

Morning Notes

02-Jun-2016

MARKET OUTLOOK

Markets to remain in consolidation phase with a cautious start: The Indian markets despite paring their early jubilation of good economic data and going through a volatile trade, managed a modestly positive close in last session. Today, the start is likely to be a bit cautious and further consolidation can be expected with no major supportive cues in sight. However, traders will be getting some support with Organisation for Economic Cooperation and Development (OECD) in its Global Economic Outlook stating that India's growth rate is expected to hover near 7.5% this year as well as next even as many emerging market economies continue to lose momentum.

EQUITY MARKET WRAP UP

Markets trim early gains; Sensex manages to end above 25,700 mark: Indian benchmarks despite getting a wonderful start and surging to around three fourth of a percent in first half of the session, failed to maintain the lead and ended with gain of around quarter a percent only. Sentiments were sanguine from the start of trade with the report that India's GDP grew 7.6% in the year ended March, outstripping previous leader China and faster than last year's 7.2%. BSE Sensex gained 45.97 points or 0.17% to 26713.93, while the CNX Nifty rose 19.85 points or 0.24% to 8,179.95. The BSE Sensex touched a high and a low 26857.25 and 26671.86, respectively. The broader indices made a mixed closing; the BSE Mid cap index ended down by 0.30%, while Small cap index up by 0.18%.

DEBT MARKET & FOREX

- OTC trade data of government securities as on May 31:** As per the OTC data of May 31, 8.27% GS 2020, maturing on 09-June-2020 was in maximum demand with 5 number of trades and total volume of Rs 245.00 crore, at last traded price of Rs 103.17 and last traded YTM of Rs 7.35. Followed it was, 7.59% GS 2026, maturing on 11-January-2026 with 2 trades of total volume Rs 200.00 crore, at last traded price of 100.84 and last traded YTM of Rs 7.46.
- Rupee extends the decline for the third straight session:** Indian rupee continued its weakness for the third straight session on Wednesday, on fresh dollar demand from importers. However, the domestic currency made a positive start in early deals on sustained bouts of dollar selling from banks and exporters, after macro-economic indicators such as GDP numbers and core sector growth showed that the country's economy has gained momentum. Rupee ended at 67.45, 19 paise weaker from its previous close at 67.26 on Tuesday. The currency touched a high and low of 67.46 and 67.11 respectively.

ECONOMY & MARKET PULSE

- India posts GDP growth of 7.9% in Q4 of 2015-16
- Manufacturing PMI improves modestly to 50.7 in May
- etrol and diesel prices increased by Rs 2.58 and Rs 2.26 per litre respectively
- Govt achieves fiscal deficit target of 3.9% of GDP in FY16
- Core sector growth accelerates to 17 months high at 8.5% in April

Indices Performance

Index	1-Jun-16	Previous Close	% Change*
S&P BSE Sensex	26,713.93	26,667.96	0.17%
CNX Nifty	8,179.95	8,160.10	0.24%
CNX Midcap	13,271.75	13,292.65	-0.16%
CNX 500	6,815.45	6,804.00	0.17%
S&P BSE Smallcap	11,162.99	11,142.42	0.18%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,789.67	17,787.20	0.01%
Nasdaq	4,952.25	4,948.05	0.08%
S&P 500	2,099.33	2,096.96	0.11%
FTSE	6,191.93	6,230.80	-0.62%
CAC	4,475.39	4,505.62	-0.67%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	18,838.52	18,818.86	19.66
DII Flows	1,258.41	1,418.90	-160.49

Commodity Market

Commodities (INR)		Gains+/Loss	% Change*
Gold (10gm)	28,646.00	19.00	0.07%
Silver (1Kg)	38,460.00	60.00	0.16%
Crude Oil (1 barrel)	3,308.00	-25.00	-0.75%
Aluminium (1 Kg)	106.05	1.55	1.48%
Copper (1Kg)	310.45	-2.05	-0.66%

Currency Market

Currency	1-Jun-16	Gains+/Loss	% Change*
INR / 1 USD	67.3526	-0.15	-0.22%
INR / 1 GBP	97.5333	1.12	1.14%
INR / 1 EURO	74.9634	-0.17	-0.23%
INR / 100 JPY	61.3100	-0.91	-1.51%

NSE Top 5 Gainers

Company	1-Jun-16	Previous Close	% Change*
Paras Petrofils	0.25	0.20	25.00%
Rasoya Proteins	0.25	0.20	25.00%
EmkayGlobal Finl.Ser	61.20	51.00	20.00%
Refex Industries	10.20	8.50	20.00%
Venus Remedies	79.10	65.95	19.94%

NSE Top 5 Losers

Company	1-Jun-16	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.10	-50.00%
KSS	0.20	0.25	-20.00%
Sharon Bio-Medicine	8.45	10.50	-19.52%
Gravita India	17.00	19.15	-11.23%
LCC Infotech	0.40	0.45	-11.11%

BSE Top 5 Gainer

Company	1-Jun-16	Previous Close	% Change*
Hind Dorr-Oliver	11.11	9.26	19.98%
Gokul Refoils & Solv	16.64	13.87	19.97%
Gokul Agro Resources	15.86	13.22	19.97%
Southern Online Bio	6.85	5.71	19.96%
Southern Online Bio	61.60	51.35	19.96%

BSE Top 5 Loser

Company	1-Jun-16	Previous Close	% Change*
Sharon Bio-Medicine	8.50	10.52	-19.20%
Bharat Agri Fert	72.00	87.00	-17.24%
Cals Refineries	0.06	0.07	-14.29%
Galaxy Ent. Corpn	13.80	16.05	-14.02%
KSL & Industries	14.65	16.80	-12.80%

* % change is the over the previous days close.