

Morning Notes

17-Aug-2016

MARKET OUTLOOK

Markets to get a cautious start on sluggish global cues: The Indian markets turned a bit somber and lost around a quarter percent in the last session, after both the inflation gauges CPI and WPI showed uptrend due to rise in food inflation. Today, the start is likely to remain cautious on sluggish global cues, amid increased speculation that the US will raise interest rates. Meanwhile, industry body Assocham has said that the rise in Wholesale Price Index (WPI)-based inflation is in line with the industry's expectation, but added that the government must take "strong action" to address the structural issues of demand and supply within the industry. Traders will be getting some support with the report that Indirect tax collection rose by about 30.8 percent during April-June to Rs 1,99,970 crore, from Rs 1,52,740 crore collected in the year-ago period.

EQUITY MARKET WRAP UP

Benchmarks end a lackluster session with moderate cut: The Indian equity markets witnessed a lack-luster and volatile day of trade on Tuesday after showing firm trend in the previous session. Finally, the BSE Sensex slumped by 87.79 points or 0.31% to 28064.61, while the CNX Nifty dropped 29.60 points or 0.34% to 8,642.55. The BSE Sensex touched a high and a low 28199.10 and 27942.65, respectively. The broader indices made mixed closing; the BSE Mid cap index ended up by 0.55%, while Small cap index was lower by 0.01%.

DEBT MARKET & FOREX

- **Bond yields trade flat on Tuesday:** Bond yields traded flat on Tuesday as retail inflation rose more than expected, dampening prospects of an early rate reduction by the nation's central bank. Back home, the yields on new 10 year Government Stock were trading flat from its previous close at 7.10% on Friday.
- **Rupee snaps two days losing streak:** Snapping two days losing streak, Indian rupee appreciated against dollar on Tuesday due to increased selling of American currency by exporters and banks. Finally the rupee ended at 66.76, stronger by 13 paise from its previous close of 66.89 on Friday. The currency touched a high and low of 66.92 and 66.74 respectively.

ECONOMY & MARKET PULSE

- India's exports decline again by 6.8% in July
- WPI inflation accelerates to 3.55 percent in July
- Just in: July WPI inflation climbs to 3.55 percent v/s 1.62 percent in June
- GST to have negative impact on oil and gas industry: ICRA
- Index of Industrial production growth surges to 2.1% in June
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- Overseas investments by Indian firms rise by 61% in July 2016
- OMCs slash price of petrol by Rs 1 per litre, diesel by Rs 2 per litre
- Retail inflation shot up to nearly 2 year high at 6.07% in July

Indices Performance

Index	13-Aug-16	Previous Close	% Change*
S&P BSE Sensex	28,064.61	28,152.40	-0.31%
CNX Nifty	8,642.55	8,672.15	-0.34%
CNX Midcap	14,881.55	14,814.75	0.45%
CNX 500	7,339.25	7,347.45	-0.11%
S&P BSE Smallcap	12,212.88	12,214.23	-0.01%

Global Markets

Index		Previous Close	% Change*
Dow Jones	18,552.02	18,636.05	-0.45%
Nasdaq	5,227.11	5,262.02	-0.66%
S&P 500	2,178.15	2,190.15	-0.55%
FTSE	6,893.92	6,941.19	-0.68%
CAC	4,460.44	4,497.86	-0.83%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	5,769.30	4,496.37	1,272.93
DII Flows	1,714.96	1,823.94	-108.98

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	31,467.00	248.00	0.79%
Silver (1Kg)	46,336.00	211.00	0.46%
Crude Oil (1 barrel)	3,104.00	133.00	4.48%
Aluminium (1 Kg)	112.85	2.70	2.45%
Copper (1Kg)	321.20	4.10	1.29%

Currency Market

Currency	13-Aug-16	Gains+Loss	% Change*
INR / 1 USD	66.8983	-0.07	-0.11%
INR / 1 GBP	86.3389	0.29	0.33%
INR / 1 EURO	75.0198	-0.56	-0.75%
INR / 100 JPY	66.6800	-1.24	-1.89%

NSE Top 5 Gainers

Company	13-Aug-16	Previous Close	% Change*
VKS Projects	0.15	0.10	50.00%
Paras Petrofils	0.25	0.20	25.00%
Pan India Corp.	0.30	0.25	20.00%
GM Breweries	546.65	455.55	20.00%
Weizmann	36.10	30.10	19.93%

NSE Top 5 Losers

Company	13-Aug-16	Previous Close	% Change*
MPS Infotecnics	0.10	0.15	-33.33%
KSS	0.15	0.20	-25.00%
Store One Retail	155.20	194.00	-20.00%
Usher Agro	16.05	20.05	-19.95%
Panacea Biotec	104.95	131.00	-19.89%

BSE Top 5 Gainer

Company	13-Aug-16	Previous Close	% Change*
VKS Projects	0.15	0.10	50.00%
Paras Petrofils	0.25	0.20	25.00%
Pan India Corp.	0.30	0.25	20.00%
GM Breweries	546.65	455.55	20.00%
Weizmann	36.10	30.10	19.93%

BSE Top 5 Loser

Company	13-Aug-16	Previous Close	% Change*
Store One Retail	155.10	193.85	-19.99%
Usher Agro	16.15	20.15	-19.85%
Faze Three	19.80	24.70	-19.84%
Southern Online Bio	8.76	10.92	-19.78%
RCL Retail	8.35	10.40	-19.71%

* % change is the over the previous days close.