

Morning Notes

06-Apr-2016

MARKET OUTLOOK

Markets to see some recovery with a positive start: Today, the start is likely to be in green and markets will recover from the massacre of last session with things stabilising on global as well as domestic fronts. Rate sensitives like realty, consumer durables and auto may see some recovery, as home loans and other borrowings are set to get cheaper by at least half a percentage point in the coming months following Reserve Bank of India (RBI) governor Raghuram Rajan's decision to cut rates by 25 basis points to 6.50%.

EQUITY MARKET WRAP UP

Markets get butchered; Sensex post biggest one day fall in last two months: Indian markets which looked controlling its breaths in early deals despite feeble global cues, went for a toss after the announcement of the Reserve Bank of India's (RBI) first bi-monthly policy review for the fiscal, where it going much on expected lines reduced repo rate by 25 basis points from 6.75 per cent to 6.5 per cent. The BSE Sensex slumped by 516.06 points or 2.03% to 24883.59, while the CNX Nifty plunged by 155.60 points or 2.01% to 7603.20. The BSE Sensex touched a high and a low 24837.51 and 25372.44, respectively. There was just 1 stock in green against 29 stocks in red on the Sensex. The broader indices too ended in red; the BSE Mid cap index was down by 1.47%, while Small cap index lost 1.40%.

DEBT MARKET & FOREX

- Bond yields trade higher on Tuesday:** Bond moved higher and yields lower after the Central Bank announcement of the repo rate cut by 25 basis points to 6.50 percent. The yields on new 10 year Government Stock were trading 2 basis points higher at 7.43% from its previous close at 7.41% on Monday. The benchmark five-year interest rates were trading flat from its previous close at 7.46% on Monday.
- Indian rupee snaps six day gaining streak; ends weak despite repo rate cut:** Snapping its six day gaining streak, Indian rupee depreciated substantially against dollar on Tuesday due to demand for American currency from banks and importers. Meanwhile, Reserve Bank of India has cut repo rate by 25 basis points, which was in line with market expectations. The rupee ended at 66.46, 26 paise weaker from its previous close of 66.20 on Monday. The currency touched a high and low of 66.51 and 66.07 respectively.

ECONOMY & MARKET PULSE

- GST implementation can be the biggest contributor to ease of doing business: Shaktikanta Das
- Private sector investment to show improvement and lead the economy: Arun Jaitley
- Just In: RBI reduces repo rate by 25 basis points from 6.75 per cent to 6.5 per cent
- Finance Ministry lines up 16 PSUs for disinvestment in 2016-17
- OMCs hike price of petrol by Rs 2.19/litre, diesel by 98 paise/litre
- Finance Minister asks industry to adopt positive and ethical approach towards NPAs

Indices Performance

Index	5-Apr-16	Previous Close	% Change*
S&P BSE Sensex	24,883.59	25,399.65	-2.03%
CNX Nifty	7,603.20	7,758.80	-2.01%
CNX Midcap	12,647.10	12,849.90	-1.58%
CNX 500	6,358.35	6,479.60	-1.87%
S&P BSE Smallcap	10,545.67	10,695.30	-1.40%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,603.32	17,737.00	-0.75%
Nasdaq	4,843.93	4,891.80	-0.98%
S&P 500	2,045.17	2,066.13	-1.01%
FTSE	6,091.23	6,164.70	-1.19%
CAC	4,250.28	4,345.22	-2.18%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,107.51	2,702.10	405.41
DII Flows	1,737.74	1,681.89	55.85

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	28,761.00	387.00	1.36%
Silver (1Kg)	36,082.00	501.00	1.41%
Crude Oil (1 barrel)	2,380.00	-20.00	-0.83%
Aluminium (1 Kg)	101.00	-0.60	-0.59%
Copper (1Kg)	315.05	0.80	0.25%

Currency Market

Currency	5-Apr-16	Gains+Loss	% Change*
INR / 1 USD	66.3248	-0.08	-0.12%
INR / 1 GBP	94.4200	-0.26	-0.28%
INR / 1 EURO	75.5240	-0.15	-0.20%
INR / 100 JPY	59.9800	-0.54	-0.91%

NSE Top 5 Gainers

Company	5-Apr-16	Previous Close	% Change*
MPS Infotecnics	0.10	0.05	100.00%
Transwarranty Fin.	14.10	8.60	63.95%
Noesis Industries	0.45	0.30	50.00%
Goldstone Technology	7.25	5.25	38.10%
Kiri Industries	152.80	127.35	19.98%

NSE Top 5 Losers

Company	5-Apr-16	Previous Close	% Change*
Paras Petrofils	0.15	0.20	-25.00%
Samtel Color	0.55	0.70	-21.43%
LCC Infotech	0.20	0.25	-20.00%
North Eastern Carry.	38.10	46.75	-18.50%
Pan India Corp.	0.30	0.35	-14.29%

BSE Top 5 Gainer

Company	5-Apr-16	Previous Close	% Change*
Vipul Dye Chem	32.40	27.00	20.00%
Kiri Industries	152.10	126.80	19.95%
VLS Finance	43.05	35.90	19.92%
Chromatic India	5.60	4.69	19.40%
Shri Krishna	12.45	10.45	19.14%

BSE Top 5 Loser

Company	5-Apr-16	Previous Close	% Change*
Sunil Agro Foods	40.85	50.20	-18.63%
North Eastern Carry.	37.90	46.20	-17.97%
SRG Securities	25.00	29.50	-15.25%
Cals Refineries	0.06	0.07	-14.29%
Hemo Organic	16.10	18.65	-13.67%

* % change is the over the previous days close.