

## Morning Notes

08-Sept-2016

## MARKET OUTLOOK

**Markets to make a cautious start, extending the consolidation mood:** The Indian markets turned into consolidation mood, with traders booking some profit in the last session after the recent rallies. Today, the start is likely to be cautious on sluggish global cues, though traders will be getting some encouragement with Finance Minister Arun Jaitley's statement that the government is 'running against time' for the implementation of GST, but added that he would certainly like to give it a try. He said the new GST, once implemented, would have a transformational impact by creating a common market in the country, while also acting as a transfer mechanism that would aid poorer states. Meanwhile, Economic Affairs Secretary Shaktikanta Das has said that implementation of the goods and services tax will bring small and medium enterprises (SMEs) into the national value chain and committed many more reforms. There will be some buzz in the aviation sector as the domestic air travel surged with 26.2 per cent traffic growth in July, while globally domestic travel demand climbed 3.8 per cent in July, compared to the same month last year. There will be some buzz in services oriented stocks too, as Commerce Minister Nirmala Sitharaman has said that India will present proposals to the World Trade Organization on ways to ease trade in services.

## EQUITY MARKET WRAP UP

**Benchmarks end a lackluster session marginally in red:** It turned out to be a lackadaisical performance from the benchmark indices on Wednesday as they failed to snap the session in the green territory and settled marginally below the neutral line. Finally, the BSE Sensex declined by 51.66 points or 0.18% to 28926.36, while the CNX Nifty dropped 25.05 points or 0.28% to 8,917.95. The BSE Sensex touched a high and a low 29067.84 and 28911.31, respectively. The broader indices made mixed closing; the BSE Mid cap index ended down by 0.11%, while Small cap index was higher by 0.41%.

## DEBT MARKET &amp; FOREX

- Bonds yields edge lower after RBI announces OMO:** Bond yields edged lower on Wednesday as the central bank sought to add more cash through debt purchases. RBI has decided to buy as much as Rs 10000 crore (\$1.5 billion) of notes via its open-market operations on September 08, 2016. The benchmark five-year interest rates were trading 4 basis points lower at 6.95% from its previous close of 6.99% on Tuesday.
- Rupee continue its gaining streak on increased selling of dollar:** Indian rupee continued its unabated run on Wednesday and climbed to over 4 months high, on increased selling of the American currency by banks and exporters. Finally the rupee ended at 66.37, stronger by 15 paise from its previous close of 66.52 on Tuesday. The currency touched a high and low of 66.39 and 66.32 respectively.

## ECONOMY &amp; MARKET PULSE

- NITI Aayog preparing second list for disinvestment of PSUs
- Rural road construction speed under PMGSY increases to 139 km per day
- Govt to soon stop imports of petroleum product in country: Nitin Gadkari
- Dharmendra Pradhan suggest PSUs to create startup funds
- Parliamentary Panel suggests sharing of service tax with railways

## Indices Performance

Index	7-Sep-16	Previous Close	% Change*
S&P BSE Sensex	28,926.36	28,978.02	-0.18%
CNX Nifty	8,917.95	8,943.00	-0.28%
CNX Midcap	15,627.75	15,599.40	0.18%
CNX 500	7,607.20	7,615.00	-0.10%
S&P BSE Smallcap	12,816.46	12,764.34	0.41%

## Global Markets

Index		Previous Close	% Change*
Dow Jones	18,526.14	18,538.12	-0.06%
Nasdaq	5,283.93	5,275.91	0.15%
S&P 500	2,186.16	2,186.48	-0.01%
FTSE	6,846.58	6,826.05	0.30%
CAC	4,557.66	4,529.96	0.61%

## Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	5,549.06	4,155.68	1,393.38
DII Flows	2,406.07	3,174.62	-768.55

## Commodity Market

Commodities (INR)		Gains+/Loss	% Change*
Gold (10gm)	31,305.00	-73.00	-0.23%
Silver (1Kg)	47,013.00	-594.00	-1.25%
Crude Oil (1 barrel)	3,020.00	56.00	1.89%
Aluminium (1 Kg)	105.40	0.40	0.38%
Copper (1Kg)	312.50	1.45	0.47%

## Currency Market

Currency	7-Sep-16	Gains+/Loss	% Change*
INR / 1 USD	66.3618	0.19	0.28%
INR / 1 GBP	89.0376	-0.39	-0.44%
INR / 1 EURO	74.6902	-0.52	-0.71%
INR / 100 JPY	65.4600	-1.26	-1.96%

## NSE Top 5 Gainers

Company	7-Sep-16	Previous Close	% Change*
Rasoya Proteins	0.20	0.15	33.33%
KSS	0.20	0.15	33.33%
Visu International	1.20	1.00	20.00%
Federal-Mogul Goetze	528.90	440.75	20.00%
Maan Aluminium	63.05	52.55	19.98%

## NSE Top 5 Losers

Company	7-Sep-16	Previous Close	% Change*
Guj. Lease Fin	1.80	2.30	-21.74%
MVL	0.25	0.30	-16.67%
BIL Energy Systems	0.80	0.95	-15.79%
Greeneearth Resources	0.30	0.35	-14.29%
Xchanging Solutions	55.05	61.15	-9.98%

## BSE Top 5 Gainer

Company	7-Sep-16	Previous Close	% Change*
Federal-Mogul Goetze	534.10	445.10	20.00%
MIC Electronics	17.28	14.40	20.00%
Captain Pipes	72.00	60.00	20.00%
Maan Aluminium	63.35	52.80	19.98%
Daikaffil Chemicals	59.15	49.30	19.98%

## BSE Top 5 Loser

Company	7-Sep-16	Previous Close	% Change*
Kalpa commercial	122.25	152.80	-19.99%
Jindal Capital	5.00	5.74	-12.89%
BIL Energy Systems	0.87	0.99	-12.12%
Kanani Industries	26.85	29.90	-10.20%
Classic Global	9.92	11.02	-9.98%

\* % change is the over the previous days close.