

Morning Notes

29-Mar-2016

MARKET OUTLOOK

Markets to extend the somberness with a flat-to-negative start: Today, the start is likely to remain somber and the markets may extend their weakness in early deals on sluggish global cues. However, there will still be hopes of rate cuts from the RBI that could support the markets in latter trade after Finance Minister Arun Jaitley said interest rates in India are “extraordinarily” high and the country risks becoming the most sluggish economy if lending rates continue to rule high.

EQUITY MARKET WRAP UP

Local indices crack after a long uptrend; settle with loss of over a percent: The Indian equity markets lost over a percent on Monday, posting their biggest single-day fall in five weeks, as investors booked profit after an upward revision in US fourth quarter GDP numbers signaled strength in the world’s biggest economy, bolstering the case for the Federal Reserve to tighten interest rates further in the coming months. The BSE Sensex plunged by 371.16 points or 1.46% to 24966.40, while the CNX Nifty dropped 101.40 points or 1.31% to 7,615.10. The BSE Sensex touched a high and a low 25432.94 and 24895.49, respectively. The broader indices made a negative closing; the BSE Mid cap index ended down by 1.36%, while Small cap index lost 1.65%

DEBT MARKET & FOREX

- **Bond yields trade lower on Monday:** Bond yields traded lower after the Finance Ministry announced repurchase of 1.44 per cent Inflation Indexed Government Stock-2023 through reverse auction for an aggregate amount of Rs 3,298.72 crore on March 28, a move aimed at infusing liquidity into the markets. the yields on new 10 year Government Stock were trading 1 basis point lower at 7.50% from its previous close at 7.51% on Wednesday. The benchmark five-year interest rates were trading 3 basis points lower at 7.62% from its previous close at 7.65% on Wednesday.
- **Rupee extends gains for second session:** Indian rupee extended its gains for the second straight session against dollar on Monday due to fresh selling of American currency by exporters. Domestic currency erased all early losses to end higher. However, losses of local equities, month-end demand for the greenback from importers and the dollar’s strength limited further appreciation of Indian currency. The rupee ended at 66.57, 7 paise stronger from its previous close of 66.64 on Wednesday. The currency touched a high and low of 66.88 and 66.56 respectively.

ECONOMY & MARKET PULSE

- Govt to soon announce detailed norms to operationalise 100% FDI in food processing sector
- Government targets unlisted PSUs to mop up Rs 5,000 crore
- Department of Telecom plans to start spectrum auction by mid-July
- India’s new defence procurement policy to be launched online
- Nirmala Sitharaman to hold meeting with export bodies next week

Indices Performance

| Index | 28-Mar-16 | Previous Close | % Change* |
|------------------|-----------|----------------|-----------|
| S&P BSE Sensex | 24,966.40 | 25,337.56 | -1.46% |
| CNX Nifty | 7,615.10 | 7,716.50 | -1.31% |
| CNX Midcap | 12,438.70 | 12,636.75 | -1.57% |
| CNX 500 | 6,334.70 | 6,423.70 | -1.39% |
| S&P BSE Smallcap | 10,328.46 | 10,501.80 | -1.65% |

Global Markets

| Index | | Previous Close | % Change* |
|-----------|-----------|----------------|-----------|
| Dow Jones | 17,535.39 | 17,515.73 | 0.11% |
| Nasdaq | 4,766.79 | 4,773.50 | -0.14% |
| S&P 500 | 2,037.05 | 2,035.94 | 0.05% |
| FTSE | 6,106.48 | 6,199.10 | -1.49% |
| CAC | 4,329.68 | 4,423.98 | -2.13% |

Institutional Flows (Equity)

| Description (Rs in Cr) | Purchases | Sales | Net |
|------------------------|-----------|----------|-----------|
| FII Flows | 3,972.64 | 2,906.21 | 1,066.43 |
| DII Flows | 1,408.82 | 3,903.26 | -2,494.44 |

Commodity Market

| Commodities (INR) | | Gains+/Loss | % Change* |
|----------------------|-----------|-------------|-----------|
| Gold (10gm) | 28,464.00 | -135.00 | -0.47% |
| Silver (1Kg) | 36,603.00 | -66.00 | -0.18% |
| Crude Oil (1 barrel) | 2,635.00 | -23.00 | -0.87% |
| Aluminium (1 Kg) | 98.85 | 0.10 | 0.10% |
| Copper (1Kg) | 332.25 | 0.20 | 0.06% |

Currency Market

| Currency | 28-Mar-16 | Gains+/Loss | % Change* |
|---------------|-----------|-------------|-----------|
| INR / 1 USD | 66.6680 | 0.20 | 0.29% |
| INR / 1 GBP | 94.3019 | 0.62 | 0.66% |
| INR / 1 EURO | 74.4215 | 0.49 | 0.65% |
| INR / 100 JPY | 58.7200 | 0.80 | 1.34% |

NSE Top 5 Gainers

| Company | 28-Mar-16 | Previous Close | % Change* |
|-------------------|-----------|----------------|-----------|
| MPS Infotecnics | 0.10 | 0.05 | 100.00% |
| Crest Ventures | 44.45 | 37.05 | 19.97% |
| Hind Organic Chem | 18.15 | 15.55 | 16.72% |
| JCT Electronics | 0.35 | 0.30 | 16.67% |
| Pan India Corp. | 0.35 | 0.30 | 16.67% |

NSE Top 5 Losers

| Company | 28-Mar-16 | Previous Close | % Change* |
|-----------------|-----------|----------------|-----------|
| LCC Infotech | 0.20 | 0.25 | -20.00% |
| Rasoya Proteins | 0.20 | 0.25 | -20.00% |
| KSS | 0.20 | 0.25 | -20.00% |
| Rainbow Papers | 18.50 | 22.85 | -19.04% |
| Nakoda | 0.25 | 0.30 | -16.67% |

BSE Top 5 Gainer

| Company | 28-Mar-16 | Previous Close | % Change* |
|--------------------|-----------|----------------|-----------|
| Crest Ventures | 44.45 | 37.05 | 19.97% |
| Akar Tools | 44.00 | 37.00 | 18.92% |
| Standard Batteries | 9.93 | 8.37 | 18.64% |
| Hind Organic Chem | 18.01 | 15.58 | 15.60% |
| Suraj | 54.85 | 47.50 | 15.47% |

BSE Top 5 Loser

| Company | 28-Mar-16 | Previous Close | % Change* |
|----------------------|-----------|----------------|-----------|
| Birla Cotsyn (India) | 0.04 | 0.05 | -20.00% |
| GCM Capital Advisors | 37.90 | 47.35 | -19.96% |
| Rainbow Papers | 18.35 | 22.80 | -19.52% |
| Amsons Apparels | 2.68 | 3.31 | -19.03% |
| BLB | 3.50 | 4.30 | -18.60% |

* % change is the over the previous days close.