

Morning Notes

15-Jun-2016

MARKET OUTLOOK

Markets to get a cautious-to-positive start on mixed global cues: Today, the start is likely to be cautious on mixed global cues, but some recovery can be expected once after the markets stabilize. Traders will be getting some support with Finance Minister Arun Jaitley's statement after a meeting of Empowered Committee of state FMs on the long awaited indirect tax reform that every state has either supported or accepted the idea of the pan-India Goods and Services Tax (GST) except Tamil Nadu.

EQUITY MARKET WRAP UP

Benchmarks end a volatile session with modest cut; broader markets outclass: The session was characterized by extreme volatility as the frontline indices went through a rollercoaster ride amid lack of direction and a pandemonium across global equity markets. On the domestic front, sentiments got undermined after Consumer Price Index (CPI) for May 2016 rose to 5.76%, for a second straight month, compared with 5.39% in April, weakening prospects of a rate hike by RBI in August 2016. BSE Sensex ended lower by 1.06 points to 26395.71, while the CNX Nifty dropped 1.75 points or 0.02% to 8,108.85. The BSE Sensex touched a high and a low 26485.45 and 26264.81, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 0.50%, while Small cap index was higher by 0.45%.

DEBT MARKET & FOREX

- **Bond yields trade higher on Tuesday:** Bond yields traded higher on Tuesday as chances of a near-term rate cut diminished after the nation's retail inflation, the central bank's main price gauge, rose at the fastest pace of annual expansion in almost two years. The retail inflation for May rose to 5.76 per cent, compared with 5.39 per cent in April. Yields on new 10 year Government Stock were trading 1 basis point higher at 7.53% from its previous close at 7.52% on Monday. The benchmark five-year interest rates were trading 2 basis points higher at 7.45% from its previous close at 7.43% on Monday.
- **Rupee extends its losing streak for fourth straight session:** Indian rupee ended weaker on Tuesday, extending its losing streak for the fourth straight session against dollar amid cautiousness ahead of the Fed policy outcome later in the day. Besides, sustained demand for the American currency from importers and banks and weak trade in local equity market too dampened the rupee sentiment. Rupee ended at 67.27, 13 paise weaker from its previous close at 67.14 on Monday. The currency touched a high and low of 67.30 and 67.11 respectively.

ECONOMY & MARKET PULSE

- RBI introduces new scheme for Sustainable Structuring of Stressed Assets
- WPI inflation rises to 0.79% in May driven by higher food prices
- GST rollout from April 1, 2017, if law passed in monsoon session: Jayant Sinha
- Just in: May WPI rises to 0.79% v/s 0.34% in April
- Retail inflation surges to 5.76% in May on higher food and fuel prices

Indices Performance

Index	14-Jun-16	Previous Close	% Change*
S&P BSE Sensex	26,395.71	26,396.77	0.00%
CNX Nifty	8,108.85	8,110.60	-0.02%
CNX Midcap	13,302.20	13,227.50	0.56%
CNX 500	6,793.85	6,785.15	0.13%
S&P BSE Smallcap	11,372.61	11,311.76	0.54%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,674.82	17,732.48	-0.33%
Nasdaq	4,843.55	4,848.44	-0.10%
S&P 500	2,075.32	2,079.06	-0.18%
FTSE	5,923.53	6,045.00	-2.01%
CAC	4,130.33	4,227.02	-2.29%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,984.46	3,626.64	357.82
DII Flows	1,303.96	1,336.23	-32.27

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	30,558.00	159.00	0.52%
Silver (1Kg)	41,519.00	72.00	0.17%
Crude Oil (1 barrel)	3,257.00	-18.00	-0.55%
Aluminium (1 Kg)	107.80	0.45	0.42%
Copper (1Kg)	304.85	-0.85	-0.28%

Currency Market

Currency	14-Jun-16	Gains+Loss	% Change*
INR / 1 USD	67.1520	-0.08	-0.12%
INR / 1 GBP	95.1007	0.02	0.02%
INR / 1 EURO	75.7542	-0.24	-0.32%
INR / 100 JPY	63.4600	-0.14	-0.22%

NSE Top 5 Gainers

Company	14-Jun-16	Previous Close	% Change*
MPS Infotecnics	0.10	0.05	100.00%
Birla Cotsyn (India)	0.10	0.05	100.00%
Paras Petrofils	0.20	0.15	33.33%
Pan India Corp.	0.25	0.20	25.00%
Automot. Stamp&Assem	57.90	48.25	20.00%

NSE Top 5 Losers

Company	14-Jun-16	Previous Close	% Change*
Zenith Birla (India)	0.70	0.80	-12.50%
Manaksia Coated	6.55	7.40	-11.49%
Patel Integrated Log	107.25	117.95	-9.07%
GATI	155.75	169.45	-8.08%
Snowman Logistics	72.70	79.05	-8.03%

BSE Top 5 Gainer

Company	14-Jun-16	Previous Close	% Change*
Central ProvinceRail	92.80	72.80	27.47%
Arshiya	19.50	16.25	20.00%
Nahar Ind.Enterprise	97.80	81.50	20.00%
Automot. Stamp&Assem	58.80	49.00	20.00%
Bhageria Industries	182.40	152.00	20.00%

BSE Top 5 Loser

Company	14-Jun-16	Previous Close	% Change*
Sumedha Fiscal Serv	13.15	14.80	-11.15%
RCL Retail	13.00	14.50	-10.34%
PANAFIC	22.05	24.50	-10.00%
MPS Infotecnics	0.09	0.10	-10.00%
Surat Textile Mills	3.98	4.42	-9.95%

* % change is the over the previous days close.