

Morning Notes

01-Dec-2015

MARKET OUTLOOK

Markets to make a cautious but green start ahead of RBI's policy announcement: Today is a crucial day for the markets as the Reserve Bank of India's (RBI) will come up with its fifth bi-monthly monetary policy review, though there is least chance of any rate tinkering, but the statement of the governor will be keenly watched. The markets will first be reacting to the report that India's Gross Domestic Product for the second quarter (July-September) of 2015-16 grew at 7.4%. BSE Sensex gained 17.47 points or 0.07% to 26145.67, while the CNX Nifty lost 7.45 points or 0.09% to 7935.25.

EQUITY MARKET WRAP UP

Benchmarks end flat ahead of GDP data, RBI monetary policy review: Indian equity benchmarks ended the Monday's session flat, as investors remained on sidelines ahead of ahead of Gross Domestic Product (GDP) data to be announced later in the day. Traders also remained wary ahead of Reserve Bank of India's (RBI) fifth bi-monthly monetary policy review tomorrow and continuing fund outflows by foreign investors. India's economic growth likely picked up in the July-September quarter, outpacing China on improving domestic demand and manufacturing activity that could persuade the Reserve Bank of India to keep interest rates unchanged on Tuesday. BSE Sensex touched a high and a low 26231.06 and 26089.13, respectively. The BSE Mid cap index was up by 0.05 %, while Small cap index was up by 0.79%.

DEBT MARKET & FOREX

- **Bond yields trade higher on Monday:** Bond yields traded higher on Monday, as investors remained cautious ahead of September quarter GDP data, to be announced later in the day and the RBI's fifth bi-monthly monetary policy review tomorrow. Yields on new 10 year Government Stock were trading 1 basis point higher at 7.77% from its previous close at 7.76% on Friday. The benchmark five-year interest rates were trading 1 basis point higher at 7.83% from its previous close at 7.82% on Friday.
- **Rupee weakens against dollar in early deals on Monday:** Indian rupee weakened marginally against US dollar in early deals on Monday, in tandem with other Asian peers as traders turned cautious ahead of a series of key events, both global and domestic. The partially convertible currency is currently trading at 66.80, weaker by 4 paise from its previous close of 66.76 on Friday. The currency touched a high and low of 66.8650 and 66.7625 respectively.

ECONOMY & MARKET PULSE

- Impact of Chinese economic slowdown on India to be policy dependent: Arvind Panagariya
- UAE to invest \$75 billion in key sectors like housing, ports, railways, roads in India
- Govt in talks with various semi-regulated markets to accept Indian drug norms
- New Consumer Protection Bill to get delayed, panel's term extended

Indices Performance

| Index | 30-Nov-15 | Previous Close | % Change* |
|------------------|-----------|----------------|-----------|
| S&P BSE Sensex | 26,145.67 | 26,128.20 | 0.07% |
| CNX Nifty | 7,942.70 | 7,942.70 | 0.00% |
| CNX Midcap | 13,228.25 | 13,228.25 | 0.00% |
| CNX 500 | 6,686.90 | 6,686.90 | 0.00% |
| S&P BSE Smallcap | 11,636.49 | 11,545.84 | 0.79% |

Global Markets

| Index | | Previous Close | % Change* |
|-----------|-----------|----------------|-----------|
| Dow Jones | 17,719.92 | 17,813.39 | -0.52% |
| Nasdaq | 5,108.67 | 5,127.52 | -0.37% |
| S&P 500 | 2,080.41 | 2,090.11 | -0.46% |
| FTSE | 6,356.09 | 6,375.20 | -0.30% |
| CAC | 4,957.60 | 4,930.14 | 0.56% |

Institutional Flows (Equity)

| Description (Rs in Cr) | Purchases | Sales | Net |
|------------------------|-----------|----------|---------|
| FII Flows | 2,820.14 | 3,278.53 | -458.39 |
| DII Flows | 2,977.78 | 2,376.05 | 601.73 |

Commodity Market

| Commodities (INR) | | Gains+/-Loss | % Change* |
|----------------------|-----------|--------------|-----------|
| Gold (10gm) | 25,069.00 | 10.00 | 0.04% |
| Silver (1Kg) | 33,480.00 | -221.00 | -0.66% |
| Crude Oil (1 barrel) | 2,798.00 | -23.00 | -0.82% |
| Aluminium (1 Kg) | 97.00 | -1.45 | -1.47% |
| Copper (1Kg) | 307.40 | -3.40 | -1.09% |

Currency Market

| Currency | 30-Nov-15 | Gains+/-Loss | % Change* |
|---------------|-----------|--------------|-----------|
| INR / 1 USD | 66.8148 | 0.06 | 0.10% |
| INR / 1 GBP | 100.3692 | -0.31 | -0.31% |
| INR / 1 EURO | 70.6834 | -0.19 | -0.27% |
| INR / 100 JPY | 54.4100 | -0.12 | -0.22% |

NSE Top 5 Gainers

| Company | 30-Nov-15 | Previous Close | % Change* |
|---------------------|-----------|----------------|-----------|
| VKS Projects | 0.10 | 0.05 | 100.00% |
| Onward Technologies | 98.70 | 82.25 | 20.00% |
| ICSA India | 3.60 | 3.00 | 20.00% |
| HOV Services | 113.40 | 94.50 | 20.00% |
| BIL Energy Systems | 1.20 | 1.00 | 20.00% |

NSE Top 5 Losers

| Company | 30-Nov-15 | Previous Close | % Change* |
|----------------------|-----------|----------------|-----------|
| Antarctica | 0.15 | 0.20 | -25.00% |
| TechIndia Nirman | 3.35 | 3.80 | -11.84% |
| JCT Electronics | 0.40 | 0.45 | -11.11% |
| Greenearth Resources | 0.40 | 0.45 | -11.11% |
| Tulsi Extrusions | 1.70 | 1.90 | -10.53% |

BSE Top 5 Gainer

| Company | 30-Nov-15 | Previous Close | % Change* |
|----------------------|-----------|----------------|-----------|
| Pentamedia Graphics | 0.84 | 0.70 | 20.00% |
| Sujana Metal | 3.06 | 2.55 | 20.00% |
| Info-Drive Software | 0.18 | 0.15 | 20.00% |
| Ramky Infrastructure | 36.30 | 30.25 | 20.00% |
| HOV Services | 113.75 | 94.80 | 19.99% |

BSE Top 5 Loser

| Company | 30-Nov-15 | Previous Close | % Change* |
|---------------------|-----------|----------------|-----------|
| Cals Refineries | 0.07 | 0.08 | -12.50% |
| Ojas Asset Reconst. | 33.70 | 38.45 | -12.35% |
| Ojas Asset Reconst. | 120.00 | 136.00 | -11.76% |
| PBA Infrastructure | 12.14 | 13.54 | -10.34% |
| VKS Projects | 0.09 | 0.10 | -10.00% |

* % change is the over the previous days close.