

Morning Notes

04-Dec-2015

MARKET OUTLOOK

Markets to make a week start on negative global cues: Today, the start is likely to be weak tailing the negative global cues, traders will be concerned about the global growth after the ECB's stimulus announcement. Also, the US Ambassador has stated that problems related to ease of doing business such as taxation, regulatory burdens and legal issues can deter American investors from investing in India.

EQUITY MARKET WRAP UP

US rate hike fears drag benchmarks lower; Sensex breaches 25,900 mark: Thursday turned out to be a disappointing session for the Indian equity indices which got pounded by over a percentage point as investors sold stocks across sectors amid worries that a hike in US interest rates would lead to capital outflows. After a cautious start, domestic bourses entered into red terrain and never looked in recovery mood and ended the trade near two intraday lows, breaching their crucial support levels of 25,900 (Sensex) and 7,900 (Nifty). BSE Sensex plunged by 231.23 points or 0.89% to 25886.62, while the CNX Nifty declined by 67.20 points or 0.85% to 7864.15. The BSE Sensex touched a high and a low 26123.86 and 25857.35, respectively. The BSE Mid cap index was down by 0.42%, while Small cap index was down by 0.50%.

DEBT MARKET & FOREX

- Bond yields edge lower on central bank's OMO plan to infuse liquidity:** Bond yields dropped on Thursday after the Reserve Bank of India (RBI) announced bond purchases of up to 100 billion rupees (\$1.50 billion) to infuse liquidity into the banking system. The central bank will conduct the bond purchases via open market operations (OMO) on December 7, 2015. Yields on new 10 year Government Stock were trading 3 basis points lower at 7.70% from its previous close at 7.73% on Wednesday. The benchmark five-year interest rates were trading 6 basis points lower at 7.73% from its previous close at 7.79% on Wednesday.
- Rupee extends gain on reinforced expectations of US rates hike:** Indian rupee extending their decline slumped on Thursday, on surge in the US greenback against all the major currencies after the Federal Reserve Chair Janet Yellen reinforced expectations for a December rate increase. Rupee ended at 66.66, 7 paise weaker against its previous close of 66.59 on Wednesday. The currency touched a high and low of 66.76 and 66.54 respectively.

ECONOMY & MARKET PULSE

- Cabinet approves easing of FDI policy in 15 sectors
- Services PMI hits a 5 month low to 50.1 in November
- IPR policy to help India become an innovative economy: DIPP Secretary
- Air travelers to get enhanced compensation as per new bill
- FDI in the insurance sector more than double to \$ 341.43 million during March-September

Indices Performance

Index	3-Dec-15	Previous Close	% Change*
S&P BSE Sensex	25,886.62	26,117.85	-0.89%
CNX Nifty	7,864.15	7,931.35	-0.85%
CNX Midcap	13,287.40	13,359.70	-0.54%
CNX 500	6,649.50	6,699.80	-0.75%
S&P BSE Smallcap	11,632.43	11,690.45	-0.50%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,477.67	17,729.68	-1.42%
Nasdaq	5,037.53	5,123.22	-1.67%
S&P 500	2,049.62	2,079.51	-1.44%
FTSE	6,275.00	6,420.90	-2.27%
CAC	4,730.21	4,905.76	-3.58%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,797.22	3,562.05	235.17
DII Flows	1,612.95	1,091.84	521.11

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	25,263.00	215.00	0.86%
Silver (1Kg)	34,256.00	212.00	0.62%
Crude Oil (1 barrel)	2,791.00	91.00	3.37%
Aluminium (1 Kg)	99.50	0.25	0.25%
Copper (1Kg)	309.75	3.45	1.13%

Currency Market

Currency	3-Dec-15	Gains+Loss	% Change*
INR / 1 USD	66.745	0.13	0.19%
INR / 1 GBP	99.6102	-0.73	-0.73%
INR / 1 EURO	70.6696	0.00	0.01%
INR / 100 JPY	54.0800	-0.04	-0.07%

NSE Top 5 Gainers

Company	3-Dec-15	Previous Close	% Change*
Pan India Corp.	0.25	0.20	25.00%
Orient Paper & Inds.	30.90	25.75	20.00%
Rasoya Proteins	0.30	0.25	20.00%
SIL Investments	98.25	81.90	19.96%
Syncom Healthcare	8.25	6.90	19.57%

NSE Top 5 Losers

Company	3-Dec-15	Previous Close	% Change*
Sundaram Multi Pap	2.25	2.60	-13.46%
FCS Software Soltns.	0.35	0.40	-12.50%
ICSA India	3.90	4.30	-9.30%
Raj TV Network	53.05	58.10	-8.69%
Zylog Systems	3.20	3.50	-8.57%

BSE Top 5 Gainer

Company	3-Dec-15	Previous Close	% Change*
SIL Investments	98.40	82.00	20.00%
DHP India	123.60	103.00	20.00%
Ashika Credit Cap	27.60	23.00	20.00%
Visa Steel	18.44	15.37	19.97%
G-Tech Info Training	5.66	4.72	19.92%

BSE Top 5 Loser

Company	3-Dec-15	Previous Close	% Change*
Bothra Metals & Allo	26.40	31.40	-15.92%
Encash Entertainment	31.75	37.00	-14.19%
Sundaram Multi Pap	2.27	2.61	-13.03%
Zylog Systems	3.25	3.61	-9.97%
Banas Finance	1.36	1.51	-9.93%

* % change is the over the previous days close.