

Morning Notes

21-Jan-2016

MARKET OUTLOOK

Markets to see some bounce back after last session's massive sell-off: Today, the start is likely to be in green and good bounce back can be seen despite mixed global cues. Traders will be taking some comfort with Reserve Bank of India Governor Raghuram Rajan's statement that India is affected by the 'same kind of jitters' impacting other world markets, but things will stabilize and people will look at stable emerging markets, including India.

EQUITY MARKET WRAP UP

Bears back in action after a day of break, Sensex lost over 400 points: In a harrowing day of trade Indian markets suffered brutal sell-off, it was only the last hour recovery that helped the markets cap their losses otherwise Wednesday could have proved one of the worst trading day for the markets, after Sensex slumped nearly 650 points to slip below the psychological 24,000 mark for the first time since May 16, 2014. BSE Sensex slumped by 417.80 points or 1.71% to 24,062.04, while the CNX Nifty lost 125.80 points or 1.69% to 7,309.30. The BSE Sensex is currently trading at 24062.04, down by 417.80 points or 1.71% after trading in a range of 23839.76 and 24325.77.

DEBT MARKET & FOREX

- Bond yields trade higher on Wednesday:** Bond yields traded higher on Wednesday as investors turned cautious after Reserve Bank of India Governor Raghuram Rajan's statement that implementation remains the major challenge for India's economy and if it can deliver on its promises the country will be 'the place to be'. Yields on new 10 year Government Stock were trading 1 basis point higher at 7.79% from its previous close at 7.78% on Tuesday. The benchmark five-year interest rates were trading flat from its previous close at 7.68% on Tuesday.
- Rupee ends in green despite paring early gains:** Indian rupee after slipping to its fresh two years low in last session on poor trade balance figures, bounced back on Tuesday, on fresh selling of the American currency by exporters. Positive cues from other Asian currencies too supported the rupee, though it pared most of its gains by last. The domestic currency remained in optimistic mood from the very beginning and the positive start, followed by good gains in the local equity markets strengthened the rupee further. Rupee ended at 67.65, 3 paise stronger from its previous close of 67.68 on Monday. The currency touched a high and low of 67.73 and 67.52 respectively.

ECONOMY & MARKET PULSE

- Finance ministry and RBI working in tandem for solution to the stressed assets: Jayant Sinha
- Govt approves new power tariff policy
- IMF retains India's GDP growth forecast at 7.5% for FY17
- Commerce Ministry suggests reducing DDT and MAT in Budget
- India, UK to strengthen economic cooperation in infra and financial services

Indices Performance

Index	20-Jan-16	Previous Close	% Change*
S&P BSE Sensex	24,062.04	24,479.84	-1.71%
CNX Nifty	7,309.30	7,435.10	-1.69%
CNX Midcap	12,027.25	12,248.75	-1.81%
CNX 500	6,115.75	6,225.20	-1.76%
S&P BSE Smallcap	10,311.17	10,525.92	-2.04%

Global Markets

Index		Previous Close	% Change*
Dow Jones	15,766.74	16,016.02	-1.56%
Nasdaq	4,471.69	4,476.95	-0.12%
S&P 500	1,859.33	1,881.33	-1.17%
FTSE	5,673.58	5,876.80	-3.46%
CAC	4,124.95	4,272.26	-3.45%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	2,688.35	3,449.78	-761.43
DII Flows	2,882.52	1,499.38	1,383.14

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	26,559.00	502.00	1.93%
Silver (1Kg)	34,689.00	261.00	0.76%
Crude Oil (1 barrel)	1,919.00	-134.00	-6.53%
Aluminium (1 Kg)	100.15	-0.70	-0.69%
Copper (1Kg)	297.35	-1.40	-0.47%

Currency Market

Currency	20-Jan-16	Gains+/-Loss	% Change*
INR / 1 USD	67.9774	0.41	0.61%
INR / 1 GBP	96.2016	-0.22	-0.23%
INR / 1 EURO	74.4828	0.98	1.33%
INR / 100 JPY	58.2400	0.87	1.52%

NSE Top 5 Gainers

Company	20-Jan-16	Previous Close	% Change*
ATN International	0.30	0.25	20.00%
Paras Petrofils	0.30	0.25	20.00%
GKW	758.50	679.50	11.63%
Blue Chip India	0.50	0.45	11.11%
Godfrey Phillips	1169.00	1056.15	10.69%

NSE Top 5 Losers

Company	20-Jan-16	Previous Close	% Change*
Aditya Birla Nuvo	882.15	2065.55	-57.29%
Visesh Infotecnics	0.10	0.15	-33.33%
Rasoya Proteins	0.20	0.25	-20.00%
TGB Banquets	79.90	99.00	-19.29%
Farmax India	0.25	0.30	-16.67%

BSE Top 5 Gainer

Company	20-Jan-16	Previous Close	% Change*
Abhishek Infraventur	20.70	17.34	19.38%
Bhagiradha Chem	116.70	100.60	16.00%
Womens Next	68.30	58.95	15.86%
Gokak Textiles	61.65	55.40	11.28%
Godfrey Phillips	1172.40	1059.25	10.68%

BSE Top 5 Loser

Company	20-Jan-16	Previous Close	% Change*
Aditya Birla Nuvo	883.00	2065.70	-57.25%
Ajanta Soya	14.40	18.00	-20.00%
Paushak	631.00	788.75	-20.00%
Birla Cotsyn (India)	0.04	0.05	-20.00%
RCL Retail	15.25	19.05	-19.95%

* % change is the over the previous days close.