

Morning Notes

04-Feb-2016

MARKET OUTLOOK

Markets to see some recovery with a positive start: Today, the start is likely to be in green and some recovery can be seen after the recent falls, on supportive global cues. Also, as the Finance Minister Arun Jaitley amid global uncertainty has said that it is important for India to emerge out of the crisis stronger as it is on a much higher and stabler footing than other nations. Jaitley said that India is 'relatively unimpacted' by some of the factors that have caused the global crisis.

EQUITY MARKET WRAP UP

Global tremors continue to assault local markets; Nifty breaches 7400 mark: The carnage in Indian stock markets prolonged for yet another session, as the benchmarks continued to sway to the tune of depressing global developments and deposited another over a percentage point on Wednesday. There were no positive surprises from the third quarter earnings on the domestic front, while in the overseas markets global oil majors have reported weak earnings. Depreciation in Indian rupee also weighed on the sentiments. BSE Sensex slumped by 315.68 points or 1.29% to 24223.32, while the CNX Nifty lost 93.75 points or 1.26% to 7,361.80. The BSE Sensex touched a high and a low 24409.26 and 24187.54, respectively. The broader indices ended in red, with the BSE Mid cap index ending down by 1.30%, while Small cap index ending lower by 2.25%.

DEBT MARKET & FOREX

- Bond yields trade higher on Wednesday:** Bond yields traded higher as investors were disappointed with the RBI's status quo stance in its monetary policy review. Sentiments weakened further with Moody's Investors Service's report that RBI's target to bring down retail inflation at 5 per cent by March 2017 will face some risks from monsoon uncertainty and execution of seventh Pay Panel recommendations. Yields on new 10 year Government Stock were trading 2 basis points higher at 7.86% from its previous close at 7.84% on Tuesday. The benchmark five-year interest rates were trading flat from its previous close at 7.68% on Tuesday.
- Rupee breaches 68 level mark against dollar on Wednesday:** Indian rupee breaching 68 level mark ended weaker against dollar on Wednesday due to demand for dollar from banks and importers amid capital outflows from the local equity market. Rupee ended at 68.07, 9 paise weaker from its previous close of 67.98 on Tuesday. The currency touched a high and low of 68.26 and 68.03 respectively.

ECONOMY & MARKET PULSE

- RBI maintains status quo in Sixth Bi-monthly Monetary Policy Statement
- India's service sector growth hits 19-month high of 54.3 in January
- Easwar committee to examine salary deductions, tax treaties issues in its second report
- Govt sets up Council to bring consistency in tax policies
- EEPC asks Centre to tweak promotional schemes in view of fall in exports

Indices Performance

Index	3-Feb-16	Previous Close	% Change*
S&P BSE Sensex	24,223.32	24,539.00	-1.29%
CNX Nifty	7,361.80	7,455.55	-1.26%
CNX Midcap	12,175.95	12,347.85	-1.39%
CNX 500	6,166.20	6,252.20	-1.38%
S&P BSE Smallcap	10,522.01	10,764.74	-2.25%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,336.66	16,153.54	1.13%
Nasdaq	4,504.24	4,516.95	-0.28%
S&P 500	1,912.53	1,903.03	0.50%
FTSE	5,837.14	5,922.00	-1.43%
CAC	4,226.96	4,283.99	-1.33%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,102.32	4,168.29	-65.97
DII Flows	1,455.23	1,600.01	-144.78

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	27,197.00	306.00	1.14%
Silver (1Kg)	35,701.00	896.00	2.57%
Crude Oil (1 barrel)	2,168.00	99.00	4.78%
Aluminium (1 Kg)	104.00	1.10	1.07%
Copper (1Kg)	315.80	5.85	1.89%

Currency Market

Currency	3-Feb-16	Gains+/-Loss	% Change*
INR / 1 USD	68.1825	0.35	0.51%
INR / 1 GBP	98.3192	0.71	0.72%
INR / 1 EURO	74.4553	0.52	0.71%
INR / 100 JPY	56.9800	0.77	1.37%

NSE Top 5 Gainers

Company	3-Feb-16	Previous Close	% Change*
Lakshmi Energy&Food	19.85	17.60	12.78%
Noesis Industries	0.45	0.40	12.50%
Oudh Sugar Mills	45.80	40.90	11.98%
Store One Retail	57.55	52.35	9.93%
Bajaj Finance	6379.75	5811.40	9.78%

NSE Top 5 Losers

Company	3-Feb-16	Previous Close	% Change*
Visesh Infotecnics	0.10	0.15	-33.33%
Crompton Greaves	130.90	167.25	-21.73%
Visagar Polytex	49.20	61.45	-19.93%
Sumeet Inds	13.95	17.40	-19.83%
Rasoya Proteins	0.25	0.30	-16.67%

BSE Top 5 Gainer

Company	3-Feb-16	Previous Close	% Change*
RCI Industries&Tech	48.70	40.60	19.95%
Beekay Niryat	12.45	10.38	19.94%
BC Power	23.60	19.70	19.80%
Cals Refineries	0.07	0.06	16.67%
Elegant Marbles&Gran	108.50	96.30	12.67%

BSE Top 5 Loser

Company	3-Feb-16	Previous Close	% Change*
Crompton Greaves	130.80	167.10	-21.72%
Birla Cotsyn (India)	0.04	0.05	-20.00%
Sumeet Inds	14.10	17.60	-19.89%
Visagar Polytex	49.80	61.80	-19.42%
Vama Industries	20.50	24.95	-17.84%

* % change is the over the previous days close.