

28-Jan-2016

Morning Notes

MARKET OUTLOOK

Markets to start on a cautious but positive note on F&O expiry day: Today, the expiry session of the January F&O series is likely to be cautious and volatile movement can be witnessed throughout the day, as the traders will be settling their positions and rolling over to next series. Though, the trade may remain somber in early deals on some disappointing earnings number from some bluechip companies, but tailing the positive regional cues the mood may recover in latter trade.

EQUITY MARKET WRAP UP

Fatigued markets settle with paltry gain: Indian stock markets prolonging the lull for second straight day finished the session on a dull note, marginally above the neutral line as investors at large remained reluctant to build on long positions ahead of the expiry of January derivative contracts tomorrow and the US Federal Reserve meet outcome later today. Sentiments got some support with Standard & Poor's Rating Services' statement that Indian economy is less vulnerable to external shocks as it is mainly driven by household consumption and government spending, and not dependent on hot money which can move out quickly. BSE Sensex traded in a range of 24645.70 and 24458.13. There were 14 stocks advancing against 16 stocks declining on the index. The broader indices made a positive closing; the BSE Mid cap index ended up by 0.30%, while Small cap index ended up by 0.57%.

DEBT MARKET & FOREX

- **Bond yields trade lower on Wednesday:** Bond yields traded lower on Wednesday as investors got some support with the statement of Standard & Poor's Rating Services that Indian economy is less vulnerable to external shocks. Yields on new 10 year Government Stock were trading 1 basis point lower at 7.79% from its previous close at 7.80% on Monday. The benchmark five-year interest rates were trading 1 basis point lower at 7.66% from its previous close at 7.67% on Monday.
- **Rupee extends weakness for second day ahead of the outcome of US Fed Reserve meet:** Indian rupee extending its weakness for the second straight day depreciated against dollar on Wednesday ahead of the outcome of US Federal Reserve's two-day policy meet later in the day. Besides, month end demand for the greenback from banks and importers despite dollar remaining weak against other currencies overseas dented rupee sentiment. The sentiments were under pressure with the SBI Composite Index falling below the 50 mark to 47.3 in January. Rupee ended at 68.05, 22 paise weaker from its previous close of 67.83 on Monday. The currency touched a high and low of 68.10 and 67.93 respectively.

ECONOMY & MARKET PULSE

- SBI Composite Index dips to a one-year low in January
- Gadkari to meet bankers, road contractors on stalled projects on Jan 28
- Govt plans to create coastal economic zones to boost manufacturing
- India steel production rises by 2.6% in 2015
- Govt in advanced stage of deliberation on Shome panel report : Arun Jaitley

Indices Performance

Index	27-Jan-16	Previous Close	% Change*
S&P BSE Sensex	24,492.39	24,485.95	0.03%
CNX Nifty	7,437.75	7,436.15	0.02%
CNX Midcap	12,320.65	12,267.40	0.43%
CNX 500	6,242.40	6,234.45	0.13%
S&P BSE Smallcap	10,758.95	10,697.91	0.57%

Global Markets

Index		Previous Close	% Change*
Dow Jones	15,944.46	16,167.23	-1.38%
Nasdaq	4,468.17	4,567.67	-2.18%
S&P 500	1,882.95	1,903.63	-1.09%
FTSE	5,990.37	5,911.50	1.33%
CAC	4,380.36	4,356.81	0.54%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,260.92	3,138.50	122.42
DII Flows	1,583.49	1,083.50	499.99

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	26,749.00	362.00	1.37%
Silver (1Kg)	35,296.00	617.00	1.78%
Crude Oil (1 barrel)	2,202.00	102.00	4.86%
Aluminium (1 Kg)	104.30	3.80	3.78%
Copper (1Kg)	312.25	11.40	3.79%

Currency Market

Currency	27-Jan-16	Gains+Loss	% Change*
INR / 1 USD	67.9803	0.34	0.50%
INR / 1 GBP	97.5109	0.77	0.80%
INR / 1 EURO	73.8130	0.69	0.95%
INR / 100 JPY	57.4500	0.52	0.91%

NSE Top 5 Gainers

Company	27-Jan-16	Previous Close	% Change*
Rasoya Proteins	0.25	0.20	25.00%
Banaras Beads	52.80	44.00	20.00%
Store One Retail	43.55	36.30	19.97%
Alphageo India	628.50	526.85	19.29%
Pneumatic Holdings	826.60	693.20	19.24%

NSE Top 5 Losers

Company	27-Jan-16	Previous Close	% Change*
Farmax India	0.20	0.25	-20.00%
Blue Chip India	0.40	0.45	-11.11%
Kitex Garments	422.45	473.15	-10.72%
RS Software (India)	77.90	85.75	-9.15%
Jindal Drilling&Inds	117.35	129.15	-9.14%

BSE Top 5 Gainer

Company	27-Jan-16	Previous Close	% Change*
Rajratan Global Wire	252.00	210.00	20.00%
Modi Naturals	90.35	75.30	19.99%
Banaras Beads	53.75	44.80	19.98%
Store One Retail	44.25	36.90	19.92%
Alphageo India	627.25	526.75	19.08%

BSE Top 5 Loser

Company	27-Jan-16	Previous Close	% Change*
Naysaa Securities	23.10	28.85	-19.93%
Hemo Organic	19.15	23.90	-19.87%
Apple Finance	2.46	2.94	-16.33%
Max India	398.10	471.65	-15.59%
Yogya Enterprises	15.60	18.30	-14.75%

* % change is the over the previous days close.