

Morning Notes

07-Jan-2016

MARKET OUTLOOK

Markets to extend the weakness on feeble global cues: The Indian markets losing their momentum in late hours ended weak by over half a percent in last session. Traders remained worried about the global developments and ignored the services PMI's better than expected performance. Today, the start is likely to remain weak on somber global cues and Nifty may even retest the 7700 crucial mark.

EQUITY MARKET WRAP UP

Dalal Street ends disappointing session with cut of over half a percent: Indian benchmark indices continued their struggle for the third consecutive session of trade as they went home with over half a percent of loss. Sentiments got undermined after North Korea said it has successfully conducted a test of a miniaturised hydrogen nuclear device on Wednesday morning, marking a significant advance in the isolated state's strike capabilities and raising alarm bells in Japan and South Korea. Finally, the BSE Sensex declined by 174.01 points or 0.68% to 25406.33, while the CNX Nifty lost 43.65 points or 0.56% to 7,741.00. The BSE Sensex traded in a range of 25766.76 and 25513.75. There were 5 stocks advancing against 25 stocks declining on the index.

DEBT MARKET & FOREX

- **Bond yields trade higher on Wednesday:** Bond yields traded higher on Wednesday after Industry body CII's President Sumit Mazumder said that the economy is not doing as good as it was expected and the pace of reforms have slowed down. Investors failed to get relief from the report that Growth in India's services firms rose at its fastest pace in 10 months in December as demand picked up. Yields on new 10 year Government Stock were trading 1 basis point higher at 7.74% from its previous close at 7.73% on Tuesday. The benchmark five-year interest rates were trading 1 basis point higher at 7.69% from its previous close at 7.68% on Tuesday.
- **Rupee ends substantially weak against dollar on Wednesday:** Indian rupee ended weaker against dollar on Wednesday due to demand for American currency from banks and importers, tracking cautious trading in Asian currency markets on concerns over China's economic slowdown. Investor's sentiment dampened after Chinese yuan sank to a five-year low and losses in local equity markets. Rupee ended at 66.83, 24 paise weaker from its previous close of 66.59 on Tuesday. The currency touched a high and low of 66.83 and 66.65 respectively.

ECONOMY & MARKET PULSE

- India Inc to ask for simplified I-T laws with Finance Minister
- India's service sector growth hits 10 month high, surges to 53.6 in December
- Nirmala Sitharaman to meet India Inc on January 7, 2016
- Just in: India's services PMI hits 10-month high of 53.6 in December
- Traders in support of government for early implementation of GST

Indices Performance

Index	6-Jan-16	Previous Close	% Change*
S&P BSE Sensex	25,406.33	25,580.34	-0.68%
CNX Nifty	7,741.00	7,784.65	-0.56%
CNX Midcap	13,513.20	13,546.20	-0.24%
CNX 500	6,607.65	6,639.50	-0.48%
S&P BSE Smallcap	11,850.34	11,900.79	-0.42%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,906.51	17,158.66	-1.47%
Nasdaq	4,835.76	4,891.43	-1.14%
S&P 500	1,990.26	2,016.71	-1.31%
FTSE	6,073.38	6,137.20	-1.04%
CAC	4,480.47	4,537.63	-1.26%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,386.06	3,631.12	-245.06
DII Flows	1,631.28	1,618.09	13.19

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	25,741.00	353.00	1.39%
Silver (1Kg)	33,774.00	108.00	0.32%
Crude Oil (1 barrel)	2,291.00	-116.00	-4.82%
Aluminium (1 Kg)	99.25	0.95	0.97%
Copper (1Kg)	311.10	0.10	0.03%

Currency Market

Currency	6-Jan-16	Gains+Loss	% Change*
INR / 1 USD	66.7165	0.17	0.26%
INR / 1 GBP	97.773	-0.18	-0.19%
INR / 1 EURO	71.7002	-0.33	-0.46%
INR / 100 JPY	56.1900	0.48	0.86%

NSE Top 5 Gainers

Company	6-Jan-16	Previous Close	% Change*
Nicco Corpn	0.55	0.40	37.50%
Narayana Hrudayalay	336.95	250.00	34.78%
Pan India Corp.	0.30	0.25	20.00%
Parenteral Drugs	73.20	61.00	20.00%
Todays Writing Inst	4.50	3.75	20.00%

NSE Top 5 Losers

Company	6-Jan-16	Previous Close	% Change*
Raj Rayon Industries	0.50	0.60	-16.67%
Sujana Towers	16.00	18.10	-11.60%
LCC Infotech	0.40	0.45	-11.11%
REI Six Ten Retail	0.40	0.45	-11.11%
Cerebra Integ. Tech	20.25	22.55	-10.20%

BSE Top 5 Gainer

Company	6-Jan-16	Previous Close	% Change*
Narayana Hrudayalay	336.70	250.00	34.68%
Rishabhdev Technocab	1.26	1.05	20.00%
Allied Computer Intl	0.06	0.05	20.00%
Veerhealth Care	3.84	3.20	20.00%
Sky Industries	32.40	27.00	20.00%

BSE Top 5 Loser

Company	6-Jan-16	Previous Close	% Change*
Chambal Breweries	12.45	15.55	-19.94%
Sujana Towers	16.00	18.02	-11.21%
North Eastern Carry.	55.00	61.80	-11.00%
Valecha Engg.	47.70	53.55	-10.92%
Swadeshi Inds & Leas	3.75	4.20	-10.71%

* % change is the over the previous days close.