

Morning Notes

25-Jan-2016

MARKET OUTLOOK

Markets to get a good gap-up start of F&O expiry week: The Indian markets went for a big rally in last session on supportive global cues, today the start of the holiday truncated F&O expiry week is likely to be a gap-up one and the markets will extend their rally mood. Traders apart from the solid start of the regional peers will also be getting some encouragement with global rating agency Moody's statement that India's credit profile will be unaffected by a small slippage in fiscal deficit target, as it expects the government to continue fiscal consolidation and target lower deficits every year despite headwinds from global slowdown.

EQUITY MARKET WRAP UP

Boisterous benchmarks stage remarkable rally; surge around 2 percent: Indian equity indices staged a blockbuster performance on the last day of the week by vehemently rallying close to a two percentage points in the session and recaptured their important psychological levels. BSE Sensex surged by 473.45 points or 1.98% to 24435.66, while the CNX Nifty gained 145.65 points or 2% to 7,422.45. The BSE Sensex touched a high and a low 24472.88 and 24120.04, respectively. The broader indices ended in green, with the BSE Mid cap index ending up by 1.90%, while Small cap index ended higher by 2.25%.

DEBT MARKET & FOREX

- **Bond yields trade higher on Friday:** Bonds yields traded higher on Friday as investors turned cautious as RBI Governor Raghuram Rajan shot down Niti Aayog chief Arvind Panagariya's suggestion to raise the central bank's inflation target, while pointing out that the country's macroeconomic fundamentals were stable. yields on new 10 year Government Stock were trading 1 basis point higher at 7.75% from its previous close at 7.74% on Thursday. The benchmark five-year interest rates were trading flat from its previous close at 7.63% on Thursday.
- **Rupee ends substantially strong along with equities:** Snapping its two-days losing streak, Indian rupee bounced back against dollar on Friday on heavy dollar selling by banks and exporters, amid hopes that a rebound in crude oil prices globally may halt outflows from emerging markets (EMs). The domestic currency looked strong from the very beginning and was supported by the strong recovery in the local equity market. Rupee ended at 67.63, 40 paise stronger from its previous close of 68.03 on Thursday. The currency touched a high and low of 67.84 and 67.61 respectively.

ECONOMY & MARKET PULSE

- NITI Aayog is playing an active role in ensuring ease of doing business: Panagariya
- MNEs may have to provide global income, tax details to taxman
- RBI amends gold monetisation scheme guidelines, allows pre-mature withdrawal
- India ranked 22nd in the list of world's best countries
- India to achieve \$40 billion textile exports this fiscal: Gangwar

Indices Performance

Index	22-Jan-16	Previous Close	% Change*
S&P BSE Sensex	24,435.66	23,962.21	1.98%
CNX Nifty	7,422.45	7,276.80	2.00%
CNX Midcap	12,221.45	11,967.10	2.13%
CNX 500	6,216.70	6,092.05	2.05%
S&P BSE Smallcap	10,598.38	10,365.52	2.25%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,093.51	15,882.68	1.33%
Nasdaq	4,591.18	4,472.06	2.66%
S&P 500	1,906.90	1,868.99	2.03%
FTSE	5,900.01	5,773.80	2.19%
CAC	4,336.69	4,206.40	3.10%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,042.86	5,663.73	-1,620.87
DII Flows	2,310.90	1,395.30	915.60

Commodity Market

Commodities (INR)		Gains+/Loss	% Change*
Gold (10gm)	26,160.00	-30.00	-0.11%
Silver (1Kg)	34,277.00	-97.00	-0.28%
Crude Oil (1 barrel)	2,158.00	103.00	5.01%
Aluminium (1 Kg)	100.75	-0.30	-0.30%
Copper (1Kg)	301.25	-0.50	-0.17%

Currency Market

Currency	22-Jan-16	Gains+/Loss	% Change*
INR / 1 USD	67.7480	-0.31	-0.46%
INR / 1 GBP	96.4461	-0.11	-0.11%
INR / 1 EURO	73.4050	-0.76	-1.02%
INR / 100 JPY	57.3800	-0.92	-1.58%

NSE Top 5 Gainers

Company	22-Jan-16	Previous Close	% Change*
Rasoya Proteins	0.25	0.20	25.00%
Caplin Point Lab	1096.00	913.65	19.96%
Venus Remedies	113.90	94.95	19.96%
Remsons Inds	50.50	42.10	19.95%
Mangalam Timber Prod	20.55	17.15	19.83%

NSE Top 5 Losers

Company	22-Jan-16	Previous Close	% Change*
Interglobe Aviation	968.30	1197.85	-19.16%
Shyam Century	5.60	6.50	-13.85%
Greenearth Resources	0.40	0.45	-11.11%
Manaksia Aluminium	3.70	4.10	-9.76%
Pneumatic Holdings	680.10	740.00	-8.09%

BSE Top 5 Gainer

Company	22-Jan-16	Previous Close	% Change*
Smart Finsec	16.39	13.66	19.99%
SSPDL	59.00	49.20	19.92%
Venus Remedies	113.80	94.90	19.92%
Mangalam Timber Prod	20.80	17.35	19.88%
Caplin Point Lab	1099.00	917.95	19.72%

BSE Top 5 Loser

Company	22-Jan-16	Previous Close	% Change*
Birla Cotsyn (India)	0.04	0.05	-20.00%
Interglobe Aviation	968.75	1197.50	-19.10%
Shyam Century	5.83	6.88	-15.26%
Ausom Enterprises	23.55	26.55	-11.30%
Surya Marketing	62.10	69.00	-10.00%

* % change is the over the previous days close.