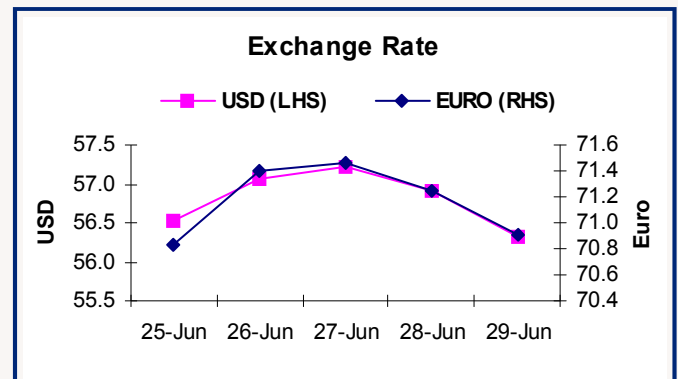
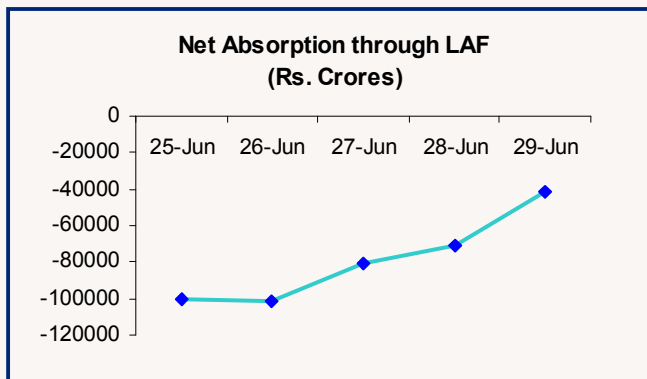


POLICY DEVELOPMENT

- » A working group of the Planning Commission for the 12th Five-Year Plan has called for a complete review of the strength of the enforcement machinery for labour laws. It has proposed to create an all-India service for labour administration, to provide professional experts in the field of labour administration, autonomous bodies and labour adjudications. Besides, it has called for institutional mechanisms to upgrade skills, induct greater professionalism, introduce performance assessment parameters and well-defined incentives and disincentives for officers dealing with enforcement of these laws.
- » The Reserve Bank of India is likely to clamp down on gold coin sales by banks, amid rising bullion imports which has been adding pressure to the current account deficit and contributed to the rupee weakening.



BANKING INDICATORS

			<i>Rs. Billion</i>
Indicators	Outstanding as on 15 June, 2012	% Variation over Fortnight	Year
Total Bank Credit	47,146.6	0.1	17.8
Food Credit	1,055.4	-5.8	36.5
Non Food Credit	46,091.2	0.2	17.5
Aggregate Deposit	61,141.4	-0.4	14.3
Broad Money (M3)	76,216.5	-0.1	13.8
Credit Deposit Ratio	77.1		

Source: RBI

EQUITY MARKETS

- » **Global shares** gained positively on Friday after EU leaders decided to spend 120 billion Euro which is expected to stimulate growth, create jobs and permit the EFSF and the ESM to directly recapitalize ailing banks after a single European banking regulator is commissioned.
- » **Indian stocks also** gained on Friday after the announcement of European Union package to alleviate the worst of the debt crisis gripping euro-zone. The Indian market received a further boost on a strong rebound in the rupee aided sentiment.
- » **Total turnover** during the week on BSE stood at Rs. 9,421 crore and on NSE at Rs. 35,665 crore.

Global Stock Indices	Closing Value as on 29 June, 2012	Weekly Change (%)
NYSE: DJIA	12,602.3	-0.3
FTSE 100	5,571.2	1.0
Nikkei 225	9,006.8	2.4
Straits Times	2,878.5	1.8
KOSPI	1,854.0	0.4

Source: Yahoo Finance

Net Institutional Activity		
	Equity	Debt
Weekly FII (US \$ Million)	74.7	-158.8
Year -to-date FII (US\$ million)	8,500.0	4,017.9
Weekly Mutual Funds# (Rs Crore)	100.4	17,020.8

Source: SEBI #as on 28 June, 2012

Indian Equity Indices	Closing Value as on 29 June, 2012	Week's % Change
BSE SENSEX	17,430.0	2.7
BSE 500	6,682.5	2.6
S&P CNX NIFTY	5,278.9	2.6
S&P CNX 500	4,170.7	2.6

Source: NSE, BSE

COMMODITY MARKETS

- » **NYMEX West Texas Intermediate Crude Oil** on 29 June 2012 was \$ 85.0 per barrel, up by \$5.2 per barrel from the previous week.
- » **New York spot price for Gold** was US\$ 1,603.9 per ounce as on June 29, 2012, up by US\$ 38.1 per ounce from the previous week.

Commodity Spot Indices	Closing Value as on 30 June, 2012	Week's % Change
MCX AGRI	3600.8	1.5
MCX METAL	4856.7	-0.6
MCX ENERGY	3140.0	4.0
MCX COMDEX	3752.2	1.2

Source: MCX, NCDEX

INDUSTRY NEWS

Rubber

» Skill development joint venture between National Skill Development Corporation and the All India Rubber Industries Association to develop skilled manpower for the rubber industry is expected to start the pilot project in six to eight institutes by September 2012. It expects to train 400-500 students in the pilot stage and 300,000 people who are already working in various positions in the industry would be re-skilled. It envisages to train around 700,000 people in the next 10 years.

Automobile

» Toyota Kirloskar Auto Parts is setting up its third manufacturing plant for automotive components at Bidadi, which is about 32 km from Bangalore. The company is investing Rs.500 crore to set up the plant. At the proposed plant, company plans to manufacture 2,40,000 castings of engine parts and 1,20,000 units of machine parts. This new investment is expected to create 150 jobs in Bangalore.

Pharmaceuticals

» An inter-ministerial group set up to frame rules on FDI for brownfield proposals in the pharma sector has decided to do away with the mandatory transfer of technology by the foreign investor to the target company.

BSE Indices	Closing Value as on 29 June, 2012	Week's % Change
AUTO INDEX	9,457.9	1.3
BANKEX	11,908.7	3.0
BSE CAPITAL GOODS	10,025.4	3.0
BSE CONSUMER DURABLE	6,208.8	0.5
BSE FMCG	4,992.0	2.4
BSE HEALTHCARE	6,883.9	2.6
BSE INFOTECH	5,765.2	1.8
BSE MID CAP	6,153.7	2.4
BSE SMALL CAP	6,543.8	2.1
BSE TECK INDEX	3,344.4	1.5
METAL INDEX	10,785.4	4.3
OIL & GAS INDEX	8,075.7	2.3

Source: BSE

CNX Segment Indices	Closing Value as on 29 June, 2012	Week's % Change
CNX NIFTY Junior	10,099.6	3.3
CNX MIDCAP	7,351.8	3.1
BANK NIFTY	10,340.7	3.0
CNX IT	6,144.6	1.9
CNX Realty	223.0	2.5
CNX Infrastructure	2,415.9	2.9

Source: NSE

GLOBAL NEWS

USA

- » In the week ending June 23, the advance figure for seasonally adjusted initial **claims of unemployment benefits** was 386,000 a decrease of 6,000 from the previous week's revised figure of 392,000. The 4-week moving average was 386,750, a decrease of 750 from the previous week's revised average of 387,500.
- » The seasonally adjusted **unemployment rate remained at 6.3% in May 2012**, unchanged from last month.

Europe

- » EU leaders agreed to pump in 120 billion Euro to facilitate growth and job creation in debt stricken economy. Further, leaders agreed to increase the capital base of European Investment Bank by 10 billion Euro, which can boost its lending capacity by 60 billion Euro.

Thailand

- » The **factory output in May 2012 rose by 5.5%** from last year backed by recovery in key industries and low base last year on account of a severe earthquake and tsunami in Japan which disrupted global supply chains.
- » GDP estimate has been revised upward and is estimated to expand by 5.2% to 6.2%, with a midpoint forecast of 5.7 percent during 2012.

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Confederation of Indian Industry

The Mantosh Sondhi Centre
23, Institutional Area, Lodi Road, New Delhi – 110 003 (India)
T: 91 11 24629994-7 • F: 91 11 24626149 • E: ecoresearch@cii.in • W: www.cii.in
Reach us via our Membership Helpline: 00-91-11-435 46244 / 00-91-99104 46244
CII Helpline Toll free No: 1800-103-1244