

Morning Notes

30-Jun-2016

MARKET OUTLOOK

Markets to extend the gains with a positive start, tailing good global cues: The Indian markets surged in last session, with the major indices posting gains of around a percent, as traders resorted to broad based buying on some encouraging developments, marketmen also rejoiced the good progress of monsoon. Today, the start of the F&O series expiry day is likely to be strong. The hopes of rise in consumer demand with the government approving the proposals of Seventh Pay Commission will keep supporting the markets, though it has also raised concern of spike in inflation and meeting the fiscal deficit target.

EQUITY MARKET WRAP UP

Boisterous benchmarks stage a remarkable rally; Nifty ends above 8200 mark: Indian benchmark indices staged a blockbuster performance on Wednesday by vehemently surging close to a percent in the session, with auto and retail sector shares rallying after the government approved a long-awaited pay hike for its employees, while sentiment was also boosted by a global relief rally as the immediate impact of Brexit began to fade. BSE Sensex surged 215.84 points or 0.81% to 26740.39, while the CNX Nifty rose 76.15 points or 0.94% to 8,204.00. The BSE Sensex touched a high and a low 26776.17 and 26606.31, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 0.98%, while Small cap index was up by 1.31%.

DEBT MARKET & FOREX

- **Bond yields trade lower on Wednesday:** Bond yields traded lower on Wednesday, as investors continued to build positions amid hopes of easy monetary policies by central banks across the world. Meanwhile, a pickup in monsoon rains eased concern that a reduction in crop output will stoke food costs. Yields on new 10 year Government Stock were trading 1 basis point lower at 7.44% from its previous close at 7.45% on Tuesday. The benchmark five-year interest rates were trading flat from its previous close at 7.40% on Tuesday.
- **Rupee ends substantially stronger on Wednesday:** Indian rupee ended substantially stronger against dollar on Wednesday on increased selling of American currency by banks and exporters. Besides, surge in domestic markets added to the positive milieu of rupee. Further, weakness of the dollar against other currencies overseas gave the rupee some support. rupee ended 67.68, 27 paise stronger from its previous close at 67.95 on Tuesday. The currency touched a high and low of 67.84 and 67.60 respectively.

ECONOMY & MARKET PULSE

- Govt enhances financial powers of ministers, departments
- Cabinet to consider the National Mineral Exploration Policy
- Govt to soon announce hybrid instruments for FDI
- EPFO sets target to cover all workers under PF, pension by 2030
- India's financial system remains stable, despite banking sector facing challenges: RBI report
- India ranks at low 105th position on worldwide Human Capital Index

Indices Performance

Index	29-Jun-16	Previous Close	% Change*
S&P BSE Sensex	26,740.39	26,524.55	0.81%
CNX Nifty	8,204.00	8,127.85	0.94%
CNX Midcap	13,671.30	13,495.40	1.30%
CNX 500	6,907.10	6,837.75	1.01%
S&P BSE Smallcap	11,691.57	11,540.15	1.31%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,694.68	17,409.72	1.64%
Nasdaq	4,779.25	4,691.87	1.86%
S&P 500	2,070.77	2,036.09	1.70%
FTSE	6,360.06	6,140.40	3.58%
CAC	4,195.32	4,088.85	2.60%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,663.10	3,878.40	-215.30
DII Flows	1,565.76	1,585.95	-20.19

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	31,315.00	0.00	0.00%
Silver (1Kg)	43,202.00	856.00	2.02%
Crude Oil (1 barrel)	3,336.00	110.00	3.41%
Aluminium (1 Kg)	110.25	-0.25	-0.23%
Copper (1Kg)	329.95	0.25	0.08%

Currency Market

Currency	29-Jun-16	Gains+/-Loss	% Change*
INR / 1 USD	67.7443	0.14	0.21%
INR / 1 GBP	90.4928	-0.32	-0.35%
INR / 1 EURO	75.0200	0.04	0.06%
INR / 100 JPY	66.2100	0.48	0.72%

NSE Top 5 Gainers

Company	29-Jun-16	Previous Close	% Change*
Consolidated Consn.	3.60	3.00	20.00%
Cords Cable Inds	60.90	50.75	20.00%
PG Electroplast	176.85	147.40	19.98%
SPML Infra	73.95	61.65	19.95%
Surana Solar	24.05	20.05	19.95%

NSE Top 5 Losers

Company	29-Jun-16	Previous Close	% Change*
MPS Infotecnics	0.05	0.10	-50.00%
Farmax India	0.10	0.15	-33.33%
Raj Rayon Industries	0.30	0.35	-14.29%
Nu Tek India	0.60	0.70	-14.29%
Remsons Inds	47.25	51.20	-7.71%

BSE Top 5 Gainer

Company	29-Jun-16	Previous Close	% Change*
GM Breweries	812.30	676.95	19.99%
Nishtha Fin.&Invest	12.93	10.78	19.94%
Camex	40.05	33.40	19.91%
Virinchi	64.80	54.85	18.14%
Aayush Food	28.00	23.85	17.40%

BSE Top 5 Loser

Company	29-Jun-16	Previous Close	% Change*
Kallam Spinning Mill	68.10	76.90	-11.44%
Celebrity Fashions	9.01	10.09	-10.70%
Spentex Industries	3.79	4.07	-6.88%
GSS Infotech	21.00	22.35	-6.04%
Minda Corporation	110.00	116.95	-5.94%

* % change is the over the previous days close.