

Morning Notes

20-Jun-2016

MARKET OUTLOOK

Markets to make a somber start in a knee jerk reaction to Rajan's decision: The Indian markets despite volatility had managed a positive close in last session. Today, the start of the crucial week is going to be bit somber despite positive regional cues, as Reserve Bank of India (RBI) Governor Raghuram Rajan has decided not to go for a second term and bow out in September. There will be knee-jerk reaction in the markets in early deals and the rupee movement will be closely watched, as it is the most to get impacted. However, traders will be getting some support with the report that quick progress of monsoon in last one-two days has taken the crucial weather system to many new regions and is expected to intensify in the days ahead.

EQUITY MARKET WRAP UP

Benchmarks end a volatile session with modest gains; Sensex ends above 26600: A session after displaying a distressing performance, Indian benchmark indices managed a modestly positive close on Friday, as investors accumulated quality stocks at attractive levels. BSE Sensex surged 100.45 points or 0.38% to 26625.91, while the CNX Nifty rose 29.45 points or 0.36% to 8,170.20. The BSE Sensex touched a high and a low 26730.55 and 26538.51, respectively. The broader indices made a mixed closing; the BSE Mid cap index ended down by 0.05%, while Small cap index was up by 0.29%.

DEBT MARKET & FOREX

- **Bond yields trade flat on Friday:** Bond yields trade flat on Friday as investors remained cautious ahead of the announcement of the central bank that it would hold an open market purchase of sovereign papers on Monday. Based on the current assessment of prevailing and evolving liquidity conditions, the Reserve Bank has decided to conduct purchase of Government securities under Open Market Operations for an aggregate amount of Rs 100 billion on June 20, 2016. Yields on new 10 year Government Stock were trading flat at its previous close at 7.50% on Thursday. The benchmark five-year interest rates weretrading flat from its previous close at 7.40% on Thursday.
- **Rupee ends stronger on last trading session:** Indian rupee ended substantially stronger against dollar on Friday on heavy selling of the American currency by exporters and bankers on the back of lower trade deficit in the last fiscal. Rupee ended 67.08, 20 paise stronger from its previous close at 67.28 on Thursday. The currency touched a high and low of 67.20 and 67.03 respectively.

ECONOMY & MARKET PULSE

- India, Switzerland to sign an agreement for AEOI by end of this year
- Government impose 20% export duty on sugar
- India join hands with Brazil, South Africa, China and Indonesia to push EU to change trademark law
- India to export rails worth \$150 million to Iran in July
- Government IT spend in India to touch \$7 bn in 2016: Gartner
- India's CAD narrows to 0.1 per cent of GDP in Q4 2015-16
- PM asks tax officials to remove fear among taxpayers, work towards bridging the "trust deficit"

Indices Performance

Index	17-Jun-16	Previous Close	% Change*
S&P BSE Sensex	26,625.91	26,525.46	0.38%
CNX Nifty	8,170.20	8,140.75	0.36%
CNX Midcap	13,359.25	13,359.40	0.00%
CNX 500	6,842.35	6,819.85	0.33%
S&P BSE Smallcap	11,435.16	11,401.64	0.29%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,675.16	17,733.10	-0.33%
Nasdaq	4,800.34	4,844.92	-0.92%
S&P 500	2,071.22	2,077.99	-0.33%
FTSE	6,021.09	5,950.50	1.19%
CAC	4,193.83	4,153.01	0.98%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,077.58	3,185.79	-108.21
DII Flows	1,538.47	1,564.68	-26.21

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	30,602.00	-5.00	0.54%
Silver (1Kg)	41,362.00	-322.00	0.33%
Crude Oil (1 barrel)	3,246.00	61.00	-3.24%
Aluminium (1 Kg)	108.05	0.45	-0.17%
Copper (1Kg)	305.00	-0.35	-1.75%

Currency Market

Currency	17-Jun-16	Gains+/-Loss	% Change*
INR / 1 USD	67.1682	0.04	0.06%
INR / 1 GBP	95.5535	-0.31	-0.33%
INR / 1 EURO	75.4568	0.36	0.47%
INR / 100 JPY	64.3900	0.16	0.25%

NSE Top 5 Gainers

Company	17-Jun-16	Previous Close	% Change*
MPS Infotecnics	0.10	0.05	100.00%
KSS	0.25	0.20	25.00%
Aditya Birla Money	27.05	22.55	19.96%
Tokyo Plast Intl.	86.90	72.45	19.94%
Tantia Constructions	19.60	16.35	19.88%

NSE Top 5 Losers

Company	17-Jun-16	Previous Close	% Change*
Farmax India	0.10	0.15	-33.33%
Paras Petrofils	0.20	0.25	-20.00%
Raj Rayon Industries	0.30	0.35	-14.29%
Kothari Sugars & Chem	17.50	19.50	-10.26%
Blue Chip India	0.45	0.50	-10.00%

BSE Top 5 Gainer

Company	17-Jun-16	Previous Close	% Change*
Ceejay Finance	61.20	51.00	20.00%
Timex Group India	35.15	29.30	19.97%
Tokyo Plast Intl.	87.10	72.60	19.97%
Aditya Birla Money	27.05	22.55	19.96%
Tantia Constructions	19.60	16.35	19.88%

BSE Top 5 Loser

Company	17-Jun-16	Previous Close	% Change*
Aanchal Ispat	4.29	5.19	-17.34%
Pradeep Metals	43.25	49.00	-11.73%
Fairdeal Filaments	30.75	34.45	-10.74%
Vimal Oil & Foods	42.35	47.10	-10.08%
Oudh Sugar Mills	125.60	139.55	-10.00%

* % change is the over the previous days close.