

Morning Notes

12-Sept-2016

MARKET OUTLOOK

Markets to make a cautious start on weak global cues: The Indian markets slightly gathered momentum to make a decent close in last session. Today, the start is likely to be a bit cautious on sluggish global cues, though traders will be getting some support with the President Pranab Mukherjee giving his assent to the landmark Goods and Services Tax (GST) Bill. Now the Centre will have to pass the Central GST and Integrated GST Bills, while the states will need to approve their respective GST legislations. The government targets to implement the GST system from 1 April, 2017. Meanwhile, US President Barack Obama has expressed confidence that the Goods and Services Tax, passed by the Indian parliament last month, will unleash significant economic activity. Traders will be eyeing the Index of industrial production data for the month of July to be released after the market hours. Industrial output growth halved to 2.1 per cent in June, as compared to 4.2 per cent in June 2015. The auto stocks will keep buzzing as the sales of passenger vehicles, including cars, grew 16.7% in August from the year-ago period and the Society of Indian Automobile Manufacturers (Siam) has revised its growth projections in the range of 11-13% in FY2017, as against an earlier forecast of 6-8%.

EQUITY MARKET WRAP UP

Indian markets recover last session losses; Sensex ends above 29000 mark: Indian stock markets witnessed a fairly stable day of trade on Thursday as healthy quarterly results, consistent buying by foreign funds and a rise in global crude oil prices, buoyed the investors' sentiments. Finally, the BSE Sensex surged by 118.92 points or 0.41% to 29045.28, while the CNX Nifty gained 34.55 points or 0.39% to 8,952.50. The BSE Sensex touched a high and a low 29077.28 and 28854.56, respectively. There were 22 stocks advancing against 8 stocks declining on the index. The broader indices ended in green; the BSE Mid cap index rose 0.15%, while Small cap index was up by 0.83%.

DEBT MARKET & FOREX

- Bond yields trade lower on Thursday:** Bond yields edged marginally lower on Thursday ahead of a debt purchase by the central bank today and on expectations that a sharp fall in August retail inflation will open up room for another interest rate reduction. Back home, the yields on new 10 year Government Stock were trading 1 basis points lower at 7.04% from its previous close of 7.05% on Wednesday. The benchmark five-year interest rates were trading 1 basis points lower at 6.94% from its previous close of 6.95% on Wednesday.
- Indian rupee ends weaker on Thursday:** Indian rupee ended weaker against the US dollar, on increased demand of the greenback from the importers and the banks. Finally the rupee ended at 66.43, weaker by 6 paise from its previous close of 66.37 on Wednesday. The currency touched a high and low of 66.49 and 66.38 respectively.

ECONOMY & MARKET PULSE

- Govt preparing guideline for sale of sick PSUs asset
- CCEA measures to give construction sector over Rs 39,000 crore boost: NITI Aayog
- Government expects \$6 billion investment in the airports sector
- India reviewing free trade agreement with partners: Nirmala Sitharaman
- Tax rates will stabilize after implementation of GST: FM

Indices Performance

Index	9-Sep-16	Previous Close	% Change*
S&P BSE Sensex	29,045.28	28,926.36	0.41%
CNX Nifty	8,952.50	8,917.95	0.39%
CNX Midcap	15,745.70	15,627.75	0.75%
CNX 500	7,642.70	7,607.20	0.47%
S&P BSE Smallcap	12,922.41	12,816.46	0.83%

Global Markets

Index		Previous Close	% Change*
Dow Jones	18,085.45	18,479.91	-2.13%
Nasdaq	5,125.91	5,259.48	-2.54%
S&P 500	2,127.81	2,181.30	-2.45%
FTSE	6,776.95	6,858.70	-1.19%
CAC	4,491.40	4,542.20	-1.12%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,689.69	4,556.16	133.53
DII Flows	1,899.86	2,228.12	-328.26

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	31,217.00	14.00	0.04%
Silver (1Kg)	46,194.00	-520.00	-1.11%
Crude Oil (1 barrel)	3,080.00	-84.00	-2.65%
Aluminium (1 Kg)	104.85	-0.60	-0.57%
Copper (1Kg)	313.65	-0.35	-0.11%

Currency Market

Currency	9-Sep-16	Gains+Loss	% Change*
INR / 1 USD	66.4483	-0.09	-0.13%
INR / 1 GBP	88.6088	0.43	0.48%
INR / 1 EURO	74.7676	-0.08	-0.10%
INR / 100 JPY	65.4600	0.00	0.00%

NSE Top 5 Gainers

Company	9-Sep-16	Previous Close	% Change*
LCC Infotech	0.30	0.25	20.00%
MVL	0.30	0.25	20.00%
SE Investments	200.55	167.15	19.98%
Crest Ventures	83.20	69.35	19.97%
AGC Networks	94.35	78.65	19.96%

NSE Top 5 Losers

Company	9-Sep-16	Previous Close	% Change*
Zenith Birla (India)	0.65	0.75	-13.33%
Nicco Corpn	0.40	0.45	-11.11%
Jaihind Projects	7.00	7.75	-9.68%
Prakash Steelage	1.95	2.15	-9.30%
BS	5.40	5.95	-9.24%

BSE Top 5 Gainer

Company	9-Sep-16	Previous Close	% Change*
Odyssey Tech	40.20	33.50	20.00%
Alps Inds	5.94	4.95	20.00%
Hanung Toys & Text	5.89	4.91	19.96%
Elpro International	58.05	48.40	19.94%
AGC Networks	95.40	79.55	19.92%

BSE Top 5 Loser

Company	9-Sep-16	Previous Close	% Change*
Oasis Tradelink	53.85	80.00	-32.69%
Birla Cotsyn (India)	0.07	0.08	-12.50%
Overseas Synthetics	5.70	6.46	-11.76%
Upsurge Investment	30.10	34.00	-11.47%
Padmanabh Industries	33.40	37.70	-11.41%

* % change is the over the previous days close.