

08-July-2016

Morning Notes

MARKET OUTLOOK

Markets to make a soft start tailing weak global cues: The Indian markets trading in a range and witnessing choppiness in the final hours managed to close modestly in green in the last session. Today, the start of the day is likely to be soft tailing the weakness in the global indices. Markets may get some support with Economic Affairs Secretary Shaktikanta Das' statement that the Finance Ministry is hoping that the prices of pulses will now be contained and help keep inflation under check due to the higher minimum support price for pulses. Also, on report from rating agency CRISIL that India Inc is expected to see a two-year high growth rate of eight per cent in revenue during this financial year's first quarter ended June 30, mainly driven by export-oriented units like information technology sector.

EQUITY MARKET WRAP UP

Barometer indices unable to pickup pace; end on a flat note: It was another lackadaisical performance from the Indian benchmark indices on Thursday, as they failed to gain ground and settled marginally above the neutral line. BSE Sensex gained 34.62 points or 0.13% to 27201.49, while the CNX Nifty was tad higher by 1.95 points or 0.02% to 8,337.90. The BSE Sensex touched a high and a low 27288.22 and 27146.95, respectively. The broader indices made a mixed closing; the BSE Mid cap index ended down by 0.41%, while Small cap index was up by 0.04%.

DEBT MARKET & FOREX

- Bond yields trade lower on Thursday:** Bond yields traded lower on Thursday, as improving financial-system liquidity and the prospect of a reduction in benchmark interest rates spurred demand for debt. Meanwhile, investors continue to bet global central banks will expand stimulus to take the sting out of Britain leaving the European Union. Yields on new 10 year Government Stock were trading 2 basis points lower at 7.37% from its previous close at 7.39% on Wednesday. The benchmark five-year interest rates were trading 3 basis points lower at 7.23% from its previous close at 7.26% on Wednesday.
- Rupee ends stronger along with equities:** Indian rupee ended stronger against dollar on Thursday due to fresh selling of the American currency by banks and exporters amid foreign fund inflows. The domestic currency was trading strong from the start and was supported by the gains in local equity markets which despite some volatility had a positive close. Rupee ended at 67.39, 6 paise stronger from its previous close of 67.45 on Tuesday. The currency touched a high and low of 67.50 and 67.34 respectively.

ECONOMY & MARKET PULSE

- India's pharma exports continues to lead over China, surges by 7.55% in 2015
- Labour ministry puts on hold the plan of hike in minimum wages for all by up to 25 percent
- India's GDP growth likely to face challenge in next two years: Moody's
- India slips to 91st place on readiness for transition to a digitised economy and society

Indices Performance

Index	7-Jul-16	Previous Close	% Change*
S&P BSE Sensex	27,201.49	27,166.87	0.13%
CNX Nifty	8,337.90	8,335.95	0.02%
CNX Midcap	14,095.35	14,122.85	-0.19%
CNX 500	7,050.10	7,051.00	-0.01%
S&P BSE Smallcap	11,997.28	11,992.51	0.04%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,895.88	17,918.62	-0.13%
Nasdaq	4,876.81	4,859.16	0.36%
S&P 500	2,099.73	2,099.73	0.00%
FTSE	6,533.79	6,463.60	1.09%
CAC	4,117.85	4,085.30	0.80%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,241.41	2,946.11	295.30
DII Flows	1,390.76	1,550.74	-159.98

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	31,881.00	-235.00	-0.73%
Silver (1Kg)	46,893.00	-895.00	-1.87%
Crude Oil (1 barrel)	3,063.00	-134.00	-4.19%
Aluminium (1 Kg)	110.45	-0.95	-0.85%
Copper (1Kg)	319.05	-5.30	-1.63%

Currency Market

Currency	7-Jul-16	Gains+/-Loss	% Change*
INR / 1 USD	67.4972	-0.09	-0.14%
INR / 1 GBP	87.6114	1.54	1.73%
INR / 1 EURO	74.8274	0.21	0.27%
INR / 100 JPY	67.0000	-0.94	-1.42%

NSE Top 5 Gainers

Company	7-Jul-16	Previous Close	% Change*
Blue Coast Hotels	172.00	85.00	102.35%
MPS Infotecnics	0.15	0.10	50.00%
BLB	5.40	4.50	20.00%
ECE Inds	300.00	250.00	20.00%
United Brew. (Hold)	33.90	28.25	20.00%

NSE Top 5 Losers

Company	7-Jul-16	Previous Close	% Change*
Visagar Polytex	3.35	4.15	-19.28%
Melstar Informn.Tech	5.70	6.70	-14.93%
LCC Infotech	0.30	0.35	-14.29%
ATN International	0.35	0.40	-12.50%
Cinevista	5.45	6.05	-9.92%

BSE Top 5 Gainer

Company	7-Jul-16	Previous Close	% Change*
Indbank Merch. Bankg	9.48	7.90	20.00%
BLB	5.28	4.40	20.00%
Amsons Apparels	3.84	3.20	20.00%
Upper Ganges Sugar	462.50	385.45	19.99%
Ponni Sugars (Erode)	294.20	245.20	19.98%

BSE Top 5 Loser

Company	7-Jul-16	Previous Close	% Change*
Visagar Polytex	3.40	4.22	-19.43%
Vippy Spinpro	33.45	38.65	-13.45%
Birla Cotsyn (India)	0.07	0.08	-12.50%
Mangalam Indl. Fin.	27.00	30.00	-10.00%
Arambhan Hospitality	22.50	25.00	-10.00%

* % change is the over the previous days close.