

Morning Notes

22-Feb-2016

MARKET OUTLOOK

Markets to start the crucial new week on a positive note:

Today, the start of the crucial week of F&O series expiry and Rail Budget is likely to be in green, tailing the positive cues from the global markets. Traders will also be getting some support with the Organisation for Economic Cooperation and Development (OECD) raising India's growth forecast compared to 7.3 percent expansion projected in November 2015.

EQUITY MARKET WRAP UP

Benchmarks add quarter percent gain; Nifty recaptures 7,200 mark:

Indian equity benchmarks ended the choppy day of trade with gain of around a quarter percent on Friday with frontline gauges recapturing their crucial 23,700 (Sensex) and 7,200 (Nifty) levels. Traders took some encouragement with Moody's Investors Services' report that Indian economy will grow at 7.5 percent in 2016 and 2017 as it is relatively less exposed to external headwinds, like China slowdown, and will benefit from lower commodity prices. The BSE Sensex gained 59.93 points or 0.25% to 23709.15, while the CNX Nifty added 19 points or 0.26% to 7,210.75. The BSE Sensex touched a high and a low 23735.35 and 23448.21, respectively. The broader indices made a mixed closing; the BSE Mid cap index ended down by 0.12%, while Small cap index gained 0.16%.

DEBT MARKET & FOREX

Bond yields trade lower on Thursday: Bond yields traded lower on Thursday on expectation that the government plan to buy back sovereign securities which will boost cash supply in the financial system and spur demand for existing debt. Sentiments remained up-beat after Moody's Investors Service said Indian economy will grow at 7.5% in 2016 and 2017 as it is relatively less exposed to external headwinds, like China slowdown, and will benefit from lower commodity prices. The yields on new 10 year Government Stock were trading 1 basis point lower at 7.77% from its previous close at 7.78% on Wednesday. The benchmark five-year interest rates were trading flat from its previous close at 7.79% on Wednesday.

Rupee concludes flat with positive bias on Thursday: Indian rupee trimmed its initial gains and ended flat with positive bias against dollar on Thursday on fresh selling of American currency by banks and exporters. Further, gains in the domestic equity market also helped rupee to strengthen against the dollar. The rupee ended at 68.46, 1 paise stronger from its previous close of 68.38 on Wednesday. The currency touched a high and low of 68.58 and 68.34 respectively.

ECONOMY & MARKET PULSE

- Indian economy less exposed to external headwinds, to grow 7.5% in 2016 & 2017: Moody's
- Absence of BIT with India an impediment to expand trade: US
- RBI rejects NBFCs' plea to sell National Pension Scheme
- Make in India Week gets investment commitments worth Rs 15.2 lakh crore

Indices Performance

Index	19-Feb-16	Previous Close	% Change*
S&P BSE Sensex	23,709.15	23,649.22	0.25%
CNX Nifty	7,210.75	7,191.75	0.26%
CNX Midcap	11,823.35	11,825.00	-0.01%
CNX 500	6,000.40	5,988.80	0.19%
S&P BSE Smallcap	9,876.53	9,860.79	0.16%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,391.99	16,413.43	-0.13%
Nasdaq	4,504.43	4,487.54	0.38%
S&P 500	1,917.78	1,917.83	0.00%
FTSE	5,950.23	5,972.00	-0.36%
CAC	4,223.04	4,239.76	-0.39%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,060.26	3,419.03	-358.77
DII Flows	881.27	864.74	16.53

Commodity Market

Commodities (INR)		Gains+/Loss	% Change*
Gold (10gm)	29,515.00	206.00	0.70%
Silver (1Kg)	37,517.00	-5.00	-0.01%
Crude Oil (1 barrel)	2,203.00	-92.00	-4.01%
Aluminium (1 Kg)	107.65	2.40	2.28%
Copper (1Kg)	316.05	1.25	0.40%

Currency Market

Currency	19-Feb-16	Gains+/Loss	% Change*
INR / 1 USD	68.4940	0.00	0.00%
INR / 1 GBP	97.8642	0.00	0.00%
INR / 1 EURO	76.3297	0.00	0.00%
INR / 100 JPY	60.1500	0.00	0.00%

NSE Top 5 Gainers

Company	19-Feb-16	Previous Close	% Change*
MPS Infotecnics	0.10	0.05	100.00%
Shriram EPC	28.70	24.65	16.43%
Hindustan Composites	1101.55	958.15	14.97%
Ramky Infrastructure	43.40	38.35	13.17%
Greenearth Resources	0.45	0.40	12.50%

NSE Top 5 Losers

Company	19-Feb-16	Previous Close	% Change*
Rasoya Proteins	0.20	0.25	-20.00%
Vikas EcoTech	13.00	15.90	-18.24%
REI Six Ten Retail	0.30	0.35	-14.29%
Sanwaria Agro Oils	4.45	4.95	-10.10%
Signet Industries	43.30	48.10	-9.98%

BSE Top 5 Gainer

Company	19-Feb-16	Previous Close	% Change*
Shriram EPC	28.80	24.50	17.55%
Hindustan Composites	1124.00	958.00	17.33%
Panchsheel Organics	72.85	64.05	13.74%
Ramky Infrastructure	43.55	38.30	13.71%
Fortis MalarHospital	55.25	49.30	12.07%

BSE Top 5 Loser

Company	19-Feb-16	Previous Close	% Change*
Vikas EcoTech	13.00	15.80	-17.72%
Fairdeal Filaments	19.90	22.45	-11.36%
Swadeshi Inds & Leas	3.98	4.48	-11.16%
Kesar Enterprises	21.50	24.10	-10.79%
Jaykay Enterprises	3.55	3.97	-10.58%

* % change is the over the previous days close.