

## Morning Notes

02-Sept-2016

## MARKET OUTLOOK

**Markets to make a cautious start on sluggish global cues:** The Indian markets after a choppy trade lost their momentum in last and made a modestly lower close in last session. Today, the start is likely to be cautious tailing mixed global cues. Trade will get impacted and essential services such as banking, public transport and telecom may be hit Friday as 10 central trade unions (CTUs) will go on one-day nationwide strike against government's "indifference" towards their demands and effecting "anti-worker" changes in labour laws. Markets, however will be getting some support with Odisha becoming the 16th state to ratify the constitutional amendment bill passed by Parliament to introduce the goods and services tax (GST), helping cross the important threshold of more than half the number of states needed for the proposed law to be sent for presidential assent.

## 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 &amp; FOREX

- Bond yields trade flat on Thursday:** Bond yields traded flat on Thursday in absence of any major triggers, even as underlying sentiments remained bearish after separate reports showed India's economic growth lost some momentum in the June quarter and infrastructure output growth slowed in July. India's economic growth rate slipped to 6-quarter low of 7.1% in April-June, as compared to 7.9% in the previous quarter. Back home, the yields on new 10 year Government Stock were trading flat at its previous close at 7.11% on Wednesday
- Rupee ends unchanged on Thursday:** Indian rupee ended unchanged compared to its previous close ahead of the US payroll data on Friday. Sentiments remained dampened after growth data showing India's gross domestic product (GDP) grew at the slowest pace in the last six quarters at 7.1 percent in the April-June period of current fiscal as compared to 7.9% in the previous quarter. Finally, the rupee ended unchanged from its previous close of 66.96 on Wednesday. The currency touched a high and low of 67.06 and 66.94 respectively.

## ECONOMY &amp; MARKET PULSE

- India's manufacturing PMI jumps to 13-month high at 52.6 in August
- Core sector growth slows to 3.2% in July
- GDP slips to lowest in 6 quarters at 7.1% in Q1
- Govt approves Rs 500 crore PDF for CLMV nations
- Petrol and diesel prices increased by Rs 3.38 and Rs 2.67 per litre respectively
- Cabinet approves radical changes in FDI policy

## Indices Performance

Index	1-Sep-16	Previous Close	% Change*
S&P BSE Sensex	28,423.48	28,452.17	-0.10%
CNX Nifty	8,774.65	8,786.20	-0.13%
CNX Midcap	15,297.45	15,370.85	-0.48%
CNX 500	7,474.30	7,490.65	-0.22%
S&P BSE Smallcap	12,598.98	12,648.79	-0.39%

## Global Markets

Index		Previous Close	% Change*
Dow Jones	18,419.30	18,400.88	0.10%
Nasdaq	5,227.21	5,213.22	0.27%
S&P 500	2,170.86	2,170.95	0.00%
FTSE	6,745.97	6,781.51	-0.52%
CAC	4,439.67	4,438.22	0.03%

## Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	15,504.36	14,581.34	923.02
DII Flows	2,451.15	2,142.99	308.16

## Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	30,772.00	48.00	0.16%
Silver (1Kg)	44,298.00	310.00	0.70%
Crude Oil (1 barrel)	2,909.00	-94.00	-3.13%
Aluminium (1 Kg)	107.70	-0.35	-0.32%
Copper (1Kg)	312.10	-0.75	-0.24%

## Currency Market

Currency	1-Sep-16	Gains+/-Loss	% Change*
INR / 1 USD	66.9539	0.03	0.04%
INR / 1 GBP	88.0511	-0.37	-0.42%
INR / 1 EURO	74.6603	-0.04	-0.05%
INR / 100 JPY	64.7800	0.11	0.17%

## NSE Top 5 Gainers

Company	1-Sep-16	Previous Close	% Change*
FCS Software Soltns.	0.30	0.25	20.00%
Hind National Glass	132.10	110.10	19.98%
HCC	32.80	27.50	19.27%
C&C Constructions	19.30	16.25	18.77%
GTL Infrastructure	2.55	2.15	18.60%

## NSE Top 5 Losers

Company	1-Sep-16	Previous Close	% Change*
Rasoya Proteins	0.15	0.20	-25.00%
Xchanging Solutions	84.85	106.05	-19.99%
Pan India Corp.	0.25	0.30	-16.67%
Indo Rama Synth	33.20	38.90	-14.65%
MVL	0.35	0.40	-12.50%

## BSE Top 5 Gainer

Company	1-Sep-16	Previous Close	% Change*
Binny	129.60	108.00	20.00%
Hind National Glass	131.50	109.60	19.98%
GTL Infrastructure	2.61	2.18	19.72%
HCC	32.75	27.50	19.09%
C&C Constructions	19.40	16.30	19.02%

## BSE Top 5 Loser

Company	1-Sep-16	Previous Close	% Change*
Xchanging Solutions	83.80	104.75	-20.00%
Rathi Graphic Tech	7.63	9.11	-16.25%
Indo Rama Synth	33.20	38.90	-14.65%
MD Inducto Cast Ltd.	53.50	62.55	-14.47%
VKS Projects	0.08	0.09	-11.11%

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