about \$2 billion were shut down, marking the second year in a row by raising US bank failure count to 103 this year.
- Seven of the 91 European Union banks subjects to stress tests failed with combined capital shortfall of \$ 4.5 billion.

Week Ended: Jul 23, 2010

G-Sec Spreads

Type	Current	Before (Basis Points)			
		1 Week	1 Month	3 Month	1 Year
1/10 Year	181	191	203	294	285
2/5 Year	87	111	101	137	157
5/10 Year	50	39	54	62	43
10/15 Year	26	31	32	27	39
10/20 Year	40	45	45	42	61

G-Sec Trade Volumes (Rs crore)

	Current	Before			
		1 Week	1 Month	3 Month	1 Year
G-Sec Vol.	45767	53755	67167	77491	55049
Daily Avg.	9153	10751	13433	15498	11010

CCIL Bond Indices (Total Return Index)

CCIL Index	Current	Growth Over (%)			
		1 Week	1 Month	3 Month	1 Year
CASBI	1278.9	0.1	0.3	2.1	2.5
Bond (Broad)	1345.4	0.1	0.4	2.0	2.7
Bond (Liquid)	1316.4	0.0	0.4	1.8	2.1
SDL	1255.0	0.1	0.2	2.9	5.4
T-Bill Index	128.8	0.0	0.2	0.5	2.1

*T Bill Index Base = 100.
Rest of the Indices Base = 1000.

Money Market Rates

	Current	Change over (basis points)			
	(%)	1 Week	1 Month	3 Month	1 Year
Call	5.63	13	33	198	240
Repo	5.53	11	22	283	255
CBLO	5.49	80	24	341	254

Money Market Volumes (Rs crore)#

	Current	Before			
		1 Week	1 Month	3 Month	1 Year
Call	65610	64673	58222	49565	65614
Repo	57376	88660	42344	123012	125856
CBLO	165461	153995	164534	303436	289228
LAF Rev*	595	1485	1905	197870	640465
LAF Repo	-321800	-270505	-344765	0	-300

* Reverse Repo
Excluding Saturdays

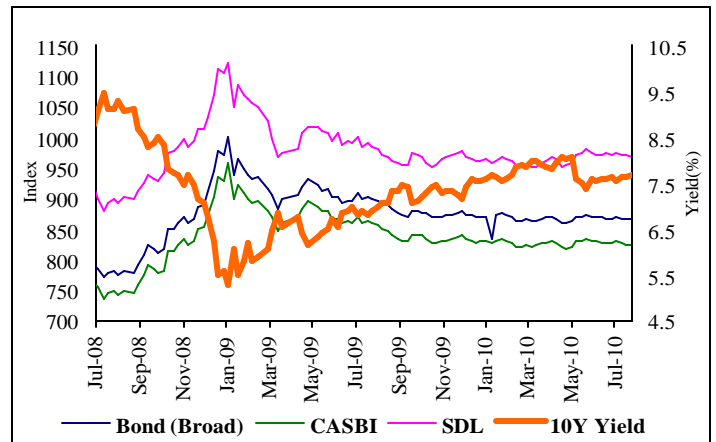
Top Five Volume Contributing Gilts

Security Description	Vol (Rs. Crore)		Trades	
	Total	Avg	Total	Avg
7.80% G.S 2020	27284	5457	3028	606
7.17% G.S 2015	3851	770	420	84
7.46% G.S 2017	3824	765	331	66
8.20% G.S 2022	2785	557	361	72
23/07/2010 091 DTB	1652	330	18	4

T-Bill Auction Results

	Current	Before			
		1 Week	1 Month	3 Month	1 Year
91 Days	5.74	5.41	5.37	4.17	3.28
182 Days	5.95	-	5.37	-	3.47
364 Days	-	5.69	-	5.09	-

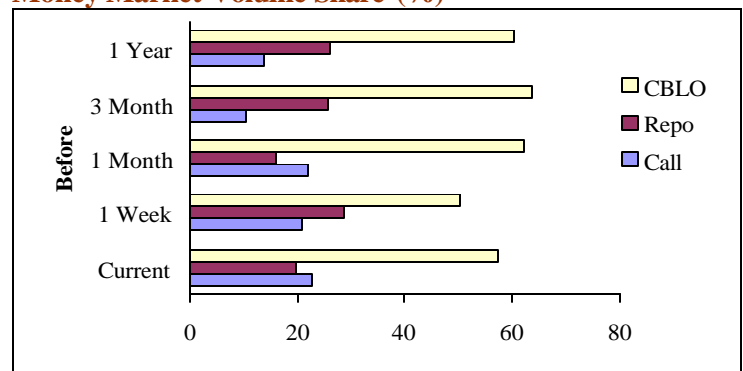
CCIL Bond Indices Vs 10-Y Benchmark Yield



CCBOR & MIBOR

	Current	Change Over (Basis Points)			
	(%)	1 Week	1 Month	3 Month	1 Year
CCBOR	5.51	41	17	328	249
CCBID	5.51	45	21	338	251
MIBOR	5.73	11	23	193	245
MIBID	5.72	15	25	196	244

Money Market Volume Share (%)



Week Ended: Jul 23, 2010

MIBOR OIS

Sector	Current	Change Over (basis points)			
	(%)	1Week	1Month	3 Months	1Year
1Year	5.89	11	35	102	172
2 Years	6.19	10	26	60	130
3 Years	6.51	11	25	36	103
5 Years	6.95	10	19	4	63

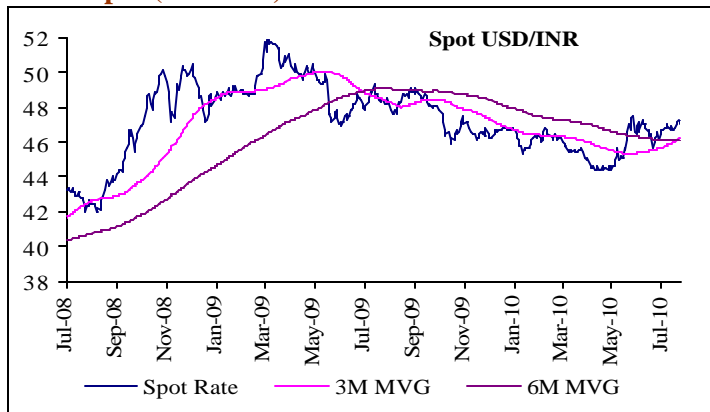
OIS/G-Sec Spread (Basis Points)

	Current	Before			
	(basis pts)	1 Week	1 Month	3 Month	1 Year
2 years	-23	-18	-36	-35	-23
5 years	-35	-54	-40	-35	-25

MIFOR/OIS Spread

Sector	Basis Pts	Before			
	Current	1 Week	1 Month	3 Months	1 Year
1Year	-179	-178	-179	-112	-112
2 Years	-244	-245	-249	-165	-105
3 Years	-261	-236	-279	-150	-78
5 Years	-195	-170	-171	-90	-42

Forex Spot (Fx-Clear)



Exchange Rates of Major Currencies

	Current	Before			
		1 Week	1 Month	3 Month	1 Year
USD	47.00	46.80	46.24	44.33	49.40
GBP	71.88	72.08	69.26	68.40	79.59
EURO	60.53	60.37	57.05	59.19	68.75
YEN	53.97	53.66	51.48	47.02	53.56

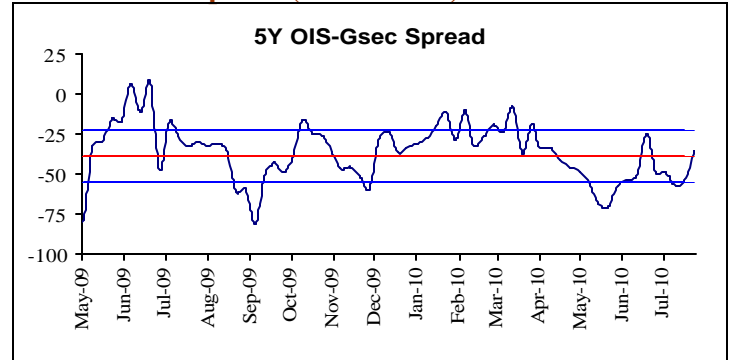
MIFOR

Sector	Current	Change Over (basis points)			
	(%)	1Week	1Month	3 Months	1Year
1Year	4.10	10	35	35	105
2 Years	3.75	10	30	-20	-10
3Years	3.90	-15	42	-75	-80
5Years	5.00	-15	-5	-100	-90

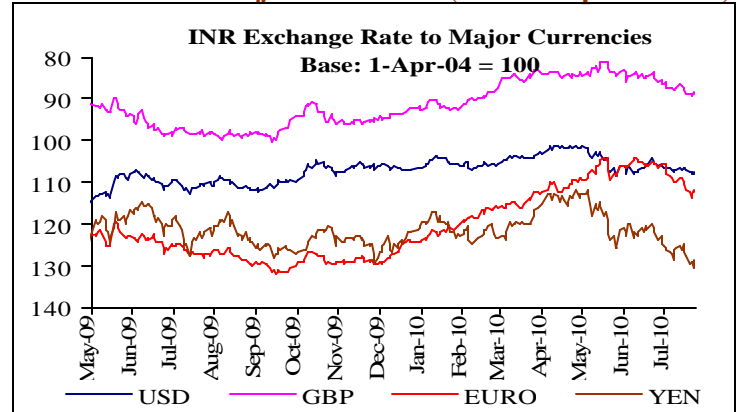
IRS Volumes (Rs. Crore)

	Current	Growth Over (%)			
	(Rs. Cr.)	1 Week	1 Month	3 Month	1 Year
MIBOR	55278	13	-3	21	411
MIFOR	1791	-14	30	277	277

5Y OIS/G-sec Spread (Basis Points)



INR Relative to Major Currencies (Base: 1-Apr-06 = 100)



Forward Premia

	Current	Before			
		1 Week	1 Month	3 Months	1 Year
1 Month	4.89	4.59	4.38	3.11	2.37
3 Month	4.68	4.49	3.98	3.22	2.40

Week Ended: Jul 23, 2010

Foreign Currency Assets & FX Reserves

	16-Jul-10	Growth over (%)			
	(Rs crore)	1 Week	1 Month	3 Months	1 Year
Total FCA	1196568	1.1	3.6	5.2	-3.7
Gold	92704	0.0	2.8	14.2	97.6
SDRs	23341	1.2	4.0	4.4	-
Res. with IMF	6285	1.2	4.0	1.9	3.4
FX Reserves*	281901	0.9	2.1	0.6	5.9

* USD in million

Free Fund Ratio* (banks)

	As on	Before			
	2-Jul-10	Fortnight	1 Month	3 Month	1 Year
Free Fund Ratio	93.95	94.16	94.16	96.68	102.88

* Free fund ratio = (1-CRR-SLR)x Deposit/Credit

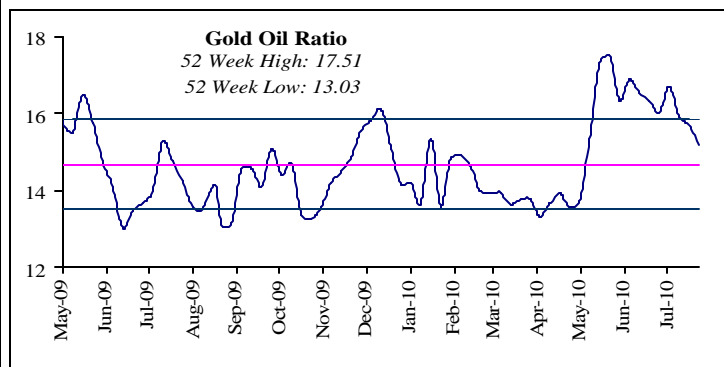
Commodity Price Trends (USD)

	Current	Growth over (%)			
	(Oz/barrel)	1 Week	1 Month	3 Months	1 Year
Gold	1193.17	0.1	-5.1	4.5	25.1
Silver	18.22	2.4	-4.6	0.1	31.1
Crude-WTI	78.63	3.5	0.3	-6.7	17.6
Crude-Brent	77.55	2.7	-0.4	-8.9	14.0

Global Policy Rates

	Current	Change over (Basis Points)			
		1 Week	1 Month	3 Months	1 Year
US Fed rate	0.25	0	0	0	0
BOE	0.50	0	0	0	0
JAPAN	0.10	0	0	0	0
EU	1.00	0	0	0	0

Gold-Oil Ratio



FII Investment (Rs Crore)

		Current	Before			
		(Rs Cr.)	1 Week	1 Month	3 Months	1 Year
Gross	Equity	10973	18321	15114	13662	16216
Purchases	Debt	3273	4581	1717	4136	1184
	Equity	9130	11728	9974	11729	14345
Gross Sales	Debt	3011	2605	684	3547	1324
Net	Equity	1843	6593	5140	1933	1872
Investment	Debt	262	1977	1033	589	-140

Commodity Futures' Volumes (Rs. crore)

	Current	Growth over (%)			
	(Rs. Crore)	1 Week	1 Month	3 Month	1 Year
NCDEX	29248	34.8	179.2	102.1	87.5
MCX	175474	8.9	5.3	10.8	70.0

US Treasury Yields

	Current	Change over (Basis Points)			
	(%)	1 Week	1 Month	3 Months	1 Year
3 Months	0.16	1	3	0	-2
1 Year	0.27	-1	-2	-19	-20
5 Year	1.75	5	-15	-86	-82
10 Year	3.02	6	-10	-82	-68
30 Year	4.01	6	-6	-66	-54

US Libor Rates (3M & 6M)

	Current	Change Over (Basis Points)			
		1 Week	1 Month	3 Months	1 Year
3 Months	0.50	-3	-4.1	18	-1
6 Months	0.70	-3	-5	22	-24

Currency Futures

Platform	Open Interest		Volume		
	Current (Lots)	Current (Rs Crore)	Growth over(%) 1 Week	1 Month	3 Month
NSE	1080114	48691	47	-44	-53
MCX	1047361	79440	37	-22	-21
TOTAL*	2127475	128131	41	-32	-37

*Includes trades on BSE also.

Week Ended: Jul 23, 2010

Correlation Matrix (Change Over Last Week)

	BSE	NSE	NASDAQ	DJIA	SSE	NIKKEI	NYSE	FTSE
BSE	1.000							
NSE	0.997	1.000						
NASDAQ	0.549	0.561	1.000					
DJIA	0.477	0.487	0.932	1.000				
SSE	0.349	0.352	0.511	0.473	1.000			
NIKKEI	0.524	0.534	0.625	0.548	0.458	1.000		
NYSE	0.574	0.578	0.922	0.918	0.433	0.578	1.000	
FTSE	0.577	0.586	0.930	0.896	0.495	0.611	0.914	1.000

Global Equity Indices

INDICES	Current	Growth Over (%)			
		1 Week	1 Month	3 Months	1 Year
BSE Sensex	18131	1.0	3.2	2.5	17.9
S&P CNX NIFTY	5449	1.0	3.4	2.7	19.3
NASDAQ Comp.	2269	4.1	2.1	-10.3	15.4
DJIA	10425	3.2	2.8	-7.0	14.6
SSE Composite	2572	6.1	0.8	-13.8	-23.7
Nikkei 225	9431	0.2	-3.1	-13.6	-5.2
NYSE Comp.	6865	2.5	2.6	-9.7	9.8
LSE FTSE 100	5313	3.0	5.3	-7.2	16.1

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- Note:**
1. Charts contain straight lines in red and blue, indicate average and +/- 1 standard deviation respectively.
 2. One crore = 10 million
 3. Chart on INR exchange rate to major currencies presents indices with base as 1 April, 2004 = 100

Data sources: Websites of Reserve Bank of India, BSE, NSE, MCX, NCDEX, CSO, Federal Reserve, US Treasury
Dept. apart from the CCIL.

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