

## Morning Notes

07-Apr-2016

## MARKET OUTLOOK

**Markets to get a cautious but positive start:** The Indian markets largely remained un-influenced by the gains of other global markets and made a flat closing after a choppy trade in last session. Today, the start is likely to be flat, as the regional peers are not showing much enthusiasm to the US Fed's indication of a gradual rate hike. However, markets will get some strength in latter part of the trade supported by industry body CII terming the GDP calculation methodology an "imprecise science" and pegging the country's economic growth at around 8 per cent for the current fiscal, higher than the RBI's projection of 7.6 per cent.

## EQUITY MARKET WRAP UP

**Markets manage a modestly positive close after a choppy day of trade:** There was hardly any relief for the Indian markets after being butchered in the last session, as the benchmarks after a strong start on supportive Asian market cues lost their direction and showed a volatile trade throughout the session, moving in and out of the red zone. The BSE Sensex ended at 24900.63, up by 17.04 points or 0.07%, while the Nifty ended higher by 11.15 points or 0.15% at 7614.35. BSE Sensex traded in a range of 24834.16 and 25000.65. There were 19 stocks on gainers side against 11 stocks on losers side on the index. The broader indices outperformed the benchmarks and ended with good gains; the BSE Mid cap index was up by 0.60%, while Small cap index ended higher by 0.91%.

## DEBT MARKET &amp; FOREX

- **Bond yields trade flat on Wednesday:** Bond yields remained steady on Wednesday amid lack of fresh triggers. Though, the Reserve Bank of India (RBI) said it would inject more "durable" liquidity over the next 12 months by buying bonds via open market operation. The yields on new 10 year Government Stock were trading flat from its previous close at 7.46% on Tuesday. The benchmark five-year interest rates were trading 4 basis points lower at 7.45% from its previous close at 7.49% on Tuesday
- **Rupee extends weakness for second day against dollar:** Indian rupee extending weakness for the second day declined on Wednesday, due to demand for American currency from banks and importers, amid weakness in Asian currencies. The domestic currency was weak from the very beginning. Investors who expected 50 basis points rate cut from Reserve Bank of India (RBI) started covering their short positions. The rupee ended at 66.66, 20 paise weaker from its previous close of 66.46 on Tuesday. The currency touched a high and low of 66.72 and 66.38 respectively.

## ECONOMY &amp; MARKET PULSE

- RBI cuts repo rate by 25bps; shifts its focus on liquidity
- Road building pace at all-time high of 20 km/day: Nitin Gadkari
- Bankruptcy Bill likely to be taken in upcoming Parliament session: Arun Jaitley
- Oil Minister Dharmendra Pradhan to visit Iran on April 9-10
- RBI projects retail inflation at 5%, implementation of 7th Pay Commission to put pressure

## Indices Performance

Index	6-Apr-16	Previous Close	% Change*
S&P BSE Sensex	24,900.63	24,883.59	0.07%
CNX Nifty	7,614.35	7,603.20	0.15%
CNX Midcap	12,761.80	12,647.10	0.91%
CNX 500	6,378.00	6,358.35	0.31%
S&P BSE Smallcap	10,641.71	10,545.67	0.91%

## Global Markets

Index		Previous Close	% Change*
Dow Jones	17,716.05	17,603.32	0.64%
Nasdaq	4,920.72	4,843.93	1.59%
S&P 500	2,045.17	2,045.17	0.00%
FTSE	6,161.63	6,091.20	1.16%
CAC	4,284.64	4,250.28	0.81%

## Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,273.63	4,204.23	-930.60
DII Flows	1,727.29	1,468.61	258.68

## Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	28,646.00	-115.00	-0.40%
Silver (1Kg)	35,986.00	-96.00	-0.27%
Crude Oil (1 barrel)	2,515.00	135.00	5.67%
Aluminium (1 Kg)	100.55	-0.45	-0.45%
Copper (1Kg)	316.15	1.10	0.35%

## Currency Market

Currency	6-Apr-16	Gains+/-Loss	% Change*
INR / 1 USD	66.5807	-0.26	-0.39%
INR / 1 GBP	94.0918	0.33	0.35%
INR / 1 EURO	75.6290	-0.11	-0.14%
INR / 100 JPY	60.3100	-0.33	-0.55%

## NSE Top 5 Gainers

Company	6-Apr-16	Previous Close	% Change*
Farmax India	0.20	0.15	33.33%
LCC Infotech	0.25	0.20	25.00%
A2Z Infra	24.80	20.70	19.81%
Jenson & Nicholson	8.60	7.20	19.44%
Uttam Sugar Mills	50.75	42.70	18.85%

## NSE Top 5 Losers

Company	6-Apr-16	Previous Close	% Change*
MPS Infotecnics	0.05	0.10	-50.00%
Transwarranty Fin.	8.20	14.10	-41.84%
Rasoya Proteins	0.20	0.25	-20.00%
Ashoka Buildcon	135.70	169.60	-19.99%
First Winner Inds	2.40	2.85	-15.79%

## BSE Top 5 Gainer

Company	6-Apr-16	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.04	25.00%
Nu Tek India	0.66	0.55	20.00%
A2Z Infra	24.60	20.50	20.00%
SRS Real Infra	14.76	12.30	20.00%
Vipul Dye Chem	38.85	32.40	19.91%

## BSE Top 5 Loser

Company	6-Apr-16	Previous Close	% Change*
Ashoka Buildcon	136.00	169.95	-19.98%
CHD Chemicals	7.04	8.79	-19.91%
RCL Retail	16.00	19.95	-19.80%
Ace Tours World	3.24	4.04	-19.80%
Cals Refineries	0.05	0.06	-16.67%

\* % change is the over the previous days close.