

Morning Notes

29-Jan-2016

MARKET OUTLOOK

Markets to start the new series on a mildly soft note: Today, the start of the new series is likely to be mildly in red on mixed global cues, traders will be cautious with RBI Governor Raghuram Rajan raising doubts over the new GDP growth rate methodology, stating that there is a need for better computation of numbers so as to avoid overlaps and capture the net gains to the economy.

EQUITY MARKET WRAP UP

Benchmarks end the F&O expiry session on a negative note: Benchmark equity indices ended in the negative terrain on Thursday's derivatives' expiry session, on the back of a sudden bout of selling in late trades. Investors remained on the sidelines and refrained from any buying activity on the day of the expiry of January contracts. Further, traders remained cautious expecting the RBI might leave its key interest rate steady at 6.75 percent next week, given that the US Fed maintained its status quo on key lending rates. BSE Sensex declined 22.82 points or 0.09% to 24469.57, while the CNX Nifty ended down by 13.10 points or 0.18% to 7,424.65. The BSE Sensex traded in a range of 24587.20 and 24400.52. There were 14 stocks advancing against 16 stocks declining on the index. The broader indices made a negative closing; the BSE Mid cap index ended down by 0.36%, while Small cap index ended down by 0.04%.

DEBT MARKET & FOREX

- **Bond yields steady on Thursday:** Bond yields traded flat on Thursday as investors largely stay on the sidelines in the absence of any fresh triggers. Investors failed to get support with the statement of S Iswaran, Minister of Trade and Industry, Singaporean that India is projected to be the world's fastest growing major economy this year. yields on new 10 year Government Stock were trading flat from its previous close at 7.78% on Wednesday. The benchmark five-year interest rates were trading 1 basis point lower at 7.63% from its previous close at 7.64% on Wednesday.
- **Rupee weakens for third session on Thursday:** Extending losses for the third session, Indian rupee ended weaker against dollar on Thursday due to sustained demand for the US currency from importers and banks amid strengthening of American currency overseas. Besides, weakness in domestic equity market kept pressure on the rupee. Rupee ended at 68.22, 17 paise weaker from its previous close of 68.05 on Wednesday. The currency touched a high and low of 68.25 and 68.01 respectively.

ECONOMY & MARKET PULSE

- Government could garner around Rs 5.4 lakh crore from mega spectrum auction
- Textile exports likely to remain flat at \$40 billion in FY16
- India ranks 76th in global corruption index 2015
- Govt sets up Committee of Secretaries to screen Pay Commission recommendations
- Govt gives nod for hybrid annuity model for highway projects

Indices Performance

Index	28-Jan-16	Previous Close	% Change*
S&P BSE Sensex	24,469.57	24,492.39	-0.09%
CNX Nifty	7,424.65	7,437.75	-0.18%
CNX Midcap	12,302.85	12,320.65	-0.14%
CNX 500	6,230.00	6,242.40	-0.20%
S&P BSE Smallcap	10,754.52	10,758.95	-0.04%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,069.64	15,944.46	0.79%
Nasdaq	4,506.68	4,468.17	0.86%
S&P 500	1,893.36	1,882.95	0.55%
FTSE	5,931.78	5,990.40	-0.98%
CAC	4,322.16	4,380.36	-1.33%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,355.35	4,525.11	-169.76
DII Flows	2,872.07	2,477.85	394.22

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	2,477.85	-39.00	-0.15%
Silver (1Kg)	34,806.00	-490.00	-1.39%
Crude Oil (1 barrel)	2,287.00	85.00	3.86%
Aluminium (1 Kg)	104.05	-0.75	-0.72%
Copper (1Kg)	310.10	-2.15	-0.69%

Currency Market

Currency	28-Jan-16	Gains+Loss	% Change*
INR / 1 USD	68.0858	0.11	0.16%
INR / 1 GBP	97.0155	-0.50	-0.51%
INR / 1 EURO	74.0637	0.25	0.34%
INR / 100 JPY	57.3600	-0.09	-0.16%

NSE Top 5 Gainers

Company	28-Jan-16	Previous Close	% Change*
Pan India Corp.	0.30	0.25	20.00%
Rane Brake Lining	387.75	323.15	19.99%
ShirpurGold Refinery	71.05	61.40	15.72%
Fedders Lloyd Corp.	84.90	73.55	15.43%
Brigade Enterprises	155.65	137.30	13.36%

NSE Top 5 Losers

Company	28-Jan-16	Previous Close	% Change*
Visesh Infotecnics	0.10	0.15	-33.33%
ATN International	0.40	0.45	-11.11%
Greenearth Resources	0.40	0.45	-11.11%
PIL Italtca Lifest.	14.00	15.60	-10.26%
RS Software (India)	70.15	77.90	-9.95%

BSE Top 5 Gainer

Company	28-Jan-16	Previous Close	% Change*
Rane Brake Lining	392.40	327.00	20.00%
Modi Naturals	106.65	88.90	19.97%
MFL India	0.72	0.61	18.03%
Fedders Lloyd Corp.	84.90	73.80	15.04%
ShirpurGold Refinery	71.25	62.25	14.46%

BSE Top 5 Loser

Company	28-Jan-16	Previous Close	% Change*
Naysaa Securities	18.50	23.10	-19.91%
Vision Cinemas	3.80	4.48	-15.18%
Sunstar Realty	28.55	32.50	-12.15%
International Convey	25.50	28.70	-11.15%
Maan Aluminium	28.50	31.80	-10.38%

* % change is the over the previous days close.