

## Morning Notes

17-Mar-2016

## MARKET OUTLOOK

**Markets to make a strong start extending last session gains:**

The Indian markets after remaining weak in early deals moved higher in the final hours and major bourses gained around half a percent for the day. Today, the start is likely to be strong and the markets will be extending the gains, as the Federal Reserve has scaled back its projection for interest-rate hikes, keeping its policy rate unchanged at the end of its two-day rate-setting meeting and has once again ignited the call of rate cut from the Reserve Bank of India.

## EQUITY MARKET WRAP UP

**Late rebound help Indian Benchmarks close with moderate gain:**

Indian benchmark indices witnessed a smart recovery in the second half of the session and ended the day in the green, however the trade remained volatile throughout the day. Investors took some encouragement with Standard & Poor's report that continued low oil prices will boost spending in India and help mitigate fiscal and current account deficits. The BSE Sensex gained 131.31 points or 0.53% to 24682.48, while the CNX Nifty rose 38.15 points or 0.51% to 7,498.75. The BSE Sensex touched a high and a low 24817.80 and 24552.26, respectively. The broader indices made a negative closing; the BSE Mid cap index ended down by 0.41%, while Small cap index declined by 0.17%.

## DEBT MARKET &amp; FOREX

- Bond yields trade flat on Wednesday:** Bond yields remained steady on Wednesday amidst lack of any fresh triggers. Investors turned cautious with the report that India's merchandise exports contracted for the 15th month in a row in February amid tepid global demand and a volatile global currency market. Exports fell 5.6% in February from a year earlier to \$20.73 billion, the slowest decline since December 2014 when shipments fell 3.77%. The yields on new 10 year Government Stock were trading flat from its previous close at 7.58% on Tuesday. The benchmark five-year interest rates were trading 1 basis point higher at 7.76% from its previous close at 7.75% on Tuesday.

- Rupee appreciates ahead of the outcome of US Fed's policy review:** Snapping its two-days losing streak, Indian rupee bounced back against dollar on Wednesday due to selling of American currency by banks and exporters. Besides, equity markets which turned positive at the end of the session also buttressed the domestic currency. The rupee ended at 67.25, 14 paise stronger from its previous close of 67.39 on Tuesday. The currency touched a high and low of 67.44 and 67.21 respectively.

## ECONOMY &amp; MARKET PULSE

- Exports continues the decline for the 15th month in a row, down 5.66% in February
- Govt gives approval for NHA plan to raise Rs 55,000 crore from market
- Disinvestment department to market PSUs among investors in Japan, US
- Indian railways pitches for over Rs 8 lakh crore investment
- Agriculture sector grows by 1.6% per annum in first 4 years of 12th Five Year Plan

## Indices Performance

Index	16-Mar-16	Previous Close	% Change*
S&P BSE Sensex	24,682.48	24,551.17	0.53%
CNX Nifty	7,498.75	7,460.60	0.51%
CNX Midcap	12,206.40	12,251.60	-0.37%
CNX 500	6,238.45	6,222.65	0.25%
S&P BSE Smallcap	10,239.25	10,256.50	-0.17%

## Global Markets

Index		Previous Close	% Change*
Dow Jones	17,325.76	17,251.53	0.43%
Nasdaq	4,763.97	4,728.67	0.75%
S&P 500	2,027.22	2,015.93	0.56%
FTSE	6,175.49	6,140.00	0.58%
CAC	4,463.00	4,472.63	-0.22%

## Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,822.82	3,850.23	-27.41
DII Flows	1,031.87	1,712.03	-680.16

## Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	28,966.00	-71.00	-0.24%
Silver (1Kg)	36,899.00	-178.00	-0.48%
Crude Oil (1 barrel)	2,548.00	91.00	3.70%
Aluminium (1 Kg)	101.55	-0.70	-0.68%
Copper (1Kg)	334.60	-1.45	-0.43%

## Currency Market

Currency	16-Mar-16	Gains+/-Loss	% Change*
INR / 1 USD	67.3680	-0.14	-0.21%
INR / 1 GBP	95.1708	0.75	0.78%
INR / 1 EURO	74.7583	-0.11	-0.15%
INR / 100 JPY	59.4000	-0.09	-0.15%

## NSE Top 5 Gainers

Company	16-Mar-16	Previous Close	% Change*
BAG Films & Media	4.20	3.50	20.00%
Alok Inds	4.80	4.00	20.00%
Parrys Sugar Inds.	38.55	32.15	19.91%
India Glycols	90.90	76.45	18.90%
Den Networks	96.35	83.05	16.01%

## NSE Top 5 Losers

Company	16-Mar-16	Previous Close	% Change*
Lycos Internet	19.00	23.70	-19.83%
LCC Infotech	0.30	0.35	-14.29%
Nakoda	0.30	0.35	-14.29%
TechIndia Nirman	3.05	3.50	-12.86%
MVL	0.35	0.40	-12.50%

## BSE Top 5 Gainer

Company	16-Mar-16	Previous Close	% Change*
Alok Inds	4.86	4.05	20.00%
Parrys Sugar Inds.	39.80	33.20	19.88%
BAG Films & Media	4.22	3.53	19.55%
India Glycols	91.25	76.70	18.97%
Samruddhi Realty	29.50	25.00	18.00%

## BSE Top 5 Loser

Company	16-Mar-16	Previous Close	% Change*
Lycos Internet	19.05	23.80	-19.96%
Amrapali Cap. & Fin	32.50	40.50	-19.75%
Gokul Refoils & Solv	10.35	11.90	-13.03%
Kavveri Telecom Prod	17.40	19.90	-12.56%
Info-Drive Software	0.43	0.49	-12.24%

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