

## Morning Notes

20-Jan-2016

## MARKET OUTLOOK

**Markets to make a weak start after last session's rally:** Today, the start is once again going to be in deep red tailing the slump in Asian peers on global growth concern. The International Monetary Fund (IMF) cut its global growth forecasts for the third time in less than a year.

## EQUITY MARKET WRAP UP

**Markets display spirited performance; Sensex rallies around 300 points:** A session after capitulating to late sell-off, Indian benchmark indices managed to pull through a scintillating performance by rallying over a percentage point on Tuesday, thanks to the hefty short covering in the beaten down Banking and high beta Capital Goods counters. Sentiments got a boost with report that Indian economy is expected to grow by 7.9 per cent in the next fiscal and may progress at a similar pace over a couple of years extending beyond 2019. BSE Sensex gained 291.47 points or 1.21% to 24479.84, while the CNX Nifty ended up by 84.10 points or 1.14% to 7,435.10. The BSE Sensex traded in a range of 24563.34 and 24247.23. There were 22 stocks advancing against 8 stocks declining on the index.

## DEBT MARKET &amp; FOREX

- Bond yields trade lower on Tuesday:** Bond yields traded lower on Tuesday after the Reserve Bank of India (RBI) has assured that it will buy back Rs 10,000 crore worth of government bonds. RBI will purchase the government bonds in the four different sets of securities on January 20, 2016. yields on new 10 year Government Stock were trading 3 basis points lower at 7.78% from its previous close at 7.81% on Monday. The benchmark five-year interest rates were trading 3 basis points lower at 7.69% from its previous close at 7.72% on Monday.
- Rupee ends in green despite paring early gains:** Indian rupee after slipping to its fresh two years low in last session on poor trade balance figures, bounced back on Tuesday, on fresh selling of the American currency by exporters. Positive cues from other Asian currencies too supported the rupee, though it pared most of its gains by last. The domestic currency remained in optimistic mood from the very beginning and the positive start, followed by good gains in the local equity markets strengthened the rupee further. Rupee ended at 67.65, 3 paise stronger from its previous close of 67.68 on Monday. The currency touched a high and low of 67.73 and 67.52 respectively.

## ECONOMY &amp; MARKET PULSE

- Implementation remains the major challenge for India's economy: RBI governor
- RBI's governor meets financial institutions to curtail bad loans
- RBI will buy back government bonds worth Rs 10,000 cr
- Easwar committee recommends friendly tax laws
- Govt may not be able to raise Rs 15,000 crore from gold bond scheme

## Indices Performance

Index	19-Jan-16	Previous Close	% Change*
S&P BSE Sensex	24,479.84	24,188.37	1.21%
CNX Nifty	7,435.10	7,351.00	1.14%
CNX Midcap	12,248.75	12,075.50	1.43%
CNX 500	6,225.20	6,149.15	1.24%
S&P BSE Smallcap	10,525.92	10,345.81	1.74%

## Global Markets

Index		Previous Close	% Change*
Dow Jones	16,016.02	15,988.08	0.17%
Nasdaq	4,476.95	4,488.42	-0.26%
S&P 500	1,881.33	1,880.29	0.06%
FTSE	5,876.80	5,779.90	1.68%
CAC	4,272.26	4,189.57	1.97%

## Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,131.97	4,998.03	-1,866.06
DII Flows	2,691.27	1,304.44	1,386.83

## Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	26,057.00	-8.00	-0.03%
Silver (1Kg)	34,428.00	332.00	0.97%
Crude Oil (1 barrel)	2,053.00	0.00	0.00%
Aluminium (1 Kg)	100.85	-0.25	-0.25%
Copper (1Kg)	298.75	2.15	0.72%

## Currency Market

Currency	19-Jan-16	Gains+/-Loss	% Change*
INR / 1 USD	67.5630	-0.02	-0.04%
INR / 1 GBP	96.4192	-0.06	-0.06%
INR / 1 EURO	73.5018	-0.11	-0.15%
INR / 100 JPY	57.3700	-0.31	-0.54%

## NSE Top 5 Gainers

Company	19-Jan-16	Previous Close	% Change*
VKS Projects	0.15	0.10	50.00%
Visesh Infotecnics	0.15	0.10	50.00%
Rasoya Proteins	0.25	0.20	25.00%
Farmax India	0.30	0.25	20.00%
Harita Seating Sys	394.55	328.80	20.00%

## NSE Top 5 Losers

Company	19-Jan-16	Previous Close	% Change*
Paras Petrofils	0.25	0.30	-16.67%
Pan India Corp.	0.30	0.35	-14.29%
REI Six Ten Retail	0.35	0.40	-12.50%
Lambodhara Textiles	134.00	149.50	-10.37%
Spice Mobility	23.50	26.10	-9.96%

## BSE Top 5 Gainer

Company	19-Jan-16	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.04	25.00%
Abhishek Infraventur	17.34	14.45	20.00%
Harita Seating Sys	391.40	326.20	19.99%
Grovya India	15.74	13.12	19.97%
Bharat Bijlee	811.00	676.00	19.97%

## BSE Top 5 Loser

Company	19-Jan-16	Previous Close	% Change*
Ajanta Soya	18.00	22.50	-20.00%
Cals Refineries	0.07	0.08	-12.50%
Neo Infracon	49.50	56.35	-12.16%
Deepak Spinners	68.80	77.95	-11.74%
Superb Papers	52.45	59.40	-11.70%

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