

Morning Notes

24-Feb-2016

MARKET OUTLOOK

Markets to extend weakness on soft global cues: Today, the start of the penultimate session of the February F&O series and the rail budget is likely to be in red, tailing the slump in the global markets. Traders will be concerned with Moody's Investors Service's statement that India's fiscal metrics will remain weaker than its peers in the near term even if Finance Minister Arun Jaitley was to stick to fiscal consolidation roadmap.

EQUITY MARKET WRAP UP

Indian equities snap 4-day winning streak, Sensex recedes by 378 Points: Tuesday's session turned out to be a disappointing session for the Indian benchmarks which crumbled like a 'house of cards' and went on to breach various key technical levels in the over one and half percent freefall. The frontline indices which appeared to be on a southbound journey, desperately kept searching for a bottom through the session, but to no avail as the downward journey only halted with the session's close. The BSE Sensex plunged by 378.61 points or 1.59% to 23410.18, while the CNX Nifty dropped 125.00 points or 1.72% to 7,109.55. The BSE Sensex touched a high and a low 23851.51 and 23361.94, respectively. The broader indices made a negative closing; the BSE Mid cap index ended down by 1.47%, while Small cap index ended down by 1.25%.

DEBT MARKET & FOREX

- **Bond yields trade higher on Tuesday:** Bond yields traded higher on Tuesday as investors remained on sidelines ahead of the Railway Budget that will be on February 25. Sentiments remained down-beat on report that exports of over half of the sectors, out of the 30 closely monitored by the Commerce Ministry, were in the negative zone in January due to a fall in global prices and demand. The yields on new 10 year Government Stock were trading 2 basis points higher at 7.79% from its previous close at 7.77% on Monday. The benchmark five-year interest rates were trading 2 basis points higher at 7.84% from its previous close at 7.82% on Monday.
- **Rupee recoups early losses to end stronger on Tuesday:** Indian rupee recouped early losses and ended stronger against dollar on Tuesday on fresh selling of American currency by banks and exporters. Besides, the dollar's weakness against some other currencies overseas too supported the rupee. The rupee ended at 68.58, 3 paise stronger from its previous close of 68.61 on Monday. The currency touched a high and low of 68.68 and 68.45 respectively.

ECONOMY & MARKET PULSE

- 7.6% current fiscal growth very, very significant: Shaktikanta Das
- NHAU urges RBI to relax lending norms for road projects
- Exports in 17 out of 30 sectors plunge in January 2016
- Direct tax collection at Rs 5.47 lakh crore till Feb 13
- CII signs MoU with Dubai exports to boost trade

Indices Performance

Index	23-Feb-16	Previous Close	% Change*
S&P BSE Sensex	23,410.18	23,788.79	-1.59%
CNX Nifty	7,109.55	7,234.55	-1.73%
CNX Midcap	11,733.40	11,894.65	-1.36%
CNX 500	5,930.90	6,024.15	-1.55%
S&P BSE Smallcap	9,798.14	9,921.69	-1.25%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,431.78	16,620.66	-1.14%
Nasdaq	4,503.58	4,570.61	-1.47%
S&P 500	1,945.50	1,917.78	1.45%
FTSE	5,962.31	6,037.70	-1.25%
CAC	4,238.42	4,298.70	-1.40%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	2,750.12	3,031.82	-281.70
DII Flows	1,385.32	1,127.39	257.93

Commodity Market

Commodities (INR)		Gains+/Loss	% Change*
Gold (10gm)	29,302.00	336.00	1.16%
Silver (1Kg)	37,176.00	195.00	0.53%
Crude Oil (1 barrel)	2,200.00	-129.00	-5.54%
Aluminium (1 Kg)	107.00	-1.90	-1.74%
Copper (1Kg)	319.20	-1.60	-0.50%

Currency Market

Currency	23-Feb-16	Gains+/Loss	% Change*
INR / 1 USD	68.6408	0.09	0.13%
INR / 1 GBP	96.8934	-0.95	-0.97%
INR / 1 EURO	75.7657	-0.43	-0.56%
INR / 100 JPY	61.1200	0.37	0.61%

NSE Top 5 Gainers

Company	23-Feb-16	Previous Close	% Change*
MPS Infotecnics	0.10	0.05	100.00%
Paras Petrofils	0.25	0.20	25.00%
KSS	0.25	0.20	25.00%
Farmax India	0.25	0.20	25.00%
TCI Finance	24.05	20.05	19.95%

NSE Top 5 Losers

Company	23-Feb-16	Previous Close	% Change*
Rasoya Proteins	0.20	0.25	-20.00%
The United Nilgiri	360.60	444.50	-18.88%
JCT Electronics	0.30	0.35	-14.29%
Quick Heal Tech	218.60	251.60	-13.12%
FCS Software Soltns.	0.35	0.40	-12.50%

BSE Top 5 Gainer

Company	23-Feb-16	Previous Close	% Change*
TCI Finance	23.80	19.85	19.90%
Wallfort Finl. Serv	63.95	53.40	19.76%
Polymac Thermoformer	19.20	16.10	19.25%
Sunstar Realty	28.50	24.70	15.38%
BF Investment	128.80	112.50	14.49%

BSE Top 5 Loser

Company	23-Feb-16	Previous Close	% Change*
Him.Fibre	44.30	55.35	-19.96%
Adhunik Industries	92.60	113.90	-18.70%
Fomento Resort&Hotel	103.30	126.00	-18.02%
Hemo Organic	19.10	22.75	-16.04%
Lesha Industries	3.68	4.35	-15.40%

* % change is the over the previous days close.