

Morning Notes

28-Jun-2016

MARKET OUTLOOK

Markets to make a cautious start, may see some upmove in latter trade: The Indian markets made a choppy start of the F&O expiry and after much of dilly-dallying ended flat with FIIs, domestic investors and high networth clients lapping up the mid-cap and small cap stocks in last session. Today, the start is likely to remain cautious as the global cues are still somber, though some recovery can be seen once after stabilization, traders will be getting some support with the continuous fall in international crude oil prices. Meanwhile, Finance Minister Arun Jaitley will meet industry associations to clear doubts about the four-month window provided to holders of undeclared wealth to come clean.

EQUITY MARKET WRAP UP

Brexit hangover lingers; Nifty ends below 8100 mark: Indian stock markets commenced the new week on a lackadaisical note as the benchmark equity indices hardly budged from their previous closing levels on Monday. The key indices oscillated in an extremely tight range through the session as market participants remained on the sidelines lacking conviction amid the persistent worries over global financial stability. BSE Sensex surged 5.25 points or 0.02% to 26402.96, while the CNX Nifty rose 6.10 points or 0.08% to 8,094.70. The BSE Sensex touched a high and a low 26493.51 and 26262.72, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 0.80%, while Small cap index was up by 1.52%.

DEBT MARKET & FOREX

- **Bond yields trade lower on Monday:** Bond yields traded lower on Monday as investors' escaped to the safe heaven assets like bonds after Britain voted itself out of the European Union in a referendum last week. Meanwhile, investors got support with Finance Minister Arun Jaitley's statement that India continues to maintain a high growth rate even in times of difficult global conditions. Yields on new 10 year Government Stock were trading 1 basis point lower at 7.46% from its previous close at 7.47% on Friday. The benchmark five-year interest rates were trading 1 basis point lower at 7.42% from its previous close at 7.43% on Friday.
- **Rupee ends marginally higher against dollar:** Indian rupee ended marginally stronger against dollar on Monday on increased selling of the US currency by banks and exporters. The domestic currency was also supported by the gains in equity markets, which despite some volatility managed a positive close. However, dollar's gains against a basket of major currencies overseas capped the rise. Rupee ended 67.94, 2 paise stronger from its previous close at 67.96 on Friday. The currency touched a high and low of 68.02 and 67.81 respectively.

ECONOMY & MARKET PULSE

- Labour Ministry likely to increase EPFO investment in ETFs from 5%
- Food Security Act to be rolled out in the remaining states by July: Ram Vilas Paswan
- India to identify projects worth \$2-3bn for funding by AIB
- India continues to maintain high growth amid global headwinds: Arun Jaitley

Indices Performance

Index	27-Jun-16	Previous Close	% Change*
S&P BSE Sensex	26,402.96	26,397.71	0.02%
CNX Nifty	8,094.70	8,088.60	0.08%
CNX Midcap	13,410.20	13,289.35	0.91%
CNX 500	6,803.70	6,775.55	0.42%
S&P BSE Smallcap	11,449.75	11,278.63	1.52%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,140.24	17,400.75	-1.50%
Nasdaq	4,594.44	4,707.98	-2.41%
S&P 500	2,000.54	2,037.41	-1.81%
FTSE	5,982.20	6,138.70	-2.55%
CAC	3,984.72	4,106.73	-2.97%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,907.11	4,484.60	-577.49
DII Flows	1,434.81	1,581.88	-147.07

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	31,548.00	147.00	0.47%
Silver (1Kg)	42,289.00	-103.00	-0.24%
Crude Oil (1 barrel)	3,136.00	-130.00	-3.98%
Aluminium (1 Kg)	107.90	-1.25	-1.15%
Copper (1Kg)	317.90	0.60	0.19%

Currency Market

Currency	27-Jun-16	Gains+/-Loss	% Change*
INR / 1 USD	67.9000	0.11	0.17%
INR / 1 GBP	90.9113	2.04	2.20%
INR / 1 EURO	74.8801	0.22	0.29%
INR / 100 JPY	66.6900	-0.24	-0.36%

NSE Top 5 Gainers

Company	27-Jun-16	Previous Close	% Change*
Dwarikesh Sugar Inds	263.15	219.30	20.00%
Technofab Eng.	210.35	175.30	19.99%
PG Electroplast	154.55	128.80	19.99%
Dalmia Bharat Sugar	130.70	108.95	19.96%
ARSS Infra Project	69.55	58.00	19.91%

NSE Top 5 Losers

Company	27-Jun-16	Previous Close	% Change*
Farmax India	0.10	0.15	-33.33%
Pan India Corp.	0.20	0.25	-20.00%
Paras Petrofils	0.20	0.25	-20.00%
Raj Rayon Industries	0.30	0.35	-14.29%
BLB	4.35	4.80	-9.38%

BSE Top 5 Gainer

Company	27-Jun-16	Previous Close	% Change*
Spice Mobility	15.84	13.20	20.00%
Technofab Eng.	210.00	175.00	20.00%
PG Electroplast	153.65	128.05	19.99%
Dwarikesh Sugar Inds	262.40	218.70	19.98%
Dalmia Bharat Sugar	131.20	109.35	19.98%

BSE Top 5 Loser

Company	27-Jun-16	Previous Close	% Change*
Urja Global	1.31	1.52	-13.82%
CMI	150.25	170.55	-11.90%
Focus Indl. Resource	3.33	3.70	-10.00%
BLB	4.14	4.58	-9.61%
Mahamaya Steel Inds	102.10	111.70	-8.59%

* % change is the over the previous days close.