

Morning Notes

24-May-2016

MARKET OUTLOOK

Markets to make a soft start amid sluggish global setup: The Indian markets once again witnessed a choppy trade in the last session and despite showing some signs of recovery ended with cut of about a quarter percent. Traders overlooked some good earnings amid global concerns. Today, the start is likely to remain soft on sluggish global setup. Traders will be concerned with SBI report stating that Credit growth in the country is unlikely to revive "materially" in near term as demand conditions are still acting as a laggard.

EQUITY MARKET WRAP UP

Benchmarks end a lackluster session with modest cut: Indian equity benchmarks commenced the week on a sluggish note as the indices showcased an unenthusiastic performance on Monday and settled with moderate cuts of around a quarter percent. Sentiments remained down-beat with RBI Governor Raghuram Rajan's statement that India should restrain itself from being 'too ambitious' at a time when the world is full of uncertainties and instead focus on sensible policies to ensure a sustainable economic growth. BSE Sensex ended lower by 71.54 points or 0.28% to 25230.36, while the CNX Nifty dropped 18.65 points or 0.24% to 7,731.05. The BSE Sensex touched a high and a low 25519.26 and 25207.78, respectively. The broader indices made a negative closing; the BSE Mid cap index ended down by 0.29%, while Small cap index declined by 0.38%.

DEBT MARKET & FOREX

- Bond yields trade flat on Monday:** Bond yields traded flat on Monday as the central bank did not announce any open market purchase of bonds last week. Yields on new 10 year Government Stock were trading flat from its previous close at 7.47% on Friday. The benchmark five-year interest rates were trading flat from its previous close at 7.45% on Friday.
- Rupee ends weaker along with equities:** Indian rupee surrendered its early gains and ended weaker against dollar on Monday along with local equity markets. Besides, demand for dollar from banks and importers also hit the rupee sentiment. The domestic currency was strong from the very beginning but lost its momentum in the end. Rupee ended weaker for eighth straight session. Rupee ended at 67.49, 4 paise weaker from its previous close at 67.45 on Friday. The currency touched a high and low of 67.49 and 67.25 respectively.

ECONOMY & MARKET PULSE

- Air passenger traffic increases by over 20% in last year: DGCA
- Weak oil prices likely to hit remittances from Gulf nations: Crisil
- Govt plans to raise Rs 60,000 crore by leasing roads to private companies
- India signs four key defence agreements with Oman
- Labour market reforms can boost growth, but may draw opposition: RBI Governor

Indices Performance

Index	23-May-16	Previous Close	% Change*
S&P BSE Sensex	25,230.36	25,301.90	-0.28%
CNX Nifty	7,731.05	7,749.70	-0.24%
CNX Midcap	12,933.80	12,970.05	-0.28%
CNX 500	6,495.25	6,513.10	-0.27%
S&P BSE Smallcap	10,922.41	10,964.26	-0.38%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,492.93	17,500.94	-0.05%
Nasdaq	4,765.78	4,769.56	-0.08%
S&P 500	2,048.04	2,052.32	-0.21%
FTSE	6,136.43	6,156.30	-0.32%
CAC	4,325.10	4,353.90	-0.66%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,051.64	3,744.01	-692.37
DII Flows	1,646.35	1,814.12	-167.77

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	29,684.00	-7.00	-0.02%
Silver (1Kg)	39,665.00	-169.00	-0.42%
Crude Oil (1 barrel)	3,251.00	-30.00	-0.91%
Aluminium (1 Kg)	104.60	0.50	0.48%
Copper (1Kg)	309.35	0.95	0.31%

Currency Market

Currency	23-May-16	Gains+Loss	% Change*
INR / 1 USD	67.3492	0.06	0.09%
INR / 1 GBP	97.7641	0.69	0.70%
INR / 1 EURO	75.6197	-0.08	-0.10%
INR / 100 JPY	61.3800	-0.21	-0.34%

NSE Top 5 Gainers

Company	23-May-16	Previous Close	% Change*
Rasoya Proteins	0.25	0.20	25.00%
LCC Infotech	0.30	0.25	20.00%
Vaibhav Global	281.90	239.80	17.56%
Greenearth Resources	0.35	0.30	16.67%
Noesis Industries	0.40	0.35	14.29%

NSE Top 5 Losers

Company	23-May-16	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.10	-50.00%
Paras Petrofils	0.20	0.25	-20.00%
Pitti Laminations	32.10	37.50	-14.40%
MVL	0.30	0.35	-14.29%
Cox & Kings India	149.75	174.30	-14.08%

BSE Top 5 Gainer

Company	23-May-16	Previous Close	% Change*
Smiths & Founders	7.20	6.00	20.00%
Escorts Finance	4.94	4.12	19.90%
Landmarc LeisureCorp	0.59	0.50	18.00%
Birla Cotsyn (India)	0.07	0.06	16.67%
Vaibhav Global	280.45	240.90	16.42%

BSE Top 5 Loser

Company	23-May-16	Previous Close	% Change*
Ashok Alco Chem	124.40	151.80	-18.05%
Ambition Mica	23.00	27.50	-16.36%
Andhra Petrochem	12.95	15.25	-15.08%
Aanchal Ispat	5.16	6.06	-14.85%
Cox & Kings India	149.80	174.15	-13.98%

* % change is the over the previous days close.