

Morning Notes

15-Jan-2016

MARKET OUTLOOK

Markets to make a positive start on supportive global cues:

Today the start is likely to be in green and some recovery can be seen in early hours, however there will be cautiousness too with fears of early gains not sustaining long. Also, as United Nations has downgraded its GDP growth forecast for India for 2016 to 7.5 percent from 8.2 percent estimated earlier, largely due to slow progress in implementing reform policies.

EQUITY MARKET WRAP UP

Global tremors continue to assault local benchmarks: It turned out to be a lackadaisical performance from the benchmark indices on Thursday as they failed to snap the session in the green territory and settled below the neutral line. Sustained selling by funds amid a weak trend in global markets following overnight sell-off in US markets on renewed jitters about the world's top economy and broader concerns about global growth dampened the domestic sentiment. BSE Sensex declined by 81.14 points or 0.33% to 24772.97, while the CNX Nifty lost 25.60 points or 0.34% to 7,536.80. The BSE Sensex traded in a range of 25018.46 and 24473.22. There were 9 stocks advancing against 21 stocks declining on the index.

DEBT MARKET & FOREX

- Bond yields trade flat on Thursday:** Bond yields remained steady on Thursday as investors failed to get solace from the Wholesale Price Index (WPI)-based inflation for December 2015 which has come in at (-) 0.73 per cent. This is a contraction for the 14th straight month. yields on new 10 year Government Stock were trading flat from its previous close at 7.76% on Wednesday. The benchmark five-year interest rates were trading 2 basis points lower at 7.66% from its previous close at 7.68% on Wednesday.
- Rupee depreciates substantially past psychological 67/\$ level:** India rupee ended substantially weaker against dollar on Thursday mainly due to strong demand for the American unit from importers and banks. The domestic currency fell below the crucial 67-mark, tracking the sustained strength of the US dollar against its basket of emerging market currencies and weakness in the Indian and global markets. The fall in the rupee to its weakest since September 2013 has left investors unruffled as they believe the country's sturdier economy and central bank interventions will allow the currency to navigate a difficult global environment. rupee ended at 67.29, 44 paise weaker from its previous close of 66.85 on Wednesday. The currency touched a high and low of 67.30 and 66.95 respectively.

ECONOMY & MARKET PULSE

- Economic growth to gather momentum in coming quarters: Finance Minister
- WPI inflation falls for 14th straight month in December to -0.73 per cent
- Just in: December WPI comes at -0.73% versus -1.99%
- Overseas investment by Indian firms halves to \$1.15 billion in December
- Road Ministry seeks Rs 80,000 crore from finance ministry to fund highway expansion plan

Indices Performance

Index	14-Jan-16	Previous Close	% Change*
S&P BSE Sensex	24,772.97	24,854.11	-0.33%
CNX Nifty	7,536.80	7,562.40	-0.34%
CNX Midcap	12,838.25	12,993.90	-1.20%
CNX 500	6,378.20	6,415.95	-0.59%
S&P BSE Smallcap	11,131.38	11,274.59	-1.27%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,379.05	16,151.41	1.41%
Nasdaq	4,615.00	4,526.06	1.97%
S&P 500	1,921.84	1,890.28	1.67%
FTSE	5,918.23	5,961.00	-0.72%
CAC	4,312.89	4,391.94	-1.80%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,331.45	4,049.00	282.45
DII Flows	3,281.53	1,755.31	1,526.22

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	25,637.00	-98.00	-0.38%
Silver (1Kg)	33,638.00	-533.00	-1.56%
Crude Oil (1 barrel)	2,113.00	62.00	3.02%
Aluminium (1 Kg)	100.70	2.55	2.60%
Copper (1Kg)	297.25	5.35	1.83%

Currency Market

Currency	14-Jan-16	Gains+/-Loss	% Change*
INR / 1 USD	67.0950	0.26	0.38%
INR / 1 GBP	96.6369	0.03	0.04%
INR / 1 EURO	72.9725	0.55	0.75%
INR / 100 JPY	57.0100	0.44	0.78%

NSE Top 5 Gainers

Company	14-Jan-16	Previous Close	% Change*
ATN International	0.30	0.25	20.00%
TechIndia Nirman	4.30	3.60	19.44%
MVL	0.45	0.40	12.50%
Cantabil Retail	70.30	63.10	11.41%
Pearl Global Inds.	242.50	218.65	10.91%

NSE Top 5 Losers

Company	14-Jan-16	Previous Close	% Change*
Paras Petrofils	0.25	0.30	-16.67%
Farmax India	0.25	0.30	-16.67%
GKW	611.70	710.10	-13.86%
KSS	0.35	0.40	-12.50%
Greenearth Resources	0.40	0.45	-11.11%

BSE Top 5 Gainer

Company	14-Jan-16	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.04	25.00%
Aayush Food	20.46	17.05	20.00%
Optimus Infracom	83.45	69.55	19.99%
VCU Data	31.20	27.00	15.56%
Filtra Consultants	41.70	36.40	14.56%

BSE Top 5 Loser

Company	14-Jan-16	Previous Close	% Change*
Neo Infracon	45.75	55.80	-18.01%
Brilliant Portfolios	8.41	10.00	-15.90%
Ajcon Global Service	15.15	18.00	-15.83%
Proseed India	2.35	2.64	-10.98%
Aanchal Ispat	7.30	8.19	-10.87%

* % change is the over the previous days close.