

Morning Notes

01-Sept-2016

MARKET OUTLOOK

Markets to see some consolidation reacting to weak economic data: The Indian markets bucking the global trends, extended the gains in last session with benchmarks surging to fresh 52 weeks high. Today, the start is likely to be a bit cautious and soft amid the mixed global cues and reacting to some weak economic data. India's economic growth rate slipped to 6-quarter low of 7.1 percent in April-June, as compared to 7.9 percent in the previous quarter, mainly due to subdued performance of mining, construction and farm sectors. The economy had expanded at 7.5 percent in the April-June quarter of last financial year, 2015-16. Also, the Core Sector growth slowed to 3.2 percent in July, compared to 5.2 percent recorded in June.

EQUITY MARKET WRAP UP

Sensex slams a century to end at fresh 52-week closing high: Indian shares extended their winning streak for third straight session on Wednesday, led by gains in Capital Goods, banks and consumer durables companies, but major benchmarks ended off their day's high as investors booked profits in metal and select information technology (IT) names. Finally, the BSE Sensex surged 109.16 points or 0.39% to 28452.17, while the CNX Nifty gained 41.85 points or 0.48% to 8,786.20. The BSE Sensex touched a high and a low 2433.38 and 2404.71, respectively. There were 14 stocks advancing against 16 stocks declining on the index. The broader indices ended in green; the BSE Mid cap index rose 0.37%, while Small cap index was up by 0.18%.

DEBT MARKET & FOREX

- Bond yields trade lower on Wednesday:** Bond yields edged marginally lower on Wednesday as investors may add positions amid hopes the new 10-year paper to be auctioned by the central bank this week may be priced below a 7 pct coupon. The benchmark five-year interest rates were trading 1 basis point lower at 7.01% from its previous close of 7.02% on Tuesday.
- Rupee recoups early losses to end stronger on Wednesday:** Indian rupee after making a weak start recouped all its losses and ended strong on Wednesday, on account of splendid gains in local equities amid sustained foreign fund inflows. Finally the rupee ended at 66.96, stronger by 7 paise from its previous close of 67.03 on Tuesday. The currency touched a high and low of 67.08 and 66.96 respectively.

ECONOMY & MARKET PULSE

- Govt approves 16 highway projects worth Rs 7,456.88 crore
- Goods fully exempted from excise duty and VAT by states should be GST exempt: India Inc
- Indian economy may grow at 7.8% on the back of good monsoon: FICCI
- Govt to soon bring draft vehicle scrapping policy: Nitin Gadkari
- Trade unions stick to September 2 nationwide strike, reject govt wage hike
- More capital support needed to deal with stressed assets of PSBs: RBI Deputy Governor

Indices Performance

Index	31-Aug-16	Previous Close	% Change*
S&P BSE Sensex	28,452.17	28,343.01	0.39%
CNX Nifty	8,786.20	8,744.35	0.48%
CNX Midcap	15,370.85	15,328.25	0.28%
CNX 500	7,490.65	7,461.95	0.38%
S&P BSE Smallcap	12,648.79	12,626.09	0.18%

Global Markets

Index		Previous Close	% Change*
Dow Jones	18,400.88	18,454.30	-0.29%
Nasdaq	5,213.22	5,222.99	-0.19%
S&P 500	2,170.95	2,176.12	-0.24%
FTSE	6,781.51	6,820.79	-0.58%
CAC	4,438.22	4,457.49	-0.43%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,138.05	3,749.20	388.85
DII Flows	3,600.67	2,752.97	847.70

Commodity Market

Commodities (INR)		Gains+/Loss	% Change*
Gold (10gm)	30,724.00	-97.00	-0.31%
Silver (1Kg)	43,988.00	8.00	0.02%
Crude Oil (1 barrel)	3,003.00	-122.00	-3.90%
Aluminium (1 Kg)	108.05	-1.20	-1.10%
Copper (1Kg)	312.85	-0.25	-0.08%

Currency Market

Currency	31-Aug-16	Gains+/Loss	% Change*
INR / 1 USD	66.9813	0.11	0.16%
INR / 1 GBP	87.6852	0.01	0.01%
INR / 1 EURO	74.6239	0.32	0.43%
INR / 100 JPY	64.8900	0.72	1.10%

NSE Top 5 Gainers

Company	31-Aug-16	Previous Close	% Change*
KSS	0.20	0.15	33.33%
RBL Bank	299.40	225.00	33.07%
Hind National Glass	110.10	91.75	20.00%
HCC	27.50	22.95	19.83%
Gammon India	17.25	14.75	16.95%

NSE Top 5 Losers

Company	31-Aug-16	Previous Close	% Change*
Farmax India	0.10	0.15	-33.33%
MBL Infrastructures	77.40	96.70	-19.96%
FCS Software Soltns.	0.25	0.30	-16.67%
Kiri Industries	290.75	331.40	-12.27%
Samtel Color	0.45	0.50	-10.00%

BSE Top 5 Gainer

Company	31-Aug-16	Previous Close	% Change*
RBL Bank	299.30	225.00	33.02%
Binny	108.00	90.00	20.00%
Hind National Glass	109.60	91.35	19.98%
Virinchi	67.55	56.30	19.98%
HCC	27.50	22.95	19.83%

BSE Top 5 Loser

Company	31-Aug-16	Previous Close	% Change*
MBL Infrastructures	77.70	97.10	-19.98%
Magnum Ventures	2.79	3.25	-14.15%
Filtra Consultants	15.70	18.20	-13.74%
Kiri Industries	290.00	332.55	-12.80%
Mahabir Metallex	43.75	49.40	-11.44%

* % change is the over the previous days close.