

Morning Notes

01-Mar-2016

MARKET OUTLOOK

Markets to get a cautious start; budget impact to be seen on sectors: The Indian markets after witnessing huge round of volatility and once slumping to their fresh 52 weeks low bounced back, though despite recovery ended with cut of over half a percent on the big budget day. Today, the start is likely to remain cautious and traders after analyzing the impact of the budget proposals will be taking selective bets.

EQUITY MARKET WRAP UP

Benchmarks end an extremely volatile day with over half a percent cut: It turned out to be a roller-coaster ride for the frontline indices, which declined over two percent in today's session but finished the day with moderate losses of just over half a percent. After getting a cautious start, Indian benchmark traded below neutral line for most part of morning tread, but sharp selling was witnessed in mid afternoon session. The BSE Sensex plunged by 152.30 points or 0.66% to 23002, while the CNX Nifty dropped 42.70 points or 0.61% to 6,987.05. The BSE Sensex touched a high and a low 23343.22 and 22494.61, respectively. The broader indices made a mixed closing; the BSE Mid cap index ended up by 0.03%, while Small cap index lost 0.07%.

DEBT MARKET & FOREX

- **Bond yields trade lower on Monday:** Bond yields traded lower on Monday after the government pegged the fiscal deficit target at 3.5% of gross domestic product for 2016-17 in the Union Budget and also retained that of 2015-16 at 3.9%, indicating that it will not move away from its stated fiscal consolidation path. The yields on new 10 year Government Stock were trading 12 basis points lower at 7.66% from its previous close at 7.78% on Friday. The benchmark five-year interest rates were trading 18 basis points lower at 7.80% from its previous close at 7.98% on Friday.
- **Rupee ends stronger after budget retains fiscal deficit target at 3.5% for FY17:** Indian rupee appreciated for the second consecutive session on Monday as Finance Minister Arun Jaitley said that the government would stick to its fiscal deficit target of 3.5 per cent of gross domestic product for the 2016-17 year. The rupee ended at 68.41, 21 paise stronger from its previous close of 68.62 on Friday. The currency touched a high and low of 68.75 and 68.35 respectively.

ECONOMY & MARKET PULSE

- Target electrification of around 200 villages every week: PM
- Govt looking to mobilise Rs 10 lakh crore investment under Sagarmala project
- FIPB to take up 33 foreign investment proposals on March 7
- FDI in India surges by 40% in Apr-Dec FY16
- India's export likely to pick up from 2016-17: Economic Survey

Indices Performance

Index	29-Feb-16	Previous Close	% Change*
S&P BSE Sensex	23,002.00	23,154.30	-0.66%
CNX Nifty	6,987.05	7,029.75	-0.61%
CNX Midcap	11,558.70	11,518.20	0.35%
CNX 500	5,829.95	5,852.90	-0.39%
S&P BSE Smallcap	9,548.33	9,555.23	-0.07%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,516.50	16,639.97	-0.74%
Nasdaq	4,557.95	4,590.47	-0.71%
S&P 500	1,932.23	1,948.05	-0.81%
FTSE	6,097.09	6,096.00	0.02%
CAC	4,353.55	4,314.57	0.90%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	2,834.32	3,418.63	-584.31
DII Flows	2,856.36	1,411.11	1,445.25

Commodity Market

Commodities (INR)		Gains+/Loss	% Change*
Gold (10gm)	29,513.00	176.00	0.60%
Silver (1Kg)	36,081.00	-169.00	-0.47%
Crude Oil (1 barrel)	2,321.00	5.00	0.22%
Aluminium (1 Kg)	108.20	0.00	0.00%
Copper (1Kg)	325.10	-1.95	-0.60%

Currency Market

Currency	29-Feb-16	Gains+/Loss	% Change*
INR / 1 USD	68.6160	-0.16	-0.23%
INR / 1 GBP	95.1978	-0.89	-0.93%
INR / 1 EURO	75.0796	-0.96	-1.26%
INR / 100 JPY	60.7800	-0.25	-0.41%

NSE Top 5 Gainers

Company	29-Feb-16	Previous Close	% Change*
KSS	0.25	0.20	25.00%
Pan India Corp.	0.35	0.30	16.67%
MVL	0.40	0.35	14.29%
Jaihind Projects	10.25	9.10	12.64%
Greenearth Resources	0.45	0.40	12.50%

NSE Top 5 Losers

Company	29-Feb-16	Previous Close	% Change*
Rasoya Proteins	0.20	0.25	-20.00%
Remsons Inds	41.20	50.50	-18.42%
TechIndia Nirman	3.20	3.90	-17.95%
SE Power	6.10	7.40	-17.57%
LCC Infotech	0.30	0.35	-14.29%

BSE Top 5 Gainer

Company	29-Feb-16	Previous Close	% Change*
Aarey Drugs & Pharma	21.50	17.95	19.78%
GTN Inds	12.34	10.75	14.79%
Lloyds Metals&Energy	16.13	14.27	13.03%
Shakti Pumps (I)	108.50	96.40	12.55%
Rainbow Papers	32.55	29.00	12.24%

BSE Top 5 Loser

Company	29-Feb-16	Previous Close	% Change*
Birla Cotsyn (India)	0.04	0.05	-20.00%
Remsons Inds	43.30	54.00	-19.81%
TechIndia Nirman	3.13	3.67	-14.71%
Cals Refineries	0.06	0.07	-14.29%
Sandu Pharmaceutical	25.20	29.00	-13.10%

* % change is the over the previous days close.