

## Morning Notes

01-July-2016

## MARKET OUTLOOK

**Markets to extend gains on the first day of new series with a positive start:** The Indian markets rallied in the last session, making a strong close of the June F&O series, with major averages gaining around two and half a percent for the series. Today, the start of the new series is likely to be in green on positive global cues and encouragement from World Bank's statement that India is a bright spot. The World Bank president has said that he is pleased with the progress that's been made in six priority areas.

## EQUITY MARKET WRAP UP

**Boisterous benchmarks display spirited performance; Sensex rallies over 250 pts:** Investors remained optimistic for most part of the session with the report that implementation of the much-awaited pay hike for over 1 crore central government employees and pensioners will be a positive for the economy as it will push up consumption and its impact on inflation is likely to be moderate. BSE Sensex surged 259.33 points or 0.97% to 26999.72, while the CNX Nifty rose 83.75 points or 1.02% to 8,287.75. The BSE Sensex touched a high and a low 27069.23 and 26872.59, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 1.26%, while Small cap index was up by 0.94%.

## DEBT MARKET &amp; FOREX

- Bond yields trade lower on Thursday:** Bond yields traded lower on Thursday as investors expect robust demand at the weekly debt auction, after the recent rally in prices. Meanwhile, investors got some comfort with Parliamentary Affairs Minister Venkaiah Naidu's statement that the government will seek to ensure that the bill on a pan-India goods and services tax (GST) will be passed in the upcoming session of parliament, scheduled from July 18 to August 12. Yields on new 10 year Government Stock were trading 1 basis point lower at 7.43% from its previous close at 7.44% on Wednesday. The benchmark five-year interest rates were trading 1 basis point lower at 7.37% from its previous close at 7.38% on Wednesday.
- Rupee ends stronger against dollar on Thursday:** Extending its gaining streak for second consecutive session, Indian rupee appreciated against dollar on Thursday on sustained selling of the American currency by exporters and banks and a strong domestic equity markets. Rupee ended 67.52, 16 paise stronger from its previous close at 67.68 on Wednesday. The currency touched a high and low of 67.71 and 67.47 respectively.

## ECONOMY &amp; MARKET PULSE

- Economic conditions showing improvement, bad loan situation under control: Arun Jaitley
- 7th Pay Commission to boost India's consumption by Rs 45,110 cr: India Ratings
- Cabinet clears mineral exploration policy to attract private investment
- Brexit will have its impact but CAD likely to dip below 1 per cent in FY17: Subramanian
- UDAY unlikely to have destabilizing impact on fiscal consolidation: India Ratings

## Indices Performance

Index	30-Jun-16	Previous Close	% Change*
S&P BSE Sensex	26,999.72	26,740.39	0.97%
CNX Nifty	8,287.75	8,204.00	1.02%
CNX Midcap	13,816.45	13,671.30	1.06%
CNX 500	6,980.80	6,907.10	1.07%
S&P BSE Smallcap	11,801.32	11,691.57	0.94%

## Global Markets

Index		Previous Close	% Change*
Dow Jones	17,929.99	17,694.68	1.33%
Nasdaq	4,842.67	4,779.25	1.33%
S&P 500	2,098.86	2,070.77	1.36%
FTSE	6,504.33	6,360.10	2.27%
CAC	4,237.48	4,195.32	1.00%

## Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,609.86	3,464.28	145.58
DII Flows	3,117.90	3,308.66	-190.76

## Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	31,199.00	-116.00	-0.37%
Silver (1Kg)	43,467.00	265.00	0.61%
Crude Oil (1 barrel)	3,304.00	-32.00	-0.96%
Aluminium (1 Kg)	111.30	1.05	0.95%
Copper (1Kg)	330.60	0.65	0.20%

## Currency Market

Currency	30-Jun-16	Gains+Loss	% Change*
INR / 1 USD	67.6166	0.13	0.19%
INR / 1 GBP	90.5183	-0.03	-0.03%
INR / 1 EURO	75.0071	0.01	0.02%
INR / 100 JPY	65.9100	0.30	0.45%

## NSE Top 5 Gainers

Company	30-Jun-16	Previous Close	% Change*
VKS Projects	0.10	0.05	100.00%
Farmax India	0.15	0.10	50.00%
Pan India Corp.	0.25	0.20	25.00%
Gyscoal Alloys	53.70	44.75	20.00%
Rohit Ferro-Tech	4.80	4.00	20.00%

## NSE Top 5 Losers

Company	30-Jun-16	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.10	-50.00%
Paras Petrofils	0.20	0.25	-20.00%
MVL	0.35	0.40	-12.50%
Blue Chip India	0.50	0.55	-9.09%
Prozone Intu Propert	26.25	28.70	-8.54%

## BSE Top 5 Gainer

Company	30-Jun-16	Previous Close	% Change*
Sterling Biotech	4.26	3.55	20.00%
Jetking Infotrain	55.20	46.00	20.00%
Ind Tourism Dev Corp	263.70	219.75	20.00%
Khaitan Electrical	48.95	40.80	19.98%
IVP	114.15	95.15	19.97%

## BSE Top 5 Loser

Company	30-Jun-16	Previous Close	% Change*
Avonmore Capital	9.58	11.25	-14.84%
Padmanabh Industries	32.90	38.50	-14.55%
Powerhouse Gym	25.95	29.90	-13.21%
Baba Arts	2.50	2.79	-10.39%
Karnimata Cold	13.00	14.50	-10.34%

\* % change is the over the previous days close.