

21-Dec-2015

Morning Notes

MARKET OUTLOOK

Markets to make a soft start on weak global cues: Today, the start of the holiday truncated week is likely to be weak and the markets will be extending their decline tailing sluggish global cues, Nifty is likely to slip below 7750 levels in very early deals. Traders will also continue to react negatively to the mid-year economic analysis, which has forecast GDP growth of 7-7.5 per cent this fiscal, against 8.1-8.5 per cent growth projected in February this year.

EQUITY MARKET WRAP UP

Benchmarks edge lower as Govt prunes FY16 growth forecast: Friday 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 feeble global cues. After a negative opening, the domestic bourses never looked in recovery mood and breached their crucial support levels of 25,600 (Sensex) and 7,800 (Nifty). BSE Sensex plunged by 284.56 points or 1.10% to 25519.22, while the CNX Nifty declined by 82.40 points or 1.05% to 7761.95. The BSE Sensex touched a high and a low 25789.51 and 25481.51, respectively. The BSE Mid cap index was up by 0.08%, while Small cap index was down by 0.24%.

DEBT MARKET & FOREX

- **Bond yields trades higher on Friday:** Bond yields traded higher on Friday as the Federal Reserve's interest-rate increase gave uncertainty in bond market. For the first time in a decade, US Federal Reserve has hiked interest rates by 0.25 per cent, signaling a recovery in the US economy. yields on new 10 year Government Stock were trading 1 basis point higher at 7.72% from its previous close at 7.71% on Thursday. The benchmark five-year interest rates were trading 1 basis point higher at 7.75% from its previous close at 7.74% on Thursday.
- **Rupee recoups early losses to end stronger on Friday:** Indian rupee extending its gaining streak for the fourth straight session ended stronger against dollar on Friday on account of dollar selling by banks and exporters. However, weak trade in the equity market capped the rupee gains. Investors overlooked the government's Mid-year Economic Review authored by Chief Economic Advisor Arvind Subramanian who stated that the Indian economy is likely to grow at 7-7.5 percent in fiscal 2015-16 while retail inflation is expected at 6 percent. Rupee ended at 66.40, 2 paise stronger against its previous close of 66.42 on Thursday. The currency touched a high and low of 66.52 and 66.31 respectively.

ECONOMY & MARKET PULSE

- Banks to follow MCLR methodology for Interest rate on advances from next fiscal
- Government ups threshold for appeals in service tax, customs cases
- Government considering a comprehensive food policy
- Govt approves 3 FDI proposals worth Rs 160 crore
- Govt to issue policy on flexible fuel engines by January: Nitin Gadkari

Indices Performance

Index	18-Dec-15	Previous Close	% Change*
S&P BSE Sensex	25,519.22	25,803.78	-1.10%
CNX Nifty	7,761.95	7,844.35	-1.05%
CNX Midcap	13,177.90	13,220.85	-0.32%
CNX 500	6,570.80	6,621.75	-0.77%
S&P BSE Smallcap	11,531.86	11,559.19	-0.24%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,128.55	17,495.84	-2.10%
Nasdaq	4,923.08	5,002.55	-1.59%
S&P 500	2,005.55	2,073.07	-3.26%
FTSE	6,052.42	6,102.50	-0.82%
CAC	4,625.26	4,677.54	-1.12%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,108.80	3,357.39	751.41
DII Flows	1,448.04	1,853.02	-404.98

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	25,082.00	241.00	0.97%
Silver (1Kg)	33,933.00	763.00	2.30%
Crude Oil (1 barrel)	2,402.00	-24.00	-0.99%
Aluminium (1 Kg)	99.60	1.10	1.12%
Copper (1Kg)	313.30	8.75	2.87%

Currency Market

Currency	18-Dec-15	Gains+Loss	% Change*
INR / 1 USD	66.4235	-0.23	-0.34%
INR / 1 GBP	99.1703	-0.44	-0.44%
INR / 1 EURO	72.1359	-0.19	-0.26%
INR / 100 JPY	54.4800	0.05	0.09%

NSE Top 5 Gainers

Company	18-Dec-15	Previous Close	% Change*
Syncom Healthcare	11.40	9.50	20.00%
Simplex Projects	40.25	33.55	19.97%
Digjam	12.65	10.55	19.91%
Barak Cement	19.60	16.35	19.88%
Jindal Cotex	8.30	6.95	19.42%

NSE Top 5 Losers

Company	18-Dec-15	Previous Close	% Change*
Pan India Corp.	0.20	0.25	-20.00%
Rasoya Proteins	0.25	0.30	-16.67%
JCT Electronics	0.40	0.45	-11.11%
MVL	0.40	0.45	-11.11%
Castex Technologies	13.50	15.15	-10.89%

BSE Top 5 Gainer

Company	18-Dec-15	Previous Close	% Change*
Birfa Cotsyn (India)	0.05	0.04	25.00%
Jindal Cotex	8.40	7.00	20.00%
Jyoti	74.70	62.25	20.00%
Sunil Healthcare	126.45	105.40	19.97%
Digjam	12.68	10.57	19.96%

BSE Top 5 Loser

Company	18-Dec-15	Previous Close	% Change*
Shubhra Leasing Fin.	11.93	13.93	-14.36%
Hemo Organic	21.05	24.40	-13.73%
Cals Refineries	0.07	0.08	-12.50%
Orient Beverages	114.50	129.50	-11.58%
Castex Technologies	13.50	15.25	-11.48%

* % change is the over the previous days close.