

Morning Notes

18-Feb-2016

MARKET OUTLOOK

Markets to extend the gaining momentum with a positive start: Today, the start is likely to be extension of the gains amid jubilant global cues. Traders are likely to get some support with Cabinet's approval for the WTO's Trade Facilitation Agreement (TFA) which aims at easing customs procedures to boost commerce. TFA will contain provisions for movement of goods, release and clearance of goods and goods in transit.

EQUITY MARKET WRAP UP

Late short covering bolsters Indian benchmarks; Nifty ends above 7100 mark: A session after displaying a distressing performance, Indian benchmark indices managed to pull through a scintillating performance by vivaciously rallying around a percent on Wednesday, thanks to the hefty short covering in the beaten down blue chip counters. The BSE Sensex surged by 189.90 points or 0.82% to 23381.87, while the CNX Nifty rose 60.20 points or 0.85% to 7,108.45. The BSE Sensex touched a high and a low 23434.91 and 22920.84, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 0.47%, while Small cap index gained 0.35%.

DEBT MARKET & FOREX

- Bond yields remain steady on Wednesday:** Bond yields traded flat on Wednesday as investors failed to solace with the report that the government is likely to meet its fiscal deficit target of 3.9 per cent of the GDP for the current financial year, largely on account of the latest round of excise duty hikes on oil products and marginal compression in expenditure. The yields on new 10 year Government Stock were trading flat from its previous close at 7.78% on Tuesday. The benchmark five-year interest rates were trading 2 basis points higher at 7.77% from its previous close at 7.75% on Tuesday.
- Rupee snaps two-days gaining streak on Tuesday:** Snapping its two-days gaining streak Indian rupee depreciated against dollar on Tuesday due to demand for dollar from banks and importers. Besides, weak trade in the equity market also hit the sentiment. Further, dollar's gains against other currencies overseas and losses in Asian currencies markets also pressurized the domestic unit. The rupee ended at 68.38, 32 paise weaker from its previous close of 68.06 on Monday. The currency touched a high and low of 68.43 and 68.12 respectively.

ECONOMY & MARKET PULSE

- PSU banks' capital requirements for provisioning of bad loans to shoot up: S&P
- Iran invites Indian investment in infrastructure projects worth \$8 billion
- Govt cuts interest rate by 0.25% on short-term post office schemes
- FDI inflows improving, more investments from non-IT sectors: Sitharaman
- CBDT resolves 180 tax disputes worth Rs 5,000 cr under MAP in last two years

Indices Performance

Index	17-Feb-16	Previous Close	% Change*
S&P BSE Sensex	23,381.87	23,191.97	0.82%
CNX Nifty	7,108.45	7,048.25	0.85%
CNX Midcap	11,732.50	11,622.50	0.95%
CNX 500	5,930.15	5,889.10	0.70%
S&P BSE Smallcap	9,803.14	9,782.18	0.21%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,453.83	16,196.41	1.59%
Nasdaq	4,534.06	4,435.96	2.21%
S&P 500	1,895.58	1,895.58	0.00%
FTSE	6,030.32	5,862.20	2.87%
CAC	4,233.47	4,110.66	2.99%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	2,941.75	3,730.46	-788.71
DII Flows	1,511.72	1,127.19	384.53

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	28,888.00	-11.00	-0.04%
Silver (1Kg)	37,197.00	-22.00	-0.06%
Crude Oil (1 barrel)	2,114.00	122.00	6.12%
Aluminium (1 Kg)	104.70	-0.30	-0.29%
Copper (1Kg)	313.70	2.75	0.88%

Currency Market

Currency	17-Feb-16	Gains+/-Loss	% Change*
INR / 1 USD	68.5920	0.26	0.37%
INR / 1 GBP	98.018	-0.41	-0.42%
INR / 1 EURO	76.6104	0.37	0.48%
INR / 100 JPY	60.3200	0.64	1.07%

NSE Top 5 Gainers

Company	17-Feb-16	Previous Close	% Change*
Just Dial	525.75	443.30	18.60%
Electrosteel Steels	3.75	3.20	17.19%
JCT Electronics	0.35	0.30	16.67%
Greenearth Resources	0.40	0.35	14.29%
Valecha Engg.	34.40	30.25	13.72%

NSE Top 5 Losers

Company	17-Feb-16	Previous Close	% Change*
Guj. Lease Fin	1.75	2.75	-36.36%
Farmax India	0.20	0.25	-20.00%
Suryajyoti Spg. Mill	7.65	9.00	-15.00%
FCS Software Soltns.	0.35	0.40	-12.50%
LCC Infotech	0.35	0.40	-12.50%

BSE Top 5 Gainer

Company	17-Feb-16	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.04	25.00%
Oswal Agro Mills	13.71	11.43	19.95%
Just Dial	525.95	443.45	18.60%
Electrosteel Steels	3.74	3.20	16.88%
White Diamond Inds.	23.45	20.10	16.67%

BSE Top 5 Loser

Company	17-Feb-16	Previous Close	% Change*
Neo Corp Intl.	14.30	17.85	-19.89%
OFS Technologies	15.65	18.85	-16.98%
Excel Castronics	4.40	5.27	-16.51%
Suryajyoti Spg. Mill	7.50	8.91	-15.82%
Fomento Resort&Hotel	107.50	126.90	-15.29%

* % change is the over the previous days close.