

## Morning Notes

18-Apr-2016

## MARKET OUTLOOK

**Markets to make a soft start of another truncated week; IT stocks in focus:** The Indian markets had rallied before going for a long weekend with major indices posting gains of near to two percent on hopes of good monsoon. Today, the start of another truncated week is likely to be soft, tailing the weakness in the other global markets. Traders will also be concerned with a quarterly employment survey report of Labour Bureau, a wing of Labour Ministry, which has said that employment generation in eight key sectors, including gems & jewellery, handloom, leather and automobiles, was at seven-year low of 1,35,000 jobs in 2015.

## EQUITY MARKET WRAP UP

**Markets rally for the third day in a row; Sensex reclaims 25,600-mark:** The local equity markets rallied for the third day in a row on Wednesday, as data showing easing inflation and forecast for an above-average monsoon rains sparked hopes for the economic growth and for more rate cuts by the Reserve Bank of India. Besides, strength among the global peers amid rally in commodity and crude oil prices on reports of Russia-Saudi Arabia agreement to freeze output, further buoyed sentiment. The BSE Sensex surged 481.16 points or 1.91% to 25626.75, while the CNX Nifty rallied 141.50 points or 1.84% to 7,850.45. The BSE Sensex touched a high and a low 25671.50 and 25358.42, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 0.91%, while Small cap index gained 1.06%

## DEBT MARKET &amp; FOREX

- Bond yields remain steady on Wednesday:** Bond yields traded flat on Wednesday as investors remained cautious ahead of the long weekend. The yields on new 10 year Government Stock were trading flat from its previous close at 7.41% on Tuesday. The benchmark five-year interest rates were trading 2 basis points higher at 7.40% from its previous close at 7.38% on Tuesday.
- Rupee snaps its three days gaining streak:** Snapping its three days gaining streak, Indian rupee depreciated against dollar on Wednesday on increased demand for US currency from importers amid losses in Asian currencies. The domestic currency erased its early gains to end weaker. Rupee failed to get support from the positive momentum in the domestic equities. Meanwhile, traders avoided long positions owing to a shortened week. The rupee ended at 66.64, 22 paise weaker from its previous close of 66.42 on Tuesday. The currency touched a high and low of 66.66 and 66.31 respectively.

## ECONOMY &amp; MARKET PULSE

- IMF retains India's growth projection for 2016-17 at 7.5 percent
- IMD predicts above normal monsoon after two drought years
- India's IIP grows 2% in February after 3 months of contraction
- CPI inflation in March eases to six-month low of 4.83%
- India has potential to grow between 8 to 10 per cent: Arvind Subramanian

## Indices Performance

Index	13-Apr-16	Previous Close	% Change*
S&P BSE Sensex	25,626.75	25,145.59	1.91%
CNX Nifty	7,850.45	7,708.95	1.84%
CNX Midcap	13,135.30	12,995.80	1.07%
CNX 500	6,575.35	6,470.10	1.63%
S&P BSE Smallcap	10,943.02	10,828.24	1.06%

## Global Markets

Index		Previous Close	% Change*
Dow Jones	17,897.46	17,926.43	-0.16%
Nasdaq	4,938.22	4,945.89	-0.16%
S&P 500	2,080.73	2,082.78	-0.10%
FTSE	6,343.75	6,365.10	-0.34%
CAC	4,495.17	4,511.51	-0.36%

## Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,227.75	2,799.48	428.27
DII Flows	2,519.32	2,249.43	269.89

## Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	28,959.00	199.00	0.69%
Silver (1Kg)	38,507.00	201.00	0.52%
Crude Oil (1 barrel)	2,698.00	-91.00	-3.26%
Aluminium (1 Kg)	103.30	-0.25	-0.24%
Copper (1Kg)	317.15	-2.95	-0.92%

## Currency Market

Currency	13-Apr-16	Gains+Loss	% Change*
INR / 1 USD	66.4293	0.07	0.10%
INR / 1 GBP	94.6684	0.08	0.08%
INR / 1 EURO	75.4637	0.45	0.59%
INR / 100 JPY	60.9800	0.40	0.65%

## NSE Top 5 Gainers

Company	13-Apr-16	Previous Close	% Change*
Samtel Color	0.75	0.55	36.36%
Excel Realty	37.85	31.55	19.97%
Gyscoal Alloys	41.00	34.20	19.88%
Microsec Finl. Serv	78.80	65.80	19.76%
MSP Steel & Power	10.85	9.10	19.23%

## NSE Top 5 Losers

Company	13-Apr-16	Previous Close	% Change*
Farmax India	0.15	0.20	-25.00%
REI Six Ten Retail	0.25	0.30	-16.67%
Pan India Corp.	0.30	0.35	-14.29%
MVL	0.35	0.40	-12.50%
ATN International	0.50	0.55	-9.09%

## BSE Top 5 Gainer

Company	13-Apr-16	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.04	25.00%
Excel Realty	38.40	32.00	20.00%
Maximaa Systems	8.58	7.15	20.00%
MSP Steel & Power	10.45	8.71	19.98%
Microsec Finl. Serv	78.10	65.10	19.97%

## BSE Top 5 Loser

Company	13-Apr-16	Previous Close	% Change*
BC Power	39.00	48.75	-20.00%
Surya Marketing	41.90	51.45	-18.56%
Neo Infracon	29.55	35.00	-15.57%
Oasis Tradelink	86.50	99.00	-12.63%
Real Strips	7.88	9.00	-12.44%

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