

Morning Notes

27-May-2016

MARKET OUTLOOK

Markets to get a positive start on sanguine regional cues: The Indian markets remained in jubilant mood and snapped the May series on strong note, with the major benchmarks soaring to their highs of the year in the last session. Some upbeat earnings and policy decisions coupled with short covering helped the markets post another big rally. Today, the start of the new series is likely to be in green and the markets will be extending the gains, though all eyes will be on the Fed chief's speech at Massachusetts on Friday night to look for clues to a rate hike.

EQUITY MARKET WRAP UP

Markets rally for the third day in a row; Nifty reclaims 8,000-mark: The local equity markets rallied for the third day in a row on Thursday, as participants indulged in buying valuable stocks at attractive valuations. Sentiment got a boost after Prime Minister Narendra Modi said that he expects the long-pending GST bill to get the parliamentary nod this year while efforts to amend another contentious legislation on land acquisition are 'over now'. BSE Sensex surged 485.51 points or 1.88% to 26366.68, while the CNX Nifty rose 134.75 points or 1.7% to 8,069.65. The BSE Sensex touched a high and a low 26398.94 and 25941.51, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 1%, while Small cap index gained 0.86%

DEBT MARKET & FOREX

- **OTC trade data of government securities as on May 25:** As per the OTC data of May 25, 8.07% GS 2017, maturing on 15-January-2017 was in maximum demand with 21 number of trades and total volume of Rs 1767.25 crore, at last traded price of Rs 100.45 and last traded YTM of Rs 7.31. Followed it was, 12.60% GS 2018, maturing on 23-November-2018 with 1 trades of total volume Rs 1250.00 crore, at last traded price of 111.95 and last traded YTM of Rs 7.27.
- **Rupee rises for the second straight session:** Indian rupee extended their gaining streak on Thursday, supported by the second consecutive day of rally in the local equity markets. The domestic currency that made a flat start picked up pace in the latter trade after the local equity market started moving higher. Rupee ended at 67.17, 16 paise stronger from its previous close at 67.33 on Wednesday. The currency touched a high and low of 67.60 and 67.31 respectively.

ECONOMY & MARKET PULSE

- Government approves capital goods sector policy
- Confidence among Indian businesses fell to a five month low: Survey report
- CCEA approves Railway projects worth Rs 10,736 crore
- SEBI to put in place stringent norms for algo trade

Indices Performance

Index	26-May-16	Previous Close	% Change*
S&P BSE Sensex	26,366.68	25,881.17	1.88%
CNX Nifty	8,069.65	7,934.90	1.70%
CNX Midcap	13,105.45	12,977.85	0.98%
CNX 500	6,725.20	6,626.85	1.48%
S&P BSE Smallcap	11,048.11	10,953.83	0.86%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,828.29	17,851.51	-0.13%
Nasdaq	4,901.77	4,894.89	0.14%
S&P 500	2,076.06	2,048.04	1.37%
FTSE	6,265.65	6,262.90	0.04%
CAC	4,512.64	4,481.64	0.69%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,752.57	3,243.02	509.55
DII Flows	3,047.60	2,362.23	685.37

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	28,738.00	-217.00	-0.75%
Silver (1Kg)	39,051.00	-178.00	-0.45%
Crude Oil (1 barrel)	3,327.00	-1.00	-0.03%
Aluminium (1 Kg)	103.75	0.10	0.10%
Copper (1Kg)	313.10	-1.95	-0.62%

Currency Market

Currency	26-May-16	Gains+Loss	% Change*
INR / 1 USD	67.2855	0.16	0.24%
INR / 1 GBP	98.9501	-0.39	-0.40%
INR / 1 EURO	75.2185	-0.01	-0.01%
INR / 100 JPY	61.3400	-0.02	-0.03%

NSE Top 5 Gainers

Company	26-May-16	Previous Close	% Change*
Birla Cotsyn (India)	0.10	0.05	100.00%
KSS	0.25	0.20	25.00%
Indo Tech Transform.	224.15	186.80	19.99%
Sharda Cropchem	348.45	290.40	19.99%
Shreyas Shipping	321.45	267.90	19.99%

NSE Top 5 Losers

Company	26-May-16	Previous Close	% Change*
Nakoda	0.25	0.30	-16.67%
MVL	0.30	0.35	-14.29%
Raj Rayon Industries	0.35	0.40	-12.50%
Gyscoal Alloys	40.80	46.55	-12.35%
Global Vectra Helico	83.40	93.90	-11.18%

BSE Top 5 Gainer

Company	26-May-16	Previous Close	% Change*
Shreyas Shipping	319.80	266.50	20.00%
Almondz Global Sec	12.78	10.65	20.00%
Indo Tech Transform.	224.70	187.25	20.00%
Sharda Cropchem	348.65	290.55	20.00%
Nile	192.40	160.40	19.95%

BSE Top 5 Loser

Company	26-May-16	Previous Close	% Change*
Lesa Industries	2.40	3.00	-20.00%
Cals Refineries	0.06	0.07	-14.29%
Aayush Food	29.80	34.70	-14.12%
Eurotex Inds.&Export	23.90	27.65	-13.56%
Gyscoal Alloys	40.15	45.95	-12.62%

* % change is the over the previous days close.