

Morning Notes

29-Apr-2016

MARKET OUTLOOK

Markets to make a gap-down start on feeble global cues: The Indian markets swaying to the global cues turned considerably lower in last session, with the benchmarks suffering cuts of around two percent for the day. Today, the start of the new F&O series is likely to be a somber one following the feeble global cues. Traders will also be concerned with government's statement that implementation of new pay scales recommended by the 7th Pay Commission is estimated to put an additional burden of Rs 1.02 lakh crore, or 0.7 percent of GDP, on the exchequer in 2016-17.

EQUITY MARKET WRAP UP

Local indices crack after BOJ decision; Sensex sank over 400 points: Thursday's session turned out to be a big disappointment for the Indian equity indices which crumbled like a 'house of cards' and went on to breach various key technical levels in the over one and half percent freefall. Sentiments came under pressure as most Asian markets turned negative despite starting on an optimistic note after the Bank of Japan (BoJ) refrained from adding to its monetary policy stance when most economists were expecting further stimulus. BSE Sensex plunged by 461.02 points or 1.77% to 25603.10, while the CNX Nifty dropped 132.65 points or 1.66% to 7,847.25. The BSE Sensex touched a high and a low 26100.54 and 25561.17, respectively. The broader indices made a negative closing; the BSE Mid cap index ended down by 0.78%, while Small cap index lost 1.05%.

DEBT MARKET & FOREX

- **Bond yields trade lower on Thursday:** Bond yields traded lower on Thursday as investors turned optimistic ahead of an open market purchase of notes later today, while the U.S. Federal Reserve's decision to keep interest rates unchanged and a reiteration of gradual increases in future also supported sentiment. Yields on new 10 year Government Stock were trading 2 basis points lower at 7.44% from its previous close at 7.46% on Wednesday. The benchmark five-year interest rates were trading 3 basis points lower at 7.47% from its previous close at 7.50% on Wednesday.
- **Rupee surrenders early gains; concludes weak against dollar:** Indian rupee surrendered its early gains to end weaker against dollar on Thursday due to fresh demand for greenback by banks and importers. Rupee ended at 66.51, 6 paise weaker from its previous close of 66.45, on Wednesday. The currency touched a high and low of 66.55 and 66.37 respectively.

ECONOMY & MARKET PULSE

- Joint Parliament Committee approves insolvency code
- India's demands on services trade 'too high': European Union
- Govt to provide 'green canopy' on highways that can be linked to NREGA: Gadkari
- Cabinet to take up proposal on 100% FDI in food processing soon
- Iran asks Indian refiners to pay interest on \$6.5 billion due

Indices Performance

Index	28-Apr-16	Previous Close	% Change*
S&P BSE Sensex	25,603.10	26,064.12	-1.77%
CNX Nifty	7,847.25	7,979.90	-1.66%
CNX Midcap	13,163.45	13,305.55	-1.07%
CNX 500	6,583.15	6,684.30	-1.51%
S&P BSE Smallcap	11,025.93	11,142.41	-1.05%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,830.76	18,041.55	-1.17%
Nasdaq	4,805.29	4,863.14	-1.19%
S&P 500	2,075.81	2,095.15	-0.92%
FTSE	6,322.40	6,319.90	0.04%
CAC	4,557.36	4,559.40	-0.04%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,450.11	4,011.42	438.69
DII Flows	2,245.92	2,662.13	-416.21

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	29,686.00	303.00	1.03%
Silver (1Kg)	41,044.00	479.00	1.18%
Crude Oil (1 barrel)	3,064.00	79.00	2.65%
Aluminium (1 Kg)	110.90	1.05	0.96%
Copper (1Kg)	331.25	-0.10	-0.03%

Currency Market

Currency	28-Apr-16	Gains+/-Loss	% Change*
INR / 1 USD	66.4045	0.14	0.21%
INR / 1 GBP	96.8310	0.09	0.10%
INR / 1 EURO	75.4222	-0.25	-0.33%
INR / 100 JPY	61.3200	-1.47	-2.46%

NSE Top 5 Gainers

Company	28-Apr-16	Previous Close	% Change*
Paras Petrofils	0.20	0.15	33.33%
Tarmat	35.85	29.90	19.90%
Lumax Automotive Sys	43.35	36.85	17.64%
REI Six Ten Retail	0.40	0.35	14.29%
FCS Software Soltns.	0.40	0.35	14.29%

NSE Top 5 Losers

Company	28-Apr-16	Previous Close	% Change*
LCC Infotech	0.20	0.25	-20.00%
Prakash Steelage	9.10	11.35	-19.82%
JCT Electronics	0.30	0.35	-14.29%
Jubilant FoodWorks	1,190.65	1,332.35	-10.64%
Smartlink NetworkSys	94.50	104.50	-9.57%

BSE Top 5 Gainer

Company	28-Apr-16	Previous Close	% Change*
Tarmat	34.80	29.00	20.00%
Smruthi Organics	127.60	106.40	19.92%
Comfort Comtrade	11.91	10.10	17.92%
Lumax Automotive Sys	43.40	36.95	17.46%
Rishi Laser	28.05	24.20	15.91%

BSE Top 5 Loser

Company	28-Apr-16	Previous Close	% Change*
Prakash Steelage	8.95	11.18	-19.95%
Beekay Niryat	13.20	15.46	-14.62%
Cals Refineries	0.06	0.07	-14.29%
Auro Laboratories	20.70	23.20	-10.78%
Jubilant FoodWorks	1,195.40	1,331.95	-10.25%

* % change is the over the previous days close.