

Morning Notes

05-Apr-2016

MARKET OUTLOOK

Markets to make a gap-down start ahead of RBI's policy announcement: Today, the start of the important day is likely to be soft, tailing the feeble global cues and traders will be eyeing the Reserve Bank of India's (RBI) first bimonthly monetary policy announcement for the fiscal. RBI is expected to cut its policy interest rate by a quarter percentage point, lowering it to a more than five-year low. The central bank may also announce that it is retaining its 'accommodative' stance, raising the prospect of another 25 bps rate cut later this year.

EQUITY MARKET WRAP UP

Indian equity indices climb ahead of RBI policy review: Hopes of a rate cut in the monetary policy review, coupled with positive macro-economic data and value buying in frontline blue-chip stocks, helped Indian benchmark indices to end the session with the gain of over half a percent on Monday. The BSE Sensex gained 130.01 points or 0.51% to 25399.65, while the CNX Nifty rose 45.75 points or 0.59% to 7,758.80. The BSE Sensex touched a high and a low 25424.15 and 25223.49, respectively. The broader indices too made a positive closing; the BSE Mid cap index ended up by 0.24%, while Small cap index gained by 0.52%

DEBT MARKET & FOREX

- Bond yields trade lower on Monday:** Bond yields traded lower on Monday as investors turned optimistic on the hope that Reserve Bank of India (RBI) will cut rates in its monetary policy review on April 5 2016. The yields on new 10 year Government Stock were trading 2 basis points lower at 7.44% from its previous close at 7.46% on Thursday. The benchmark five-year interest rates were trading 4 basis points lower at 7.48% from its previous close at 7.52% on Thursday.
- Indian rupee appreciates ahead of the RBI monetary policy:** Indian rupee appreciating for sixth straight session ended stronger against dollar on Monday due to persistent selling of American currency by banks and exporters. Besides, gains in equity markets also buttress the domestic currency. Meanwhile investors turned optimistic on the hopes that Reserve Bank of India (RBI) will cut rates in its monetary policy review. The RBI will announce its bi-monthly policy on April 05 2016 after 11 am. The rupee ended at 66.20, 5 paise stronger from its previous close of 66.25 on Thursday. The currency touched a high and low of 66.37 and 66.09 respectively.

ECONOMY & MARKET PULSE

- Government notifies new Hazardous Waste Rules
- India's manufacturing PMI surges to eight month high of 52.4 in March
- Prime Minister to launch 'Stand up India' scheme on April 5 for SC/STs, women
- Non-subsidised LPG price slashed by Rs 4 per cylinder; ATF price hiked by 8.7%
- Govt modifies gold monetisation scheme, allows investors to redeem deposits in gold too

Indices Performance

Index	4-Apr-16	Previous Close	% Change*
S&P BSE Sensex	25,399.65	25,269.64	0.51%
CNX Nifty	7,758.80	7,713.05	0.59%
CNX Midcap	12,849.90	12,791.95	0.45%
CNX 500	6,479.60	6,445.50	0.53%
S&P BSE Smallcap	10,695.30	10,639.84	0.52%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,737.00	17,792.75	-0.31%
Nasdaq	4,891.80	4,914.54	-0.46%
S&P 500	2,066.13	2,072.78	-0.32%
FTSE	6,164.72	6,146.10	0.30%
CAC	4,345.22	4,322.24	0.53%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	15,151.99	10,642.79	4,509.20
DII Flows	1,311.55	1,645.29	-333.74

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	28,374.00	-92.00	-0.32%
Silver (1Kg)	35,581.00	-341.00	-0.95%
Crude Oil (1 barrel)	2,400.00	-63.00	-2.56%
Aluminium (1 Kg)	101.60	-0.70	-0.68%
Copper (1Kg)	314.25	-4.30	-1.35%

Currency Market

Currency	4-Apr-16	Gains+/-Loss	% Change*
INR / 1 USD	66.2430	0.09	0.14%
INR / 1 GBP	94.1578	0.93	0.98%
INR / 1 EURO	75.3713	-0.28	-0.37%
INR / 100 JPY	59.4400	-0.38	-0.64%

NSE Top 5 Gainers

Company	4-Apr-16	Previous Close	% Change*
Rasoya Proteins	0.25	0.20	25.00%
Relaxo Footwears	456.15	380.15	19.99%
Maharashtra Seamless	174.20	145.20	19.97%
Ginni Filaments	21.95	18.30	19.95%
Ugar Sugar Works	23.00	19.20	19.79%

NSE Top 5 Losers

Company	4-Apr-16	Previous Close	% Change*
MPS Infotecnics	0.05	0.10	-50.00%
VKS Projects	0.05	0.10	-50.00%
Farmax India	0.15	0.20	-25.00%
JCT Electronics	0.30	0.35	-14.29%
FCS Software Soltns.	0.30	0.35	-14.29%

BSE Top 5 Gainer

Company	4-Apr-16	Previous Close	% Change*
KSL & Industries	18.60	15.50	20.00%
ISMT	8.94	7.45	20.00%
Relaxo Footwears	442.10	368.45	19.99%
Maharashtra Seamless	174.20	145.20	19.97%
Star Delta Transform	119.60	99.70	19.96%

BSE Top 5 Loser

Company	4-Apr-16	Previous Close	% Change*
Sunil Agro Foods	50.20	58.25	-13.82%
Comfort Intech	1.02	1.14	-10.53%
Interlink Petroleum	8.06	9.00	-10.44%
Amrapali Cap. & Fin	25.20	28.00	-10.00%
Sawaca Business Mach	12.12	13.46	-9.96%

* % change is the over the previous days close.