

## Morning Notes

18-July-2016

## MARKET OUTLOOK

**Markets to get a positive but cautious start eyeing political developments:** The Indian markets losing the early momentum ended lower by over a quarter percent in last session. Today, the start of the crucial new week is likely to be in green, reacting to the report that exports snapped 18-month downward spiral and rose by 1.27% in June to \$22.28 billion. Rising exports and decline in imports also brought down the trade deficit in June to \$ 8.11 billion as against \$10.82 billion in the year-ago month. Though, there will be cautiousness too, with the Monsoon session of the Parliament starting from today with key economic bills including the long pending GST Bill to be passed.

## EQUITY MARKET WRAP UP

**Benchmarks end the session with modest cut; Infosys tanks over 8%:** Indian stocks markets showed a volte-face on the last day of the trading week, as what started on a promising note ended as a dismal show. Earlier the market started the session on positive note tracking firm trade in other regional markets, but sentiments turned pessimistic in late morning session after IT major Infosys posted lower-than-expected dollar revenue growth in the first quarter and lower guidance of constant currency revenue growth in FY 17 to 10.5 percent -12 percent from 11.5 percent -13.5 percent earlier. BSE Sensex ended lower by 105.61 points or 0.38% to 27836.50, while the CNX Nifty dropped 23.60 points or 0.28% to 8,541.40. The BSE Sensex touched a high and a low 28048.70 and 27735.87, respectively. The broader indices made a mixed closing; the BSE Mid cap index ended up by 0.09%, while Small cap index was down by 0.74%.

## DEBT MARKET &amp; FOREX

- Bond yields remains flat on last trading session of the week:** Bond yields remained unchanged on last trading session of the week, as inventors slowed purchases ahead of a weekly auction of notes, even as underlying sentiment remains bullish. India will auction 150 billion rupees of four bonds maturing in 2024 through 2044 today. Yields on new 10 year Government Stock were trading flat at its previous close at 7.28% on Thursday. The benchmark five-year interest rates were trading 1 basis point lower at 7.11% from its previous close at 7.12% on Thursday.
- Rupee snaps 6 days gaining streak; ends weaker against dollar:** Snapping its six day gaining streak, Indian rupee ended weaker against dollar on Friday with fresh dollar demand by banks and importers. Rupee ended 67.06, 15 paise weaker from its previous close at 66.91 on Thursday. The currency touched a high and low of 67.13 and 66.85 respectively.

## ECONOMY &amp; MARKET PULSE

- Banks gross NPA may remain in range of 8-8.5% in March 2017: ICRA
- Govt mobilises over 3.1 tonnes gold under gold monetisation scheme
- NHAI likely to award 97 projects in FY17 entailing investment of Rs 1 lakh crore
- Overseas investments by Indian firms fell to \$1.86 billion in June 2016

## Indices Performance

Index	15-Jul-16	Previous Close	% Change*
S&P BSE Sensex	27,836.50	27,942.11	-0.38%
CNX Nifty	8,541.40	8,565.00	-0.28%
CNX Midcap	14,282.20	14,338.80	-0.39%
CNX 500	7,194.40	7,215.35	-0.29%
S&P BSE Smallcap	11,979.69	12,068.57	-0.74%

## Global Markets

Index		Previous Close	% Change*
Dow Jones	18,516.55	18,506.41	0.05%
Nasdaq	5,029.59	5,034.06	-0.09%
S&P 500	2,163.75	2,152.43	0.53%
FTSE	6,669.24	6,463.60	3.18%
CAC	4,372.51	4,385.52	-0.30%

## Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,877.96	3,040.02	837.94
DII Flows	2,439.65	3,473.62	-1,033.97

## Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	30,977.00	27.00	-1.04%
Silver (1Kg)	47,275.00	-234.00	-0.67%
Crude Oil (1 barrel)	3,081.00	35.00	1.30%
Aluminium (1 Kg)	111.45	-0.65	0.45%
Copper (1Kg)	334.00	0.50	-0.24%

## Currency Market

Currency	15-Jul-16	Gains+Loss	% Change*
INR / 1 USD	67.0655	-0.15	-0.23%
INR / 1 GBP	89.9281	-1.38	-1.56%
INR / 1 EURO	74.6037	-0.25	-0.34%
INR / 100 JPY	63.3800	0.00	0.00%

## NSE Top 5 Gainers

Company	15-Jul-16	Previous Close	% Change*
Birla Cotsyn (India)	0.10	0.05	100.00%
VKS Projects	0.10	0.05	100.00%
MPS Infotecnics	0.15	0.10	50.00%
Farmax India	0.15	0.10	50.00%
Lakshmi Energy&Food	29.20	24.35	19.92%

## NSE Top 5 Losers

Company	15-Jul-16	Previous Close	% Change*
LCC Infotech	0.25	0.30	-16.67%
SE Power	8.30	9.50	-12.63%
REI Six Ten Retail	0.45	0.50	-10.00%
Jay Bharat Maruti	142.40	158.10	-9.93%
Samtel Color	0.50	0.55	-9.09%

## BSE Top 5 Gainer

Company	15-Jul-16	Previous Close	% Change*
Commercial Sybags	34.55	28.80	19.97%
Barak Cement	23.20	19.35	19.90%
Mangalam Timber Prod	30.45	25.40	19.88%
JHS Svendgaard	35.90	29.95	19.87%
Lakshmi Energy&Food	29.00	24.20	19.83%

## BSE Top 5 Loser

Company	15-Jul-16	Previous Close	% Change*
Guj. Foils	29.45	36.75	-19.86%
India Steel Works	3.28	3.90	-15.90%
SE Power	8.18	9.66	-15.32%
Polo Hotels	10.36	11.80	-12.20%
Advance Syntex	10.50	11.73	-10.49%

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