

Morning Notes

29-Jun-2016

MARKET OUTLOOK

Markets to make a positive start on sanguine global cues: The Indian markets moved higher in last session, putting a brave face on Brexit fears, traders also took encouragement with good progress of monsoon. Today, the penultimate session of the F&O series expiry is likely to be in green on supportive global cues, but there will be bouts of volatility too with traders adjusting their positions ahead of Thursday's F&O expiry. Marketmen will be getting some encouragement with a Reserve Bank of India Financial Stability Report (FSR), stating that despite global uncertainties, banking sector issues, the economy stands out in terms of growth as compared to other emerging markets and the Indian financial system remains stable.

EQUITY MARKET WRAP UP

Indian markets comes out of Brexit jitters; Sensex ends above 26500: Showing more firmness in aftermath of Britain's decision to exit European Union, the Indian markets posted decent gains on Tuesday. Though, there were rounds of volatility too but they were mainly due to the F&O series expiry slated in two days, and the market participants showing their faith and going for value buying took the bourses higher for the day. BSE Sensex ended at 26524.55, up by 121.59 points or 0.46% after trading in a range of 26378.46 and 26583.33. There were 19 stocks in green against 11 stocks in red on the index. The broader indices outperformed the benchmarks; the BSE Mid cap index was up by 0.48%, while Small cap index gained 0.79%.

DEBT MARKET & FOREX

- **Bond yields trade lower on Tuesday:** Bond yields trade lower on Tuesday as investors continued adding positions in the safe heaven bonds amid hopes of delayed rate hike in world's largest economy post the British exit from European Union. Yields on new 10 year Government Stock were trading 1 basis point lower at 7.44% from its previous close at 7.45% on Monday. The benchmark five-year interest rates were trading flat from its previous close at 7.41% on Monday.
- **Rupee surrenders early gains; concludes flat against dollar:** Indian rupee ended flat against dollar on Tuesday due to month-end dollar demand from banks and importers. However dollar weakness against some other currencies overseas capped rupee losses to large extent. Though, the domestic currency traded strong in the early deals it lost their momentum at the end. Rupee ended 67.95, 1 paise weaker from its previous close at 67.94 on Monday. The currency touched a high and low of 68.00 and 67.72 respectively.

ECONOMY & MARKET PULSE

- Government initiates process to set up monetary policy committee
- Cash payments only above Rs 2 lakh to attract TCS: CBDT
- Govt to take up recommendation of pay panel proposal on July 29th
- DIPP to discuss proposal of banning FDI in the tobacco sector with NITI Aayog
- India's inflation rate lower than UPA government regime: Narendra Modi

Indices Performance

| Index | 28-Jun-16 | Previous Close | % Change* |
|------------------|-----------|----------------|-----------|
| S&P BSE Sensex | 26,524.55 | 26,402.96 | 0.46% |
| CNX Nifty | 8,127.85 | 8,094.70 | 0.41% |
| CNX Midcap | 13,495.40 | 13,410.20 | 0.64% |
| CNX 500 | 6,837.75 | 6,803.70 | 0.50% |
| S&P BSE Smallcap | 11,540.15 | 11,449.75 | 0.79% |

Global Markets

| Index | | Previous Close | % Change* |
|-----------|-----------|----------------|-----------|
| Dow Jones | 17,409.72 | 17,140.24 | 1.57% |
| Nasdaq | 4,691.87 | 4,594.44 | 2.12% |
| S&P 500 | 2,036.09 | 2,000.54 | 1.78% |
| FTSE | 6,140.39 | 5,982.20 | 2.64% |
| CAC | 4,088.85 | 4,030.28 | 1.45% |

Institutional Flows (Equity)

| Description (Rs in Cr) | Purchases | Sales | Net |
|------------------------|-----------|----------|---------|
| FII Flows | 3,510.13 | 3,579.20 | -69.07 |
| DII Flows | 1,434.81 | 1,581.88 | -147.07 |

Commodity Market

| Commodities (INR) | | Gains+/Loss | % Change* |
|----------------------|-----------|-------------|-----------|
| Gold (10gm) | 31,315.00 | -233.00 | -0.74% |
| Silver (1Kg) | 42,346.00 | 57.00 | 0.13% |
| Crude Oil (1 barrel) | 3,226.00 | 90.00 | 2.87% |
| Aluminium (1 Kg) | 109.75 | 1.85 | 1.71% |
| Copper (1Kg) | 325.00 | 7.10 | 2.23% |

Currency Market

| Currency | 28-Jun-16 | Gains+/Loss | % Change* |
|---------------|-----------|-------------|-----------|
| INR / 1 USD | 67.8867 | 0.01 | 0.02% |
| INR / 1 GBP | 90.1739 | 0.74 | 0.81% |
| INR / 1 EURO | 75.0623 | -0.18 | -0.24% |
| INR / 100 JPY | 66.6900 | 0.00 | 0.00% |

NSE Top 5 Gainers

| Company | 28-Jun-16 | Previous Close | % Change* |
|---------------------|-----------|----------------|-----------|
| Farmax India | 0.15 | 0.10 | 50.00% |
| Paras Petrofils | 0.25 | 0.20 | 25.00% |
| Kaushalya Infra Dev | 5.40 | 4.50 | 20.00% |
| Binani Inds | 84.05 | 70.05 | 19.99% |
| ARSS Infra Project | 83.45 | 69.55 | 19.99% |

NSE Top 5 Losers

| Company | 28-Jun-16 | Previous Close | % Change* |
|----------------------|-----------|----------------|-----------|
| FCS Software Soltns. | 0.30 | 0.35 | -14.29% |
| Proseed India | 1.45 | 1.65 | -12.12% |
| Manaksia Aluminium | 4.15 | 4.60 | -9.78% |
| Raj Oil Mills | 1.20 | 1.30 | -7.69% |
| STL Global | 5.40 | 5.85 | -7.69% |

BSE Top 5 Gainer

| Company | 28-Jun-16 | Previous Close | % Change* |
|---------------------|-----------|----------------|-----------|
| Kaushalya Infra Dev | 5.28 | 4.40 | 20.00% |
| RPG Life Sciences | 279.65 | 233.05 | 20.00% |
| Binani Inds | 84.05 | 70.05 | 19.99% |
| Shyam Telecom | 35.15 | 29.30 | 19.97% |
| Optiemus Infracom | 36.95 | 30.80 | 19.97% |

BSE Top 5 Loser

| Company | 28-Jun-16 | Previous Close | % Change* |
|----------------------|-----------|----------------|-----------|
| Urja Global | 1.11 | 1.31 | -15.27% |
| Birla Cotsyn (India) | 0.06 | 0.07 | -14.29% |
| Standard Batteries | 8.63 | 9.79 | -11.85% |
| MFL India | 0.39 | 0.44 | -11.36% |
| Proseed India | 1.51 | 1.70 | -11.18% |

* % change is the over the previous days close.