

Morning Notes

27-Jan-2016

MARKET OUTLOOK

Markets to make a cautious start on penultimate session of F&O expiry: The Indian markets in a volatile last session of trade managed flat but positive close. Today, the start of the penultimate day of F&O series expiry is likely to be cautious and the decline that it escaped due to Republic Day holiday, what other regional markets went through, is likely to be seen in early deals, however volatility can be seen through the day based on result reactions. Traders will also be concerned with the SBI Composite Index falling below the 50 mark to 47.3 in January..

EQUITY MARKET WRAP UP

Benchmarks extend winning streak for second straight session: Extending their winning streak for second day in a row, Indian equity benchmarks ended the session with a gain of around two tens a percent on Monday. Sentiments got some support with United Nations world economy report, which indicates that India will be the world's fastest growing large economy at 7.3 percent in 2016, improving further to 7.5 percent in the following year. Some support also came with the report that India's index of industrial production (IIP) is likely to grow 4-5 per cent in December 2015. BSE Sensex traded in a range of 24650.57 and 24433.67. There were 15 stocks advancing against 15 stocks declining on the index. The broader indices made a positive closing; the BSE Mid cap index ended up by 0.24%, while Small cap index ended up by 0.94%.

DEBT MARKET & FOREX

- **Bond yields trade higher on Monday:** Bond yields traded higher on Monday as investors remained cautious with the global rating agency Moody's statement that that India's economic exposure to external risks has gone up during the past seven months. yields on new 10 year Government Stock were trading 1 basis point higher at 7.78% from its previous close at 7.77% on Friday. The benchmark five-year interest rates were trading flat from its previous close at 7.66% on Friday.
- **Rupee ends weaker ahead of US Fed Reserve meet:** Indian rupee ended weaker against dollar on Monday due to heavy demand from banks and importers for American currency amid a flat close at the domestic equity market. The rupee further plummeted against the dollar as investors turned cautious ahead of the 2-days US Fed Reserve meeting which will start from January 26. Rupee ended at 67.83, 20 paise weaker from its previous close of 67.63 on Friday. The currency touched a high and low of 67.84 and 67.53 respectively.

ECONOMY & MARKET PULSE

- India to remain unaffected by any small slippage in fiscal deficit: Moody's
- RBI seeks additional Rs 26,000 crore for capital infusion by 2018
- Indian economy to improve, private investment still a concern: ASSOCHAM
- Exports in 15 out of 30 sectors plunge in December 2015
- India to be world's fastest growing economy at 7.3 per cent in 2016: UN report

Indices Performance

Index	25-Jan-16	Previous Close	% Change*
S&P BSE Sensex	24,485.95	24,435.66	0.21%
CNX Nifty	7,436.15	7,422.45	0.18%
CNX Midcap	12,267.40	12,221.45	0.38%
CNX 500	6,234.45	6,216.70	0.29%
S&P BSE Smallcap	10,697.91	10,598.38	0.94%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,167.23	15,885.22	1.78%
Nasdaq	4,567.67	4,518.49	1.09%
S&P 500	1,903.63	1,877.08	1.41%
FTSE	5,911.46	5,877.00	0.59%
CAC	4,356.81	4,311.33	1.05%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,930.43	4,663.85	-733.42
DII Flows	1,272.53	964.64	307.89

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	26,387.00	227.00	0.87%
Silver (1Kg)	34,679.00	402.00	1.17%
Crude Oil (1 barrel)	2,100.00	-58.00	-2.69%
Aluminium (1 Kg)	100.50	-0.25	-0.25%
Copper (1Kg)	300.85	-0.40	-0.13%

Currency Market

Currency	25-Jan-16	Gains+Loss	% Change*
INR / 1 USD	67.6428	-0.11	-0.16%
INR / 1 GBP	96.736	0.29	0.30%
INR / 1 EURO	73.1219	-0.28	-0.39%
INR / 100 JPY	56.9300	-0.45	-0.78%

NSE Top 5 Gainers

Company	25-Jan-16	Previous Close	% Change*
Vardhman Special	54.60	45.50	20.00%
Cantabil Retail	81.30	67.75	20.00%
Store One Retail	36.30	30.25	20.00%
Excel Realty	33.45	27.90	19.89%
Mangalam Timber Prod	24.55	20.55	19.46%

NSE Top 5 Losers

Company	25-Jan-16	Previous Close	% Change*
Rasoya Proteins	0.20	0.25	-20.00%
Pan India Corp.	0.25	0.30	-16.67%
RS Software (India)	85.75	102.60	-16.42%
Aro Granite	43.95	50.80	-13.48%
Kitex Garments	473.15	541.65	-12.65%

BSE Top 5 Gainer

Company	25-Jan-16	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.04	25.00%
Vardhman Special	54.30	45.25	20.00%
Store One Retail	36.90	30.75	20.00%
Aksharchem (I)	173.50	144.60	19.99%
Cantabil Retail	80.80	67.35	19.97%

BSE Top 5 Loser

Company	25-Jan-16	Previous Close	% Change*
RS Software (India)	86.00	102.90	-16.42%
Aro Granite	43.95	51.20	-14.16%
Sat Industries	7.82	9.07	-13.78%
Kitex Garments	470.05	542.10	-13.29%
Kalpa commercial	141.00	157.50	-10.48%

* % change is the over the previous days close.