

## Morning Notes

19-July-2016

## MARKET OUTLOOK

**Markets to get a positive but cautious start, IT stocks eyed ahead of Wipro earnings:** Today, the start is likely to remain positive but cautious on mixed regional cues, though there can be recovery too with the global rating agency reaffirming India's 'BBB-' rating with a stable outlook, while saying it would produce a 7.7 per cent growth rate for FY2017. However, Fitch expressed concern over deteriorating private investment and the still weak fiscal position. Meanwhile, the global financial services major Morgan Stanley too has revised upwards its India growth estimate for this year to 7.7 percent from 7.5 percent earlier, because of 'positive surprises' in the macro data.

## EQUITY MARKET WRAP UP

**Benchmarks end a volatile day with over a quarter percent cut:** Indian stocks markets turned volte-face on the first day of a new trading week, as what started on an optimistic note ended as a gloomy show. The optimism in domestic markets petered out completely by the end of trade and the benchmarks even drifted in to the negative territory for second consecutive session despite getting off to a gap-up opening. BSE Sensex ended lower by 89.84 points or 0.32% to 27746.66, while the CNX Nifty dropped 32.70 points or 0.38% to 8,508.70. The BSE Sensex touched a high and a low 28013.50 and 27697.69, respectively. The broader indices made a negative closing; the BSE Mid cap index ended down by 0.62%, while Small cap index was down by 0.48%.

## DEBT MARKET &amp; FOREX

- **Bond yields trade higher on Monday:** Bond yields traded higher on Monday amid reports that RBI governor Rajan has signaled the central bank won't cut interest rates at its review next month. Investors turned cautious with Prime Minister Narendra Modi seeking the Opposition's cooperation in the passage of GST Bill. Yields on new 10 year Government Stock were trading 1 basis point higher at 7.28% its previous close at 7.27% on Friday. The benchmark five-year interest rates were trading 2 basis points higher at 7.13% from its previous close at 7.11% on Friday.
- **Rupee ends weak against dollar on Monday:** Indian rupee ended weaker against dollar on Monday due to fresh demand for American currency from banks and importers. Besides, some losses in local equity markets and dollar gains against other currencies overseas too hit the rupee sentiment. Rupee ended 67.19, 12 paise weaker from its previous close at 67.07 on Friday. The currency touched a high and low of 67.21 and 67.05 respectively.

## ECONOMY &amp; MARKET PULSE

- India Inc's BCI improves to 57.2 in April-June 2016: CII survey
- UNIDO along with MNRE preparing roadmap for 100 MW CST in India
- CBEC plans to go completely electronic to speed up cargo clearances
- Entire world looking towards India for investment: Naidu
- OMCs slash price of petrol by Rs 2.25 per litre, diesel by 42 paise/litre
- Merchandise exports snaps 18 months declining trend, moves up by modest 1.27% in June

## Indices Performance

Index	18-Jul-16	Previous Close	% Change*
S&P BSE Sensex	27,746.66	27,836.50	-0.32%
CNX Nifty	8,508.70	8,541.40	-0.38%
CNX Midcap	14,195.70	14,282.20	-0.61%
CNX 500	7,162.25	7,194.40	-0.45%
S&P BSE Smallcap	11,922.35	11,979.69	-0.48%

## Global Markets

Index		Previous Close	% Change*
Dow Jones	18,533.05	18,516.55	0.09%
Nasdaq	5,055.78	5,029.59	0.52%
S&P 500	2,166.89	2,161.74	0.24%
FTSE	6,695.42	6,463.60	3.59%
CAC	4,357.74	4,372.51	-0.34%

## Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	5,838.75	4,429.50	1,409.25
DII Flows	1,615.85	2,054.94	-439.09

## Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	31,015.00	38.00	0.12%
Silver (1Kg)	47,167.00	-108.00	-0.23%
Crude Oil (1 barrel)	3,106.00	-43.00	-1.37%
Aluminium (1 Kg)	110.85	-0.60	-0.54%
Copper (1Kg)	334.45	0.45	0.13%

## Currency Market

Currency	18-Jul-16	Gains+/-Loss	% Change*
INR / 1 USD	67.1015	-0.04	-0.05%
INR / 1 GBP	88.6881	1.24	1.38%
INR / 1 EURO	74.1673	0.44	0.58%
INR / 100 JPY	63.5100	-0.13	-0.21%

## NSE Top 5 Gainers

Company	18-Jul-16	Previous Close	% Change*
Bedmutha Industries	21.90	18.25	20.00%
Jindal Hisar	51.75	43.85	18.02%
Usher Agro	23.25	19.90	16.83%
Nakoda	0.35	0.30	16.67%
MVL	0.35	0.30	16.67%

## NSE Top 5 Losers

Company	18-Jul-16	Previous Close	% Change*
MPS Infotecnics	0.10	0.15	-33.33%
Paras Petrofils	0.20	0.25	-20.00%
LCC Infotech	0.20	0.25	-20.00%
FCS Software Soltns.	0.30	0.35	-14.29%
Pearl Polymers	17.50	20.05	-12.72%

## BSE Top 5 Gainer

Company	18-Jul-16	Previous Close	% Change*
Bedmutha Industries	22.10	18.45	19.78%
Jindal Hisar	51.95	43.75	18.74%
Real Strips	11.59	9.80	18.27%
Usher Agro	23.25	19.90	16.83%
Aro Granite	78.00	67.00	16.42%

## BSE Top 5 Loser

Company	18-Jul-16	Previous Close	% Change*
Pearl Polymers	17.65	20.65	-14.53%
Manaksia Steels	12.15	13.50	-10.00%
Galada Power & Tele.	17.95	19.90	-9.80%
Surya Marketing	19.75	21.85	-9.61%
Filatex Fashions	6.00	6.60	-9.09%

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