

Morning Notes

13-Jun-2016

MARKET OUTLOOK

Markets to make a weak start on feeble global cues: The Indian markets completely lost their way from the high points of the day, suffering cut of around half a percent in last session. Today, the start is likely to be weak tailing the feeble global cues. Traders across the world are worried about Britain's exit from European Union, with some terming it as a biggest crisis for the financial markets since the collapse of Lehman Brothers. On the domestic front, traders will be concerned with weak industrial production data, as the IIP contracted by 0.8 per cent in April, the first decline in three months, led by sluggish manufacturing.

EQUITY MARKET WRAP UP

Benchmarks end a volatile day with around half a percent cut: Indian benchmark indices were unable to recover after plunging in last session after witnessing a volatile day of trade, finally closing in red with around half a percent cut, extending the declining trend for yet another session. Sentiments remained down-beat with the report that monsoon rains in India were 18 per cent below average in the week to June 8, as the onset of rainfall was delayed by nearly a week from its usual arrival on June 1, 2016. BSE Sensex ended lower by 127.71 points or 0.48% to 26635.75, while the CNX Nifty dropped 33.55 points or 0.41% to 8,170.05. The BSE Sensex touched a high and a low 26972.06 and 26620.50, respectively. The broader indices made a negative closing; the BSE Mid cap index ended down by 0.40%, while Small cap index lower by 0.20%.

DEBT MARKET & FOREX

- Bond yields trade higher on Friday:** Bond yields traded higher on Friday as investors turned cautious ahead of a weekly debt auction, even as hopes of another open market bond purchase announcement could limit losses. Yields on new 10 year Government Stock were trading 1 basis point higher at 7.49% from its previous close at 7.48% on Thursday. The benchmark five-year interest rates were trading 1 basis point higher at 7.41% from its previous close at 7.40% on Thursday.
- Rupee ends weak ahead of IIP data release:** Extending its weakness for the second straight session, Indian rupee depreciated against dollar on Friday on demand for the American currency from importers and banks. Further, losses in local equity market too hurt rupee sentiment. Besides, investors remained cautious ahead of release of industrial production data later in the day. Rupee ended at 66.75, 4 paise weaker from its previous close at 66.71 on Thursday. The currency touched a high and low of 66.88 and 66.73 respectively.

ECONOMY & MARKET PULSE

- Niti Aayog not in favour of DIPP's proposal to completely ban FDI in the tobacco sector
- Just In: April IIP stood at -0.8% against 0.1% in March
- Government proposes 25% duty on sugar exports
- GST final draft to be taken up at state Finance Minister meet next week
- Govt to tweak investment norms for NIIF: Shaktikanta Das
- Indian railways to invest \$140bn in infra sector in 5 years: Suresh Prabhu

Indices Performance

Index	10-Jun-16	Previous Close	% Change*
S&P BSE Sensex	26,635.75	26,763.46	-0.48%
CNX Nifty	8,170.05	8,203.60	-0.41%
CNX Midcap	13,329.95	13,380.60	-0.38%
CNX 500	6,832.05	6,857.75	-0.37%
S&P BSE Smallcap	11,362.72	11,385.07	-0.20%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,865.34	17,985.19	-0.67%
Nasdaq	4,894.55	4,958.62	-1.29%
S&P 500	2,096.07	2,115.48	-0.92%
FTSE	6,115.76	6,231.90	-1.86%
CAC	4,306.72	4,405.61	-2.24%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,579.76	3,316.37	263.39
DII Flows	1,399.39	1,565.01	-165.62

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	30,084.00	147.00	0.49%
Silver (1Kg)	41,068.00	159.00	0.39%
Crude Oil (1 barrel)	3,298.00	-75.00	-2.22%
Aluminium (1 Kg)	105.10	-0.10	-0.10%
Copper (1Kg)	301.35	-0.35	-0.12%

Currency Market

Currency	10-Jun-16	Gains+Loss	% Change*
INR / 1 USD	66.7948	-0.17	-0.25%
INR / 1 GBP	96.5719	0.15	0.15%
INR / 1 EURO	75.4714	0.42	0.55%
INR / 100 JPY	62.4000	0.01	0.02%

NSE Top 5 Gainers

Company	10-Jun-16	Previous Close	% Change*
MPS Infotecnics	0.10	0.05	100.00%
VKS Projects	0.15	0.10	50.00%
Paras Petrofils	0.20	0.15	33.33%
Rasoya Proteins	0.20	0.15	33.33%
Upper Ganges Sugar	262.25	218.55	20.00%

NSE Top 5 Losers

Company	10-Jun-16	Previous Close	% Change*
KSS	0.15	0.20	-25.00%
Nicco Corpn	0.30	0.35	-14.29%
Raj Rayon Industries	0.35	0.40	-12.50%
Rei Agro	0.35	0.40	-12.50%
OCL Iron and Steel	11.35	12.60	-9.92%

BSE Top 5 Gainer

Company	10-Jun-16	Previous Close	% Change*
Upper Ganges Sugar	261.00	217.50	20.00%
Visa Steel	16.38	13.65	20.00%
Electrotherm India	75.70	63.10	19.97%
Garden Silk Mills	30.35	25.30	19.96%
Flex Foods	85.65	71.40	19.96%

BSE Top 5 Loser

Company	10-Jun-16	Previous Close	% Change*
Rathi Graphic Tech	9.02	10.17	-11.31%
Modex Internatl. Sec	55.00	61.50	-10.57%
Vama Industries	25.25	28.20	-10.46%
Fiberweb India	64.35	71.50	-10.00%
MPS Infotecnics	0.09	0.10	-10.00%

* % change is the over the previous days close.