

Morning Notes

16-Feb-2016

MARKET OUTLOOK

Markets to get a green start, may consolidate in latter trade:

Today, the start is likely to be in green and the markets will be extending their gains of last session. However, there is likely to be consolidation, and some profit taking too can appear going forward. Meanwhile, the Reserve Bank of India (RBI) Governor Raghuraman Rajan stated that RBI and the government don't favour undervaluation of the exchange rate as a means to spur economic growth.

EQUITY MARKET WRAP UP

Boisterous benchmarks stage a remarkable rally; surge over 2%:

Indian benchmark equity indices staged a blockbuster performance on the first day of the week by vehemently rallying over two percentage points for the session and re-conquering their psychological levels. Sentiments got a boost with Prime Minister Narendra Modi's statement that India is the fastest developing country among the "larger economies of the world". BSE Sensex surged by 568 points or 2.47% to 23554.12, while the CNX Nifty rose 182 points or 2.61% to 7,162.95. The BSE Sensex touched a high and a low 23622.64 and 23197.67, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 3.47%, while Small cap index gained 3.35%.

DEBT MARKET & FOREX

Bond yields trade higher on Monday: Bond yields traded higher on Monday as investors remained cautious on expectation that faster inflation will curb the central bank's room to lower interest rates. Annual consumer price inflation (CPI) edged up to a 17-month high of 5.69% in January, driven up by higher food costs. Yields on new 10 year Government Stock were trading 2 basis points higher at 7.74% from its previous close at 7.72% on Friday. The benchmark five-year interest rates were trading 3 basis points higher at 7.69% from its previous close at 7.66% on Friday.

Rupee appreciates for second consecutive session against dollar: Indian rupee appreciated for the second consecutive session against dollar on increased selling of dollar by banks and exporters amid gains in Asian currencies. Besides weakness in the dollar against some currencies overseas and surge in local equity market also added to the positive milieu of Indian currency. The rupee ended at 68.06, 18 paise stronger from its previous close of 68.24 on Friday. The currency touched a high and low of 68.16 and 67.99 respectively.

ECONOMY & MARKET PULSE

- India the fastest among the larger developing economies: PM
- WPI inflation falls for 15th straight month in January to -0.9%
- Govt asks PSUs to buy back shares, pay higher dividends
- Just in: January WPI comes at -0.9% versus -0.73%
- Retail inflation surges to 5.69 percent in January
- December's IIP remains negative; contracts by 1.3%
- Govt optimistic on passing GST and real estate bill in Budget session: Venkaiah Naidu

Indices Performance

Index	15-Feb-16	Previous Close	% Change*
S&P BSE Sensex	23,554.12	22,986.12	2.47%
CNX Nifty	7,162.95	6,980.95	2.61%
CNX Midcap	11,916.30	11,485.80	3.75%
CNX 500	5,999.05	5,833.40	2.84%
S&P BSE Smallcap	10,006.99	9,682.55	3.35%

Global Markets

Index		Previous Close	% Change*
Dow Jones	15,973.84	15,660.18	2.00%
Nasdaq	4,337.51	4,266.84	1.66%
S&P 500	1,864.78	1,864.78	0.00%
FTSE	5,824.28	5,707.60	2.04%
CAC	4,115.25	3,995.06	3.01%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,694.27	4,737.86	-43.59
DII Flows	3,223.71	1,236.26	1,987.45

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	1,236.26	-696.00	-2.37%
Silver (1Kg)	37,088.00	-896.00	-2.36%
Crude Oil (1 barrel)	2,037.00	31.00	1.55%
Aluminium (1 Kg)	103.15	0.55	0.54%
Copper (1Kg)	310.25	3.75	1.22%

Currency Market

Currency	15-Feb-16	Gains+Loss	% Change*
INR / 1 USD	68.1348	-0.30	-0.44%
INR / 1 GBP	99.0067	0.03	0.03%
INR / 1 EURO	76.5086	-0.85	-1.10%
INR / 100 JPY	59.8400	-1.10	-1.81%

NSE Top 5 Gainers

Company	15-Feb-16	Previous Close	% Change*
Rasoya Proteins	0.25	0.20	25.00%
Farmax India	0.25	0.20	25.00%
Bank Of Baroda	139.35	113.70	22.56%
Shalimar Paints	121.55	101.30	19.99%
Sakuma Exports	65.20	54.35	19.96%

NSE Top 5 Losers

Company	15-Feb-16	Previous Close	% Change*
Visesh Infotecnics	0.10	0.15	-33.33%
STI India	22.05	26.95	-18.18%
Nakoda	0.30	0.35	-14.29%
Signet Industries	42.60	48.25	-11.71%
Pitti Laminations	33.35	37.45	-10.95%

BSE Top 5 Gainer

Company	15-Feb-16	Previous Close	% Change*
Bank Of Baroda	139.55	114.35	22.04%
Vidli Restaurants	12.00	10.00	20.00%
Fomento Resort&Hotel	127.80	106.50	20.00%
8K Miles Software	1804.90	1504.10	20.00%
Walchand People	102.05	85.05	19.99%

BSE Top 5 Loser

Company	15-Feb-16	Previous Close	% Change*
Asis Logistics	10.40	13.00	-20.00%
Loyal Equipments	12.80	15.95	-19.75%
Tentiwala Metal	5.96	7.40	-19.46%
DharamsiMorarji Chem	51.70	63.60	-18.71%
Shree Hari Chem	71.00	86.20	-17.63%

* % change is the over the previous days close.