

Morning Notes

03-Mar-2016

MARKET OUTLOOK

Markets to extend the jubilation with another strong start:

The Indian markets extended their post budget jubilation with a second consecutive day of rally in last session. Today, the start is likely to be extension of the euphoric mood and the Nifty is likely to reclaim 7400 level in the very opening trade amid supportive global cues. Markets will be getting encouragement with the International Monetary Fund (IMF) projecting a robust growth rate of 7.3 percent for the country this fiscal, picking up to 7.5 percent next year.

EQUITY MARKET WRAP UP

Benchmarks extend winning streak for second straight session:

Wednesday's session turned out to be a fabulous day of trade for the Indian equity markets, where frontline gauges, extending their previous session's jubilation, garnered gains of around another two percent. Sentiments got a boost with Finance Minister Arun Jaitley's statement that India stands out as a haven of stability amid a weak economic environment globally and promised steps to sustain growth. The BSE Sensex surged by 463.63 points or 1.95% to 24242.98, while the CNX Nifty rose 146.55 points or 2.03% to 7,368.85. The BSE Sensex touched a high and a low 24280.42 and 24043.89, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 1.88%, while Small cap index gained 2.21%

DEBT MARKET & FOREX

▪ **Bond yields trade higher on Wednesday:** Bond yields traded higher on Wednesday amid lack of fresh triggers as overall mood among foreign and local investors remained cautious due to the rally in the local equity market. The yields on new 10 year Government Stock were trading 2 basis points higher at 7.72% from its previous close at 7.70% on Tuesday. The benchmark five-year interest rates were trading 2 basis points higher at 7.72% from its previous close at 7.70% on Tuesday.

▪ **Rupee ends stronger for fourth straight day on Wednesday:** Indian rupee extended its gains for four consecutive session against dollar on Wednesday on sustained bouts of dollar selling from banks and exporters. The domestic currency was looking start from the very beginning and was also supported by the smart rally in the equity markets on speculation the government's pledge to narrow the fiscal deficit will pave the way for interest-rate cuts. The rupee ended at 67.54, 33 paise stronger from its previous close of 67.87 on Tuesday. The currency touched a high and low of 67.76 and 67.53 respectively.

ECONOMY & MARKET PULSE

- Budget attempted to make domestic industry competitive: Hashmukh Adhia
- Labour Ministry to abolish four levies
- 100% FDI in food products will provide impetus to the sector: Harsimrat Kaur Badal
- Non-subsidised LPG price slashed by Rs 61.5 per cylinder; ATF price hiked by 12%
- Govt says India is engaging with EU to sort out pharma issues

Indices Performance

Index	2-Mar-16	Previous Close	% Change*
S&P BSE Sensex	24,242.98	23,779.35	1.95%
CNX Nifty	7,368.85	7,222.30	2.03%
CNX Midcap	12,101.25	11,855.95	2.07%
CNX 500	6,137.15	6,020.05	1.95%
S&P BSE Smallcap	10,073.97	9,856.56	2.21%

Global Markets

Index		Previous Close	% Change*
Dow Jones	16,899.32	16,865.08	0.20%
Nasdaq	4,703.42	4,689.60	0.29%
S&P 500	1,932.23	1,932.23	0.00%
FTSE	6,147.06	6,152.90	-0.09%
CAC	4,424.89	4,406.84	0.41%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	7,482.11	4,464.86	3,017.25
DII Flows	2,024.92	2,618.59	-593.67

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	29,339.00	113.00	-0.97%
Silver (1Kg)	36,051.00	430.00	-1.27%
Crude Oil (1 barrel)	2,341.00	-2.00	0.95%
Aluminium (1 Kg)	107.70	0.35	-0.79%
Copper (1Kg)	328.30	4.05	-0.26%

Currency Market

Currency	2-Mar-16	Gains+/-Loss	% Change*
INR / 1 USD	67.7022	0.46	0.67%
INR / 1 GBP	94.6003	0.44	0.46%
INR / 1 EURO	73.5314	0.69	0.92%
INR / 100 JPY	59.4200	1.08	1.79%

NSE Top 5 Gainers

Company	2-Mar-16	Previous Close	% Change*
Farmax India	0.25	0.20	25.00%
Prabhat Dairy	96.65	80.55	19.99%
Onelife Capital	36.05	30.05	19.97%
SKM Egg Products	103.25	86.20	19.78%
Shiva Texyarn	104.05	86.90	19.74%

NSE Top 5 Losers

Company	2-Mar-16	Previous Close	% Change*
Rasoya Proteins	0.20	0.25	-20.00%
MVL	0.35	0.40	-12.50%
Greeneearth Resources	0.40	0.45	-11.11%
Shyam Century	4.70	5.15	-8.74%
Parabolic Drugs	6.45	7.05	-8.51%

BSE Top 5 Gainer

Company	2-Mar-16	Previous Close	% Change*
Onelife Capital	36.30	30.25	20.00%
Prabhat Dairy	98.45	82.05	19.99%
Panchsheel Organics	82.95	69.15	19.96%
Bhandari Hosiery Exp	4.15	3.46	19.94%
Shiva Texyarn	103.50	86.30	19.93%

BSE Top 5 Loser

Company	2-Mar-16	Previous Close	% Change*
Alacrity Securities	3.76	4.45	-15.51%
GCM Commodity	4.01	4.72	-15.04%
Uni Abex Alloy Prod	353.00	409.20	-13.73%
Diligent Industries	16.20	18.75	-13.60%
Jaykay Enterprises	3.73	4.23	-11.82%

* % change is the over the previous days close.