

Morning Notes

30-May-2016

MARKET OUTLOOK

Markets to make a cautious but a positive start: The Indian markets remained in jubilant mood in last session, extending gains on broad based buying. Today, the start of the new week is likely to be in green with major bourses further enlarging their gains, though traders will be a bit cautious too ahead of the release of national income figures for fourth quarter, as well as for 2015-16, due on Tuesday. India Ratings and Research has meanwhile said that the economic growth is expected to be 7.5 % in 2015-16, lower than advance estimate of 7.6 % by the Central Statistics Office.

EQUITY MARKET WRAP UP

Markets rally for the fourth day in a row; Sensex reclaims 26,600-mark: Indian benchmark indices carried forward their northbound journey for yet another session on Friday, on the back of slew of positive news and strong earnings from index companies. Investors remained on the optimistic mood from the start of the trade with the global rating agency Fitch in its Global Economic outlook stating that India's economic growth will accelerate to 8 percent by 2018-19 fiscal as gradual implementation of structural reforms will contribute to higher growth. The report further highlighted that India's GDP will grow 7.5% in fiscal year ending March 2016 and improve to 7.7% in the current fiscal year and further to 7.9% in the fiscal year ending March 2018. BSE Sensex surged 286.92 points or 1.09% to 26653.60, while the CNX Nifty rallied 87 points or 1.08% to 8,156.65. The BSE Sensex touched a high and a low 26677.43 and 26405.28, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 1.39%, while Small cap index gained 0.57%

DEBT MARKET & FOREX

- OTC trade data of government securities as on May 26:** As per the OTC data of May 26, 7.16% GOVT STOCK 2023, maturing on 20-May-2023 was in maximum demand with 11 number of trades and total volume of Rs 511.30 crore, at last traded price of Rs 97.58 and last traded YTM of Rs 7.61. Followed it was, 7.59% GS 2029, maturing on 20-March-2029 with 26 trades of total volume Rs 489.00 crore, at last traded price of 99.26 and last traded YTM of Rs 7.68.
- Rupee extend gains taking cues from equity markets:** Indian rupee continued its gaining streak on Friday taking cues from the strength in other regional currencies against the dollar. The rupee got additional support with the local equity markets surge, which moved higher for the fourth straight session, raising hopes of more fund inflows. Rupee ended at 67.03, 13 paise stronger from its previous close at 67.17 on Wednesday. The currency touched a high and low of 67.13 and 66.95 respectively.

ECONOMY & MARKET PULSE

- Fitch Ratings expects India's real GDP growth to rise to 8 percent by 2018-19
- In 2 years govt has strategically navigated the Indian economy to all-round stability: CII
- Govt approves investment of over Rs 5,530 crore under AMRUT in six states
- Govt reforms have led to macro stability in the country:

Indices Performance

| Index | 27-May-16 | Previous Close | % Change* |
|------------------|-----------|----------------|-----------|
| S&P BSE Sensex | 26,653.60 | 26,366.68 | 1.09% |
| CNX Nifty | 8,156.65 | 8,069.65 | 1.08% |
| CNX Midcap | 13,270.05 | 13,105.45 | 1.26% |
| CNX 500 | 6,797.00 | 6,725.20 | 1.07% |
| S&P BSE Smallcap | 11,110.96 | 11,048.11 | 0.57% |

Global Markets

| Index | | Previous Close | % Change* |
|-----------|-----------|----------------|-----------|
| Dow Jones | 17,873.22 | 17,828.29 | 0.25% |
| Nasdaq | 4,933.50 | 4,901.77 | 0.65% |
| S&P 500 | 2,099.06 | 2,090.10 | 0.43% |
| FTSE | 6,270.79 | 6,265.70 | 0.08% |
| CAC | 4,514.74 | 4,512.64 | 0.05% |

Institutional Flows (Equity)

| Description (Rs in Cr) | Purchases | Sales | Net |
|------------------------|-----------|----------|--------|
| FII Flows | 6,500.80 | 5,780.45 | 720.35 |
| DII Flows | 2,021.94 | 1,952.60 | 69.34 |

Commodity Market

| Commodities (INR) | | Gains+Loss | % Change* |
|----------------------|-----------|------------|-----------|
| Gold (10gm) | 28,603.00 | -135.00 | -0.47% |
| Silver (1Kg) | 38,866.00 | -185.00 | -0.47% |
| Crude Oil (1 barrel) | 3,310.00 | -17.00 | -0.51% |
| Aluminium (1 Kg) | 103.65 | -0.10 | -0.10% |
| Copper (1Kg) | 314.30 | 1.20 | 0.38% |

Currency Market

| Currency | 27-May-16 | Gains+Loss | % Change* |
|---------------|-----------|------------|-----------|
| INR / 1 USD | 67.0613 | 0.22 | 0.33% |
| INR / 1 GBP | 98.3923 | 0.56 | 0.56% |
| INR / 1 EURO | 75.0885 | 0.13 | 0.17% |
| INR / 100 JPY | 61.1200 | 0.22 | 0.36% |

NSE Top 5 Gainers

| Company | 27-May-16 | Previous Close | % Change* |
|---------------------|-----------|----------------|-----------|
| VKS Projects | 0.10 | 0.05 | 100.00% |
| Chemf Alkalies | 100.95 | 84.15 | 19.96% |
| Lincoln Pharma | 150.60 | 129.05 | 16.70% |
| Uniphos Enterprises | 52.25 | 46.00 | 13.59% |
| Jyoti Structures | 9.85 | 8.75 | 12.57% |

NSE Top 5 Losers

| Company | 27-May-16 | Previous Close | % Change* |
|----------------------|-----------|----------------|-----------|
| MPS Infotecncis | 0.05 | 0.10 | -50.00% |
| Birla Cotsyn (India) | 0.05 | 0.10 | -50.00% |
| Paras Petrofils | 0.20 | 0.25 | -20.00% |
| KSS | 0.20 | 0.25 | -20.00% |
| FCS Software Soltns. | 0.30 | 0.35 | -14.29% |

BSE Top 5 Gainer

| Company | 27-May-16 | Previous Close | % Change* |
|--------------------|-----------|----------------|-----------|
| Shiva Medicare | 4.01 | 0.56 | 616.07% |
| Sampre Nutritions | 72.90 | 60.80 | 19.90% |
| Chemf Alkalies | 100.90 | 84.15 | 19.90% |
| Brahmaputra Infra | 36.85 | 31.25 | 17.92% |
| Tejnakh Healthcare | 129.15 | 110.00 | 17.41% |

BSE Top 5 Loser

| Company | 27-May-16 | Previous Close | % Change* |
|----------------------|-----------|----------------|-----------|
| Mercury Metals | 0.96 | 3.62 | -73.48% |
| Lahoti Overseas | 8.38 | 10.24 | -18.16% |
| Loyal Textile Mills | 629.15 | 753.80 | -16.54% |
| Info-Drive Software | 0.34 | 0.40 | -15.00% |
| Amarjothi Spg. Mills | 78.95 | 92.15 | -14.32% |

* % change is the over the previous days close.