

Morning Notes

01-Jan-2016

MARKET OUTLOOK

Markets likely to start the New Year on a somber note: Today, the start of the New Year is likely to be soft-to-cautious, while some of the Asian peers are still not trading the US markets weakness is likely to weigh on the sentiments. Traders will also be concerned with the Indian core sector growth contracting by 1.3% in November after expanding for six consecutive months, mainly dragged down by a sharp slowdown in electricity production and a contraction in cement and steel output.

EQUITY MARKET WRAP UP

Benchmarks bid adieu to the year 2015 on an optimistic note:

The Indian equity markets snapped the calendar year 2015 on a solid note with an optimism of a great year ahead. Revival in corporate earnings, a stable monsoon after two successive drought years and progress on tax reforms can be key domestic triggers for the markets in 2016. Today, after trading in tight range near neutral line for most part of the session, the key gauges managed to gain some momentum and ended the session with the gain of over half a percent. Finally, the BSE Sensex gained 157.51 points or 0.61% to 26117.54, while the CNX Nifty ended up by 50.10 points or 0.63% to 7,946.35. The BSE Sensex traded in a range of 26147.63 and 25941.91. There were 19 stocks advancing against 11 stocks declining on the index.

DEBT MARKET & FOREX

Bond yields remain flat on Thursday: Bond yields remained steady on Thursday as investors remained cautious with the Finance Minister Arun Jaitley's statement that the subdued global economy and moderate private sector investment will continue to pose challenge in the next year. Yields on new 10 year Government Stock were trading flat from its previous close at 7.75% on Wednesday. The benchmark five-year interest rates were trading 2 basis points higher at 7.74% from its previous close at 7.72% on Wednesday.

Rupee ends substantially strong on the last day of 2015: Indian rupee appreciated against dollar on Thursday on account of dollar selling by banks and exporters. Sentiment remained up beat after Qatar agreed to lower gas prices for India. Additionally, smart rally in the local equity markets also added to the positive milieu of Indian currency. Investors overlooked Finance Minister Arun Jaitley's statement that the subdued global economy and moderate private sector investment will continue to pose challenge in the next year. Finally, the rupee ended at 66.14, 25 paise stronger against its previous close of 66.39 on Wednesday. The currency touched a high and low of 66.45 and 66.09 respectively.

ECONOMY & MARKET PULSE

- Indian economy needs to grow by additional 1-1.5%: FM
- Centre clears tax, info exchange pacts with Maldives, Slovenia
- Govt annuls coal block auction due to poor response
- Govt approves amended TUF Scheme, to create over 3 million jobs in textile sector
- Govt approves Civil Nuclear Cooperation deal with Australia, Security Private Ltd

Indices Performance

Index	31-Dec-15	Previous Close	% Change*
S&P BSE Sensex	26,117.54	25,960.03	0.61%
CNX Nifty	7,946.35	7,896.25	0.63%
CNX Midcap	13,396.70	13,365.60	0.23%
CNX 500	6,724.75	6,685.45	0.59%
S&P BSE Smallcap	11,836.71	11,778.54	0.49%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,425.03	17,603.87	-1.02%
Nasdaq	5,007.41	5,065.85	-1.15%
S&P 500	2,043.94	2,063.36	-0.94%
FTSE	6,242.32	6,274.10	-0.51%
CAC	4,637.06	4,677.14	-0.86%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	2,093.56	2,111.39	-17.83
DII Flows	2,781.23	3,038.90	-257.67

Commodity Market

Commodities (INR)		Gains+/Loss	% Change*
Gold (10gm)	24,931.00	-51.00	-0.20%
Silver (1Kg)	33,299.00	-91.00	-0.27%
Crude Oil (1 barrel)	2,493.00	51.00	2.09%
Aluminium (1 Kg)	100.15	-2.00	-1.96%
Copper (1Kg)	315.50	-2.90	-0.91%

Currency Market

Currency	31-Dec-15	Gains+/Loss	% Change*
INR / 1 USD	66.3260	-0.10	-0.15%
INR / 1 GBP	98.3482	-0.20	-0.20%
INR / 1 EURO	72.5010	-0.10	-0.14%
INR / 100 JPY	55.0900	-0.08	-0.15%

NSE Top 5 Gainers

Company	31-Dec-15	Previous Close	% Change*
Paras Petrofils	0.25	0.20	25.00%
Rasoya Proteins	0.25	0.20	25.00%
Indo Tech Transform.	213.30	177.75	20.00%
Eurotex Inds.&Export	38.40	32.00	20.00%
Farmax India	0.30	0.25	20.00%

NSE Top 5 Losers

Company	31-Dec-15	Previous Close	% Change*
Pan India Corp.	0.20	0.25	-20.00%
Cadila Healthcare	327.55	384.25	-14.76%
Greenearth Resources	0.40	0.45	-11.11%
Sundaram Multi Pap	2.95	3.25	-9.23%
Nu Tek India	0.60	0.65	-7.69%

BSE Top 5 Gainer

Company	31-Dec-15	Previous Close	% Change*
Eurotex Inds.&Export	38.40	32.00	20.00%
Surat Textile Mills	2.82	2.35	20.00%
Indo Tech Transform.	212.10	176.80	19.97%
PIL Italtca Lifest.	17.50	14.60	19.86%
Sunstar Realty	37.00	30.90	19.74%

BSE Top 5 Loser

Company	31-Dec-15	Previous Close	% Change*
Channel Nine	23.20	29.00	-20.00%
Cadila Healthcare	327.80	385.15	-14.89%
Restile Ceramics	8.57	9.76	-12.19%
Landmarc LeisureCorp	0.70	0.79	-11.39%
Sujana Universal	1.59	1.79	-11.17%

* % change is the over the previous days close.