

01-Jun-2016

Morning Notes

MARKET OUTLOOK

Markets to get a positive start on upbeat economic data: The Indian markets came into consolidation mood in last session and snapped their five days gaining streak, traders were a bit cautious ahead of key economic data announcements, while the global cues too remained unsupportive. Today, the start of the new month is likely to be in green and traders will be rejoicing the good GDP numbers. The economy clocked 7.6 per cent growth rate for 2015- 16 fiscal, up from 7.2 per cent a year ago. The full-year growth was fuelled by close to eight per cent growth rate in the fourth quarter of 2015-16.

EQUITY MARKET WRAP UP

Benchmarks end a lackluster session modestly in red: It was a lackadaisical performance from the Indian benchmark indices on Tuesday, as they failed to snap the session in the green territory and settled marginally below the neutral line. The frontline gauges took a breather, after showcasing a scintillating performance in last five trading sessions and investors chose to remain on the sidelines ahead of the key GDP and fiscal deficit data due later today. BSE Sensex ended lower by 57.64 points or 0.22% to 26667.96, while the CNX Nifty dropped 18.40 points or 0.22% to 8,160.10. The BSE Sensex touched a high and a low 26837.20 and 26561.58, respectively. The broader indices made a negative closing; the BSE Mid cap index ended down by 0.18%, while Small cap index declined by 0.14%.

DEBT MARKET & FOREX

- **Bond yields remain steady amid lack of key triggers:** Bond yields were trading steady at its previous close of 8.80%, amid lack of key triggers ahead of March quarter GDP numbers and March fiscal deficit data, which are scheduled for release after 5.30 pm. Investors were also inactive ahead of an open market purchase of notes by the central bank. Yields on new 10 year Government Stock were trading steady at its previous close of 7.46%. The benchmark five-year interest rates were trading flat from its previous close at 7.43% on Monday.
- **Rupee extends weakness paring early gains:** Indian rupee extended its weakness on Tuesday on some fresh capital outflow and also due to month-end dollar demand from importers. The domestic currency that had snapped its gaining streak in last session, made a positive start and gained some strength with some upmove in the local equity markets, but once the equity markets lost their momentum and slipped into red, the rupee followed the trend. Rupee ended at 67.26, 9 paise weaker from its previous close at 67.17 on Monday. The currency touched a high and low of 67.31 and 67.10 respectively.

ECONOMY & MARKET PULSE

- Commerce Ministry bats for extending tax holiday for the start-ups
- Government rolls back decision of 1% TCS on cash purchase of gold jewellery
- India's domestic passenger traffic grew by 21.8 per cent in April: IATA
- India climbs three spots in World Competitiveness Center report

Indices Performance

Index	31-May-16	Previous Close	% Change*
S&P BSE Sensex	26,667.96	26,725.60	-0.22%
CNX Nifty	8,160.10	8,178.50	-0.22%
CNX Midcap	13,292.65	13,335.35	-0.32%
CNX 500	6,804.00	6,820.30	-0.24%
S&P BSE Smallcap	11,142.42	11,157.59	-0.14%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,787.20	17,873.22	-0.48%
Nasdaq	4,948.05	4,933.50	0.29%
S&P 500	2,096.96	2,099.06	-0.10%
FTSE	6,230.79	6,270.80	-0.64%
CAC	4,505.62	4,529.40	-0.53%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,129.23	3,739.71	389.52
DII Flows	2,836.68	2,776.40	60.28

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	28,627.00	24.00	0.08%
Silver (1Kg)	38,400.00	-177.00	-0.46%
Crude Oil (1 barrel)	3,333.00	-53.00	-1.57%
Aluminium (1 Kg)	104.50	-0.10	-0.10%
Copper (1Kg)	312.50	0.00	0.00%

Currency Market

Currency	31-May-16	Gains+Loss	% Change*
INR / 1 USD	67.2030	0.14	0.20%
INR / 1 GBP	98.6540	-0.22	-0.22%
INR / 1 EURO	74.7902	0.05	0.07%
INR / 100 JPY	60.4000	0.09	0.15%

NSE Top 5 Gainers

Company	31-May-16	Previous Close	% Change*
Birla Cotsyn (India)	0.10	0.05	100.00%
VKS Projects	0.10	0.05	100.00%
KSS	0.25	0.20	25.00%
Celebrity Fashions	10.20	8.50	20.00%
Gokul Agro Resources	13.20	11.00	20.00%

NSE Top 5 Losers

Company	31-May-16	Previous Close	% Change*
Paras Petrofils	0.20	0.25	-20.00%
Vikas EcoTech	11.20	13.95	-19.71%
Sathavahana Ispat	54.75	67.85	-19.31%
STL Global	3.15	3.90	-19.23%
Nakoda	0.25	0.30	-16.67%

BSE Top 5 Gainer

Company	31-May-16	Previous Close	% Change*
Kabsons Inds	11.88	1.50	692.00%
Gokaldas Exports	86.15	71.80	19.99%
Filtra Consultants	20.59	17.16	19.99%
Celebrity Fashions	10.15	8.46	19.98%
Refex Industries	8.77	7.31	19.97%

BSE Top 5 Loser

Company	31-May-16	Previous Close	% Change*
RJ Bio-Tech	36.00	45.00	-20.00%
STL Global	3.07	3.83	-19.84%
Sathavahana Ispat	54.80	68.10	-19.53%
Vikas EcoTech	11.15	13.85	-19.49%
Landmarc LeisureCorp	0.51	0.63	-19.05%

* % change is the over the previous days close.