

Morning Notes

01-Feb-2016

MARKET OUTLOOK

Markets to extend the rally mood with a positive start: Today, the start of the new week and the month is likely to be in green, though there will be some cautiousness too ahead of the RBI's monetary policy announcement tomorrow. Also, the Standard & Poor's Ratings Services has said that India will face challenges in sticking to the fiscal consolidation roadmap as the expected revenues may not be fully realised and subsidy cuts may be delayed.

EQUITY MARKET WRAP UP

Boisterous benchmarks stage a remarkable rally; surge over 1.5%: Indian benchmark equity indices staged a blockbuster performance on the last day of the week, by vehemently rallying by over one and half percent in the session and re-conquering their several psychological levels. BSE Sensex surged 401.12 points or 1.64% to 24870.69, while the CNX Nifty ended up by 138.90 points or 1.87% to 7,563.55. The BSE Sensex traded in a range of 24911.90 and 24340.06. There were 25 stocks advancing against 5 stocks declining on the index. The broader indices made a positive closing; the BSE Mid cap index ended up by 2.02%, while Small cap index ended up by 1.07%.

DEBT MARKET & FOREX

- Bond yields trade lower on Friday:** Bond yields traded lower on Friday as investors were turning cautious ahead of the RBI monetary policy which is going to be held on February 02 2016. Sentiment got boost with Planning Commission's former deputy Chairman Montek Singh Ahluwalia statement that Indian economy, which expanded at 7.7 percent between 2003 and 2014 has the potential to clock 8 percent growth in the near future. Yields on new 10 year Government Stock were trading 2 basis points lower at 7.78% from its previous close at 7.80% on Thursday. The benchmark five-year interest rates were trading 3 basis points lower at 7.62% from its previous close at 7.65% on Thursday.
- Rupee snaps three day losing streak; ends substantially stronger against US Dollar:** Snapping its three day losing streak Indian rupee bounced back against dollar on Friday due to selling of the greenback by banks and exporters. The domestic currency was looking strong from the very beginning and was supported by the surge in the equity markets. Rupee ended at 67.79, 43 paise stronger from its previous close of 68.22 on Thursday. The currency touched a high and low of 68.12 and 67.78 respectively.

ECONOMY & MARKET PULSE

- Rajan raises doubt on new GDP calculation methodology
- Fiscal deficit stands at 88% of BE for the first nine months of the current fiscal
- Govt to award 10,000 km of road projects this fiscal: Arun Jaitley
- FDI quality improves substantially after launch of Make in India campaign
- India, US resolve over 100 transfer pricing disputes
- Govt to drastically scale down disinvestment target in FY17: ASSOCHAM

Indices Performance

Index	29-Jan-16	Previous Close	% Change*
S&P BSE Sensex	24,870.69	24,469.57	1.64%
CNX Nifty	7,563.55	7,424.65	1.87%
CNX Midcap	12,469.10	12,302.85	1.35%
CNX 500	6,339.45	6,230.00	1.76%
S&P BSE Smallcap	10,869.84	10,754.52	1.07%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,466.30	16,069.64	2.47%
Nasdaq	4,613.95	4,506.68	2.38%
S&P 500	1,940.24	1,893.36	2.48%
FTSE	6,083.79	5,931.80	2.56%
CAC	4,417.02	4,322.16	2.19%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	5,898.88	6,281.84	-382.96
DII Flows	2,121.61	1,881.59	240.02

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	26,638.00	-72.00	-0.27%
Silver (1Kg)	34,750.00	-56.00	-0.16%
Crude Oil (1 barrel)	2,286.00	-1.00	-0.04%
Aluminium (1 Kg)	103.85	-0.20	-0.19%
Copper (1Kg)	311.60	1.50	0.48%

Currency Market

Currency	29-Jan-16	Gains+/-Loss	% Change*
INR / 1 USD	67.8763	-0.21	-0.31%
INR / 1 GBP	97.7554	0.74	0.76%
INR / 1 EURO	74.0666	0.00	0.00%
INR / 100 JPY	56.2600	-1.10	-1.92%

NSE Top 5 Gainers

Company	29-Jan-16	Previous Close	% Change*
Radha Madhav Corp.	19.80	16.50	20.00%
Rasoya Proteins	0.30	0.25	20.00%
Visagar Polytex	91.05	75.90	19.96%
Pan India Corp.	0.35	0.30	16.67%
Jay Shree Tea	88.15	76.25	15.61%

NSE Top 5 Losers

Company	29-Jan-16	Previous Close	% Change*
VKS Projects	0.10	0.15	-33.33%
Just Dial	608.20	731.10	-16.81%
JCT Electronics	0.35	0.40	-12.50%
Nakoda	0.35	0.40	-12.50%
TRF	295.30	328.05	-9.98%

BSE Top 5 Gainer

Company	29-Jan-16	Previous Close	% Change*
Radha Madhav Corp.	19.80	16.50	20.00%
Visagar Polytex	91.00	75.85	19.97%
Indo Amines	50.55	43.15	17.15%
Compuage Infocom	108.60	93.40	16.27%
Camex	36.05	31.05	16.10%

BSE Top 5 Loser

Company	29-Jan-16	Previous Close	% Change*
Kalpa commercial	134.20	159.30	-15.76%
Just Dial	608.65	717.95	-15.22%
Cals Refineries	0.06	0.07	-14.29%
Nyssa Corporation	47.45	53.95	-12.05%
Amrapali Cap. & Fin	33.50	38.00	-11.84%

* % change is the over the previous days close.