

## Morning Notes

05-Jan-2016

## MARKET OUTLOOK

**Markets to make a cautious start, may see some recovery in latter trade:** Today, the start is likely to remain cautious as some of the Asian peers have again made a weak start, though some recovery can be expected in latter part of the trade as traders will opt for some value buying after the butchering of last session. However, there will be some concern too, with retail inflation for farm labourers and rural workers in November rising to 4.92 percent and 5.02 percent, respectively, due to increase in prices of food items.

## EQUITY MARKET WRAP UP

**Benchmarks witness bloodbath; Nifty breaches 7,800 mark:** Monday's session turned out to be a awful for the Indian equity benchmarks which tumbled like a 'house of cards' and went on to breach various key technical levels in the over two percent freefall. The frontline gauges which appeared to be on a southbound journey, desperately kept searching for a bottom through the session, but to no avail as the journey only halted with the session's close. Finally, the BSE Sensex declined by 537.55 points or 2.05% to 25623.35, while the CNX Nifty lost 171.90 points or 2.16% to 7,791.30. The BSE Sensex touched a high and a low 1752.79 and 1710.77, respectively. The broader indices ended in red, with the BSE Mid cap index ending down by 1.20%, while Small cap index ending higher by 1.11%.

## DEBT MARKET &amp; FOREX

- **Bond yields trade flat on Monday:** Bond yields traded flat as investors turned cautious after the seasonally adjusted Nikkei India Manufacturing Purchasing Managers' Index (PMI), slipped to 49.1 in December from November's 50.3, to a 25-month low. yields on new 10 year Government Stock were trading flat from its previous close at 7.73% on Friday. The benchmark five-year interest rates were trading 2 basis points higher flat at 7.71% from its previous close at 7.69% on Friday.
- **Rupee ends substantially weaker along with equities on Monday:** Indian rupee ended weaker against dollar on Monday due to increased demand for the American currency from banks and importers, tracking losses in Asian currencies. Besides, weak trade in the local equity market also hit the sentiment. Rupee ended at 66.62, 48 paise weaker from its previous close of 66.14 on Friday. The currency touched a high and low of 66.63 and 66.26 respectively.

## ECONOMY &amp; MARKET PULSE

- Govt to roll out DBT scheme for kerosene from April 1
- Nikkei India PMI slips to 28-month low in December
- Govt hikes excise duty on petrol by 37 paise/ litre and diesel by Rs 2/litre
- Retrospective tax scared investors away: Arun Jaitley

## Indices Performance

| Index            | 4-Jan-16  | Previous Close | % Change* |
|------------------|-----------|----------------|-----------|
| S&P BSE Sensex   | 25,623.35 | 26,160.90      | -2.05%    |
| CNX Nifty        | 7,791.30  | 7,963.20       | -2.16%    |
| CNX Midcap       | 13,429.40 | 13,540.45      | -0.82%    |
| CNX 500          | 6,630.80  | 6,753.65       | -1.82%    |
| S&P BSE Smallcap | 11,807.82 | 11,940.75      | -1.11%    |

## Global Markets

| Index     |           | Previous Close | % Change* |
|-----------|-----------|----------------|-----------|
| Dow Jones | 17,148.94 | 17,425.03      | -1.58%    |
| Nasdaq    | 4,903.09  | 5,007.41       | -2.08%    |
| S&P 500   | 2,012.66  | 2,043.94       | -1.53%    |
| FTSE      | 6,093.43  | 6,242.30       | -2.38%    |
| CAC       | 4,522.45  | 4,637.06       | -2.47%    |

## Institutional Flows (Equity)

| Description (Rs in Cr) | Purchases | Sales    | Net     |
|------------------------|-----------|----------|---------|
| FII Flows              | 656.76    | 376.22   | 280.54  |
| DII Flows              | 1,371.47  | 1,594.26 | -222.79 |

## Commodity Market

| Commodities (INR)    |           | Gains+Loss | % Change* |
|----------------------|-----------|------------|-----------|
| Gold (10gm)          | 25,397.00 | 435.00     | 1.74%     |
| Silver (1Kg)         | 33,533.00 | 198.00     | 0.59%     |
| Crude Oil (1 barrel) | 2,465.00  | -15.00     | -0.60%    |
| Aluminium (1 Kg)     | 98.85     | -1.50      | -1.49%    |
| Copper (1Kg)         | 309.80    | -6.50      | -2.06%    |

## Currency Market

| Currency      | 4-Jan-16 | Gains+Loss | % Change* |
|---------------|----------|------------|-----------|
| INR / 1 USD   | 66.4623  | 0.28       | 0.43%     |
| INR / 1 GBP   | 97.9455  | 0.34       | 0.35%     |
| INR / 1 EURO  | 72.3907  | 0.53       | 0.73%     |
| INR / 100 JPY | 55.6500  | 0.64       | 1.16%     |

## NSE Top 5 Gainers

| Company            | 4-Jan-16 | Previous Close | % Change* |
|--------------------|----------|----------------|-----------|
| Visesh Infotecnics | 0.15     | 0.10           | 50.00%    |
| Sudar Industries   | 5.40     | 4.50           | 20.00%    |
| BSEL Infra Realty  | 3.60     | 3.00           | 20.00%    |
| Surana Industries  | 9.00     | 7.50           | 20.00%    |
| Surana Corporation | 1.80     | 1.50           | 20.00%    |

## NSE Top 5 Losers

| Company              | 4-Jan-16 | Previous Close | % Change* |
|----------------------|----------|----------------|-----------|
| VKS Projects         | 0.15     | 0.20           | -25.00%   |
| Paras Petrofils      | 0.25     | 0.30           | -16.67%   |
| Farmax India         | 0.25     | 0.30           | -16.67%   |
| KSS                  | 0.30     | 0.35           | -14.29%   |
| Greenearth Resources | 0.40     | 0.45           | -11.11%   |

## BSE Top 5 Gainer

| Company           | 4-Jan-16 | Previous Close | % Change* |
|-------------------|----------|----------------|-----------|
| Dolat Investment  | 3.60     | 3.00           | 20.00%    |
| Surana Industries | 9.00     | 7.50           | 20.00%    |
| Rishi Laser       | 19.80    | 16.50          | 20.00%    |
| Acknit Industries | 126.00   | 105.00         | 20.00%    |
| Vandana Knitwear  | 0.84     | 0.70           | 20.00%    |

## BSE Top 5 Loser

| Company              | 4-Jan-16 | Previous Close | % Change* |
|----------------------|----------|----------------|-----------|
| Looks Health Service | 36.70    | 42.50          | -13.65%   |
| Cals Refineries      | 0.07     | 0.08           | -12.50%   |
| Manaksia Aluminium   | 5.26     | 5.90           | -10.85%   |
| Shristi InfraDev Cor | 111.50   | 125.00         | -10.80%   |
| Pankaj Piyus Trade   | 308.70   | 343.00         | -10.00%   |

\* % change is the over the previous days close.