

Morning Notes

24-Jun-2016

MARKET OUTLOOK

Markets to make a weak start on heightened Brexit concern:

The Indian markets rallied in the last session, the second half surge was on hopes that UK will remain in the European Union and traders lapped up stocks sensing a strong upmove. Today, the start is likely to be very weak, tailing the slump in the regional markets. If the verdict is of Brexit, markets will take even harder knock, while the results turning other way may give a mega boost to the bourses. Traders will be worried about the rupee as the Brexit will be having greater impact on it.

EQUITY MARKET WRAP UP

Benchmarks snap two-day losing streak; Sensex regains 27000 level:

After consolidating in the previous two sessions, Indian equity indices managed to pull through a scintillating performance by vivaciously rallying around a percentage points on Thursday, as investors accumulated quality stocks at attractive levels. Though, the session largely remained characterized by choppiness, with sentiment turning better largely in tune with a higher opening in European shares as Britain began voting in a historic referendum on its future in the European Union. BSE Sensex surged 236.57 points or 0.88% to 27002.22, while the CNX Nifty rose 66.75 points or 0.81% to 8,270.45. The BSE Sensex touched a high and a low 27060.98 and 26736.52, respectively. The broader indices made a mix closing; the BSE Mid cap index ended up by 0.27%, while Small cap index was down by 0.04%.

DEBT MARKET & FOREX

Bond yields trade flat ahead of Brexit referendum: Bond yields were holding steady on Thursday amidst lack of any fresh triggers. Investors remained on sidelines ahead of Britain's referendum today, which will decide whether Britain would remain in the European Union or not. Yields on new 10 year Government Stock were trading flat from its previous close at 7.47% on Wednesday. The benchmark five-year interest rates were trading flat from its previous close at 7.43% on Wednesday.

Indian rupee ends substantially stronger ahead of Brexit poll outcome: Indian rupee appreciated for second consecutive session on Thursday against dollar, tracking other Asian currencies which advanced against the greenback on the Britain referendum day. Besides, increased selling of the American currency by banks and exporters and massive gains in local equity market too added to the positive milieu. Meanwhile, investors turned optimistic that British voters would opt to remain in the European Union at the referendum. Rupee ended 67.25, 22 paise stronger from its previous close at 67.47 on Wednesday. The currency touched a high and low of 67.40 and 67.23 respectively.

ECONOMY & MARKET PULSE

- Mega spectrum auction gets government nod
- Centre approves agreement to amend tax treaty with Belgium
- Govt extend the deadline for states to join UDAY scheme
- Govt approves Rs 6,000 crore package to boost textile sector

Indices Performance

Index	23-Jun-16	Previous Close	% Change*
S&P BSE Sensex	27,002.22	26,765.65	0.88%
CNX Nifty	8,270.45	8,203.70	0.81%
CNX Midcap	13,456.80	13,441.90	0.11%
CNX 500	6,910.55	6,871.00	0.58%
S&P BSE Smallcap	11,446.26	11,450.59	-0.04%

Global Markets

Index		Previous Close	% Change*
Dow Jones	18,011.07	17,780.83	1.29%
Nasdaq	4,910.04	4,833.32	1.59%
S&P 500	2,113.32	2,085.45	1.34%
FTSE	6,338.10	6,261.20	1.23%
CAC	4,465.90	4,380.03	1.96%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	2,854.76	2,886.62	-31.86
DII Flows	1,656.05	1,452.49	203.56

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	29,914.00	-208.00	-0.69%
Silver (1Kg)	41,190.00	-3.00	-0.01%
Crude Oil (1 barrel)	3,355.00	61.00	1.85%
Aluminium (1 Kg)	110.00	0.40	0.36%
Copper (1Kg)	321.40	3.85	1.21%

Currency Market

Currency	23-Jun-16	Gains+/-Loss	% Change*
INR / 1 USD	67.3702	0.19	0.28%
INR / 1 GBP	99.4721	-0.32	-0.32%
INR / 1 EURO	76.3776	-0.34	-0.45%
INR / 100 JPY	64.5200	0.09	0.14%

NSE Top 5 Gainers

Company	23-Jun-16	Previous Close	% Change*
MPS Infotecnics	0.10	0.05	100.00%
Farmax India	0.15	0.10	50.00%
Hexa Tradex	17.75	14.80	19.93%
Opto Circuits (I)	10.85	9.05	19.89%
Astec Lifesciences	346.75	293.60	18.10%

NSE Top 5 Losers

Company	23-Jun-16	Previous Close	% Change*
VKS Projects	0.05	0.10	-50.00%
Paras Petrofils	0.20	0.25	-20.00%
KSS	0.20	0.25	-20.00%
Nakoda	0.30	0.35	-14.29%
Raj Rayon Industries	0.30	0.35	-14.29%

BSE Top 5 Gainer

Company	23-Jun-16	Previous Close	% Change*
Lee & Nee Soft.	3.24	2.70	20.00%
Prerna Infrabuild	28.80	24.00	20.00%
Opto Circuits (I)	10.93	9.11	19.98%
Hexa Tradex	17.32	14.44	19.94%
ISL Consulting	18.15	15.15	19.80%

BSE Top 5 Loser

Company	23-Jun-16	Previous Close	% Change*
Landmark PropertyDev	4.12	4.70	-12.34%
Manaksia Steels	8.55	9.70	-11.86%
Adhunik Industries	59.65	67.30	-11.37%
Chemtech Industrial	17.40	19.50	-10.77%
Jaykay Enterprises	4.30	4.80	-10.42%

* % change is the over the previous days close.