

Morning Notes

05-Feb-2016

MARKET OUTLOOK

Markets to make a flat-to-cautious start: Today, the last day of the week is likely to see a cautious but positive start, as the global cues are mixed and traders will prefer to remain on sidelines ahead of US employment data, also as the crude after a day of surge has lost momentum. There will be some cautiousness with a survey conducted by the Reserve Bank of India stating that Indian households expect inflation at over 10 percent in the year ahead, twice as much as RBI's retail inflation target of 5 percent by March 2017.

EQUITY MARKET WRAP UP

Benchmarks snap three-day losing streak; Nifty regains 7,400 level: Indian equity benchmarks snapped three-day losing streak as investors opted to buy beaten down but fundamentally strong stocks amid positive global cues. It was a volatile session of trade for Indian equity markets where domestic gauges started with a gap-up opening and traded with traction in early deals as traders took some relief with Finance Minister Arun Jaitley amid global uncertainty saying that it is important for India to emerge out of the crisis stronger as it is on a much higher and stabler footing than other nations. BSE Sensex surged by 115.11 points or 0.48% to 24338.43, while the CNX Nifty gained 42.20 points or 0.57% to 7404.00. The BSE Sensex touched a high and a low 24514.01 and 24224.74, respectively. The BSE Mid cap index was down by 0.18%, while Small cap index was down by 0.75%.

DEBT MARKET & FOREX

- Bond yields trade lower on Thursday:** Bond yields traded lower on Thursday as investors got support with Finance Minister Arun Jaitley's statement that it is important for India to emerge out of the crisis stronger as it is on a much higher and stabler footing than other nations and also added that lower prices of oil and metal commodities substantially suit the country. Yields on new 10 year Government Stock were trading 1 basis point lower at 7.84% from its previous close at 7.85% on Wednesday. The benchmark five-year interest rates were trading flat from its previous close at 7.66% on Wednesday.
- Rupee snaps three-day losing streak; ends stronger on Thursday:** Snapping its three-day losing streak Indian rupee bounced back against dollar on Thursday on heavy selling of dollar by banks and exporters. The domestic currency looked strong from the very beginning and was also supported by the gains in equity markets, which despite some choppiness managed a positive close. Rupee ended at 67.56, 51 paise stronger from its previous close of 68.07 on Wednesday. The currency touched a high and low of 67.87 and 67.56 respectively.

ECONOMY & MARKET PULSE

- Govt approves allocation of coal linkages for non-regulated sector through auction
- Govt approves formation of JV companies between Indian Railways, state governments
- Govt panel gives nod for 7 infrastructure projects worth Rs 9,672 crore

Indices Performance

Index	4-Feb-16	Previous Close	% Change*
S&P BSE Sensex	24,338.43	24,223.32	0.48%
CNX Nifty	7,404.00	7,361.80	0.57%
CNX Midcap	12,154.50	12,175.95	-0.18%
CNX 500	6,186.25	6,166.20	0.33%
S&P BSE Smallcap	10,442.69	10,522.01	-0.75%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,416.58	16,336.66	0.49%
Nasdaq	4,509.56	4,504.24	0.12%
S&P 500	1,915.45	1,912.53	0.15%
FTSE	5,898.76	5,837.10	1.06%
CAC	4,228.53	4,226.96	0.04%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,178.36	3,495.69	-317.33
DII Flows	2,040.07	1,563.63	476.44

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	27,422.00	157.00	0.58%
Silver (1Kg)	35,829.00	97.00	0.27%
Crude Oil (1 barrel)	2,181.00	11.00	0.51%
Aluminium (1 Kg)	104.45	0.40	0.38%
Copper (1Kg)	319.20	3.50	1.11%

Currency Market

Currency	4-Feb-16	Gains+/-Loss	% Change*
INR / 1 USD	67.8093	-0.37	-0.55%
INR / 1 GBP	98.7914	0.47	0.48%
INR / 1 EURO	75.1327	0.68	0.91%
INR / 100 JPY	57.4200	0.44	0.77%

NSE Top 5 Gainers

Company	4-Feb-16	Previous Close	% Change*
Jindal Worldwide	151.80	126.50	20.00%
Rasoya Proteins	0.30	0.25	20.00%
Farmax India	0.30	0.25	20.00%
New Delhi Television	108.40	92.75	16.87%
Pan India Corp.	0.35	0.30	16.67%

NSE Top 5 Losers

Company	4-Feb-16	Previous Close	% Change*
VKS Projects	0.10	0.15	-33.33%
Paras Petrofils	0.20	0.25	-20.00%
Upper Ganges Sugar	59.60	73.85	-19.30%
Aditya Birla Fashion	176.55	209.10	-15.57%
FCS Software Soltns.	0.35	0.40	-12.50%

BSE Top 5 Gainer

Company	4-Feb-16	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.04	25.00%
Jindal Worldwide	148.40	123.70	19.97%
Mangalam Organics	24.35	20.30	19.95%
Raj Rayon Industries	0.64	0.54	18.52%
New Delhi Television	108.75	92.65	17.38%

BSE Top 5 Loser

Company	4-Feb-16	Previous Close	% Change*
Coastal Corporation	12.65	25.60	-50.59%
Restile Ceramics	5.51	6.88	-19.91%
Upper Ganges Sugar	59.80	73.75	-18.92%
Interlink Petroleum	8.16	10.02	-18.56%
Aditya Birla Fashion	178.20	210.90	-15.50%

* % change is the over the previous days close.