

## Morning Notes

22-Dec-2015

## MARKET OUTLOOK

**Markets to make a flat-to-cautious start after the big rally:**

Today, the start is likely to be flat-to-cautious and markets may consolidate after the big rally. Meanwhile, former RBI Governor C Rangarajan has said that the proposed 1 percent additional tax on inter-state sales is against the spirit of Goods and Services Tax (GST) and that should not be implemented. The telecom sector is likely to be in action with the Telecom Regulatory Authority of India (TRAI) saying that it will come up with its recommendations on spectrum pricing for the next round of auction by mid-January.

## EQUITY MARKET WRAP UP

**Markets enter the jubilation mood with the start of Christmas week:**

A session after displaying a distressing performance, Indian benchmark indices managed to pull through a scintillating performance by vivaciously rallying about a percentage point on the first day of Christmas week, thanks to the hefty short covering in the beaten down Metal and Banking counters. Sentiments remained buoyant on hopes of government getting three critical bills passed through the parliament. BSE Sensex surged by 216.68 points or 0.85% to 25735.90, while the CNX Nifty gained 72.50 points or 0.93% to 7,834.45. The BSE Sensex touched a high and a low 25757.84 and 25413.54, respectively. The broader indices ended in green, with the BSE Mid cap index ending up by 0.57%, while Small cap index ending higher by 0.26%.

## DEBT MARKET &amp; FOREX

- Bond yields trade higher on Monday:** Bond yields traded higher on Monday after the finance ministry in its Mid-Year Economic Analysis lowered the projection for FY16 GDP growth to 7-7.5% from 8.1-8.5%. yields on new 10 year Government Stock were trading 2 basis points higher at 7.74% from its previous close at 7.72% on Friday. he benchmark five-year interest rates were trading 2 basis points higher at 7.78% from its previous close at 7.76% on Friday.
- Rupee appreciates for 5th consecutive session; up by 5 paise:** Indian rupee appreciating for fifth consecutive session ended stronger against dollar on Monday on increased selling of US currency by banks and exporters, tracking the fall in international crude oil prices and gains in local equity market. Rupee ended at 66.35, 5 paise stronger against its previous close of 66.40 on Friday. The currency touched a high and low of 66.36 and 66.26 respectively.

## ECONOMY &amp; MARKET PULSE

- Mid-year economic analysis pegs GDP growth at 7-7.5%
- Indian economy to more than double to \$5 trillion in 10 years: Jayant Sinha
- FDI focus to improve external finances, support rupee: Moody's
- No service tax on payments to expats working in local arms of MNCs: AAR
- India witnesses significant macro-economic stability despite uncertain global condition: Jaitley

## Indices Performance

| Index            | 21-Dec-15 | Previous Close | % Change* |
|------------------|-----------|----------------|-----------|
| S&P BSE Sensex   | 25,735.90 | 25,519.22      | 0.85%     |
| CNX Nifty        | 7,834.45  | 7,761.95       | 0.93%     |
| CNX Midcap       | 13,279.70 | 13,177.90      | 0.77%     |
| CNX 500          | 6,628.05  | 6,570.80       | 0.87%     |
| S&P BSE Smallcap | 11,625.95 | 11,531.86      | 0.82%     |

## Global Markets

| Index     |           | Previous Close | % Change* |
|-----------|-----------|----------------|-----------|
| Dow Jones | 17,251.62 | 17,128.55      | 0.72%     |
| Nasdaq    | 4,968.92  | 4,923.08       | 0.93%     |
| S&P 500   | 2,021.15  | 2,005.55       | 0.78%     |
| FTSE      | 6,034.84  | 6,052.40       | -0.29%    |
| CAC       | 4,565.17  | 4,625.26       | -1.30%    |

## Institutional Flows (Equity)

| Description (Rs in Cr) | Purchases | Sales    | Net   |
|------------------------|-----------|----------|-------|
| FII Flows              | 5,653.38  | 5,570.59 | 82.79 |
| DII Flows              | 1,191.34  | 1,128.64 | 62.70 |

## Commodity Market

| Commodities (INR)    |           | Gains+/Loss | % Change* |
|----------------------|-----------|-------------|-----------|
| Gold (10gm)          | 25,385.00 | 303.00      | 1.21%     |
| Silver (1Kg)         | 34,301.00 | 368.00      | 1.08%     |
| Crude Oil (1 barrel) | 2,385.00  | -17.00      | -0.71%    |
| Aluminium (1 Kg)     | 100.45    | 0.85        | 0.85%     |
| Copper (1Kg)         | 317.35    | 4.05        | 1.29%     |

## Currency Market

| Currency      | 21-Dec-15 | Gains+/Loss | % Change* |
|---------------|-----------|-------------|-----------|
| INR / 1 USD   | 66.3240   | -0.10       | -0.15%    |
| INR / 1 GBP   | 98.9886   | -0.18       | -0.18%    |
| INR / 1 EURO  | 72.134    | 0.00        | 0.00%     |
| INR / 100 JPY | 54.6700   | 0.19        | 0.35%     |

## NSE Top 5 Gainers

| Company            | 21-Dec-15 | Previous Close | % Change* |
|--------------------|-----------|----------------|-----------|
| Jenson & Nicholson | 12.90     | 10.75          | 20.00%    |
| Kothari Petrochem  | 28.80     | 24.00          | 20.00%    |
| Tulsi Extrusions   | 3.00      | 2.50           | 20.00%    |
| Rasoya Proteins    | 0.30      | 0.25           | 20.00%    |
| IMP Powers         | 103.90    | 86.60          | 19.98%    |

## NSE Top 5 Losers

| Company               | 21-Dec-15 | Previous Close | % Change* |
|-----------------------|-----------|----------------|-----------|
| Paras Petrofills      | 0.20      | 0.25           | -20.00%   |
| Cerebra Integ. Tech   | 21.55     | 24.30          | -11.32%   |
| Greeneearth Resources | 0.40      | 0.45           | -11.11%   |
| REI Six Ten Retail    | 0.40      | 0.45           | -11.11%   |
| Pradip Overseas       | 1.65      | 1.85           | -10.81%   |

## BSE Top 5 Gainer

| Company              | 21-Dec-15 | Previous Close | % Change* |
|----------------------|-----------|----------------|-----------|
| Monarch Network Cap  | 35.40     | 29.50          | 20.00%    |
| Paramount Communicat | 3.18      | 2.65           | 20.00%    |
| Jenson & Nicholson   | 12.85     | 10.71          | 19.98%    |
| Lakshmi Prec. Screws | 60.35     | 50.30          | 19.98%    |
| Celebrity Fashions   | 15.79     | 13.16          | 19.98%    |

## BSE Top 5 Loser

| Company             | 21-Dec-15 | Previous Close | % Change* |
|---------------------|-----------|----------------|-----------|
| GCM Securities      | 18.00     | 22.50          | -20.00%   |
| Arman Holdings      | 137.50    | 171.80         | -19.97%   |
| Skyline Ventures    | 57.55     | 68.20          | -15.62%   |
| Cerebra Integ. Tech | 21.55     | 24.30          | -11.32%   |
| Goenka Business     | 166.70    | 185.20         | -9.99%    |

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