

## Morning Notes

03-Feb-2016

## MARKET OUTLOOK

**Markets to start on weak note tailing feeble global cues:**

Today, the start is likely to be weak and the markets will extend their somberness for yet another day amid feeble global cues. While there will still be lingering disillusionment of RBI's policy stance, the commodity stocks will be under pressure taking cues from their global counterparts. However, there will be some solace with the Reserve Bank keeping its growth projections for Indian economy unchanged at 7.4 percent for the current fiscal, a tad higher than 7.3 percent forecast by the World Bank.

## EQUITY MARKET WRAP UP

**Benchmarks witness bloodbath in final hours; Nifty breaches 7,500 mark:**

Tuesday's session turned out to be a nasty one for the Indian equity benchmarks which tumbled like a 'house of cards' and went on to breach various key technical levels in the over a percent freefall. Sentiments turned pessimistic after the Reserve Bank of India (RBI) kept its key policy rates unchanged, opting to wait for the government's annual budget statement at the end of February for further easing. BSE Sensex declined by 285.83 points or 1.15% to 24539.00, while the CNX Nifty lost 100.40 points or 1.33% to 7,455.55. The BSE Sensex touched a high and a low 24928.75 and 24460.53, respectively. The broader indices ended in red, with the BSE Mid cap index ending down by 1.74%, while Small cap index ending lower by 1.25%.

## DEBT MARKET &amp; FOREX

**Bond yields trade higher on Tuesday:** Bond yields traded higher on Tuesday as the lack of specific measures to boost financial-system liquidity at the central bank's monetary policy review left investors disappointed. Yields on new 10 year Government Stock were trading 4 basis points higher at 7.83% from its previous close at 7.79% on Monday. The benchmark five-year interest rates were trading 3 basis points higher at 7.65% from its previous close at 7.62% on Monday.

**Rupee ends weaker as RBI maintains status quo on rates:** Indian rupee extending its weakness for the second straight day depreciated against dollar on Tuesday after the Central Bank in its monetary policy review opted to keep the policy repo rate unchanged on inflation concerns even as it emphasized that it continues to be accommodative. Rupee ended at 67.98, 14 paise weaker from its previous close of 67.84 on Monday. The currency touched a high and low of 67.99 and 67.77 respectively.

## ECONOMY &amp; MARKET PULSE

- Govt appointed panel suggest sweeping changes to the Companies Act, 2013
- CBDT enters into bilateral APAs with two UK-based firms
- Growth in eight core industries slows down to 0.9% in December
- Just In: RBI maintains status quo, keeps repo and CRR rate unchanged at 6.75 and 4 percent respectively.
- Nirmala Sitharaman to meet export promotion councils to promote country's exports
- Steps will be taken to protect domestic steel industry: Narendra Singh Tomar

## Indices Performance

Index	2-Feb-16	Previous Close	% Change*
S&P BSE Sensex	24,539.00	24,824.83	-1.15%
CNX Nifty	7,455.55	7,555.95	-1.33%
CNX Midcap	12,347.85	12,526.10	-1.42%
CNX 500	6,252.20	6,341.60	-1.41%
S&P BSE Smallcap	10,764.74	10,901.41	-1.25%

## Global Markets

Index		Previous Close	% Change*
Dow Jones	16,153.54	16,449.18	-1.80%
Nasdaq	4,516.95	4,620.37	-2.24%
S&P 500	1,903.03	1,939.38	-1.87%
FTSE	5,922.01	6,060.10	-2.28%
CAC	4,283.99	4,392.33	-2.47%

## Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,281.44	3,876.76	404.68
DII Flows	1,346.11	1,669.34	-323.23

## Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	26,906.00	124.00	0.46%
Silver (1Kg)	34,827.00	-43.00	-0.12%
Crude Oil (1 barrel)	2,066.00	-87.00	-4.04%
Aluminium (1 Kg)	103.00	-1.20	-1.15%
Copper (1Kg)	309.90	-0.25	-0.08%

## Currency Market

Currency	2-Feb-16	Gains+/-Loss	% Change*
INR / 1 USD	67.8340	0.16	0.24%
INR / 1 GBP	97.6131	1.10	1.14%
INR / 1 EURO	73.9323	0.52	0.71%
INR / 100 JPY	56.2100	0.43	0.77%

## NSE Top 5 Gainers

Company	2-Feb-16	Previous Close	% Change*
VKS Projects	0.15	0.10	50.00%
Visesh Infotecnics	0.15	0.10	50.00%
Rasoya Proteins	0.30	0.25	20.00%
Farmax India	0.30	0.25	20.00%
Excel Realty	40.05	33.85	18.32%

## NSE Top 5 Losers

Company	2-Feb-16	Previous Close	% Change*
Visagar Polytex	61.45	72.85	-15.65%
TN Petro Products	22.05	25.25	-12.67%
Pan India Corp.	0.35	0.40	-12.50%
Adani Transmission	34.30	39.10	-12.28%
REI Six Ten Retail	0.40	0.45	-11.11%

## BSE Top 5 Gainer

Company	2-Feb-16	Previous Close	% Change*
Elegant Marbles&Gran	96.30	80.25	20.00%
Nitta Gelatin India	201.10	167.60	19.99%
Raj Rayon Industries	0.57	0.48	18.75%
Excel Realty	40.30	34.05	18.36%
Manaksia Industries	5.37	4.55	18.02%

## BSE Top 5 Loser

Company	2-Feb-16	Previous Close	% Change*
NR Agarwal Inds	30.65	37.90	-19.13%
Visagar Polytex	61.80	72.80	-15.11%
Cals Refineries	0.06	0.07	-14.29%
Beekay Niryat	10.38	11.99	-13.43%
TN Petro Products	22.15	25.35	-12.62%

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