

Morning Notes

01-Aug-2016

MARKET OUTLOOK

Markets to make a positive start of the new week and month: The Indian markets suffered sell-off in last session with major averages witnessing cut of over half a percent, today the start of the new week and month is likely to be in green and some recovery can be expected, tailing the gains in the other regional markets and eyeing the Manufacturing PMI data. Traders will be getting support with the government listing the Constitutional Amendment Bill for introduction of GST in Rajya Sabha for consideration and passage this week. Union Home Minister Rajnath Singh has expressed confidence over getting the long-pending GST bill passed in Parliament. Meanwhile, Union Finance Minister Arun Jaitley has said that India needs to see if the target of becoming a developed country can be achieved by 2030.

EQUITY MARKET WRAP UP

Benchmarks end a disappointing day with over a quarter percent cut; broader markets outclass: Indian stock indices showed a disappointing performance in Friday's trading session after a resilient show in previous one. Sentiments remained impacted with the Credit rating agency, ICRA stating that the Reserve Bank of India (RBI) is unlikely to cut policy rates in its upcoming monetary policy review on August 9, 2016. It said the central bank is expected to keep rates unchanged for now as the Consumer Price Index (CPI) inflation at around 5.8 per cent in June is close to upper end of the RBI's target of 4 per cent (+/- 2 per cent). BSE Sensex ended lower by 156.76 points or 0.56% to 28051.86, while the CNX Nifty dropped 27.80 points or 0.32% to 8,638.50. The BSE Sensex touched a high and a low 28233.47 and 28037.87, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 0.70%, while Small cap index was up by 0.23%.

DEBT MARKET & FOREX

- Bond yields trade flat on Friday:** Bond yields traded flat on Friday as investors awaited a fresh supply of government papers later today. Yields on new 10 year Government Stock were trading flat at its previous close at 7.19% on Thursday. The benchmark five-year interest rates were trading flat from its previous close at 7.06% on Thursday.
- Rupee strengthens a bit on dollar sales by banks and exporters:** Indian rupee strengthened a bit on Friday due to selling of American currency by banks and exporters. Investor's sentiments got some support with the report that foreign direct investment (FDI) into the country grew by 7 per cent to \$10.55 billion during the first quarter of the current financial year. Rupee ended 67.00, 3 paise stronger from its previous close at 67.03 on Thursday. The currency touched a high and low of 67.09 and 66.95 respectively.

ECONOMY & MARKET PULSE

- PM ask NITI Aayog to prepare a vision document to bring transformational changes
- States should supply power to industry at fixed rate: Piyush Goyal
- Some parties want more assurance that they do not lose their revenue power with GST
- Suresh Prabhu emphasizes on balancing act of Railway's commercial and social obligation
- India likely to receive normal monsoon rainfall this year: IMD

Indices Performance

Index	29-Jul-16	Previous Close	% Change*
S&P BSE Sensex	28,051.86	28,208.62	-0.56%
CNX Nifty	8,638.50	8,666.30	-0.32%
CNX Midcap	14,772.75	14,695.30	0.53%
CNX 500	7,330.00	7,338.65	-0.12%
S&P BSE Smallcap	12,309.95	12,281.68	0.23%

Global Markets

Index		Previous Close	% Change*
Dow Jones	18,432.24	18,456.35	-0.13%
Nasdaq	5,162.13	5,154.98	0.14%
S&P 500	2,173.60	2,170.06	0.16%
FTSE	6,724.43	6,463.60	4.04%
CAC	4,439.81	4,420.58	0.44%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	8,643.01	6,632.36	2,010.65
DII Flows	2,407.01	2,258.67	148.34

Commodity Market

Commodities (INR)		Gains+/Loss	% Change*
Gold (10gm)	31,549.00	518.00	1.67%
Silver (1Kg)	47,480.00	118.00	0.25%
Crude Oil (1 barrel)	2,782.00	10.00	0.36%
Aluminium (1 Kg)	109.60	1.70	1.58%
Copper (1Kg)	329.70	0.45	0.14%

Currency Market

Currency	29-Jul-16	Gains+/Loss	% Change*
INR / 1 USD	67.0340	0.02	0.03%
INR / 1 GBP	88.2972	0.13	0.14%
INR / 1 EURO	74.2737	0.09	0.12%
INR / 100 JPY	64.6900	-0.62	-0.97%

NSE Top 5 Gainers

Company	29-Jul-16	Previous Close	% Change*
MPS Infotecnics	0.15	0.10	50.00%
Rasoya Proteins	0.20	0.15	33.33%
LCC Infotech	0.30	0.25	20.00%
Creative Eye	4.15	3.50	18.57%
Salona Cotspin	37.20	31.45	18.28%

NSE Top 5 Losers

Company	29-Jul-16	Previous Close	% Change*
Pan India Corp.	0.20	0.25	-20.00%
GeeCee Ventures	172.90	211.30	-18.17%
Uttam Value Steels	0.30	0.35	-14.29%
FCS Software Soltns.	0.30	0.35	-14.29%
MVL	0.30	0.35	-14.29%

BSE Top 5 Gainer

Company	29-Jul-16	Previous Close	% Change*
KLRF Ltd	56.70	47.25	20.00%
ISL Consulting	19.20	16.00	20.00%
RS Software (India)	413.60	344.70	19.99%
Amarjothi Spg. Mills	101.55	84.65	19.96%
Salona Cotspin	36.55	30.50	19.84%

BSE Top 5 Loser

Company	29-Jul-16	Previous Close	% Change*
Powehouse Gym	15.85	19.80	-19.95%
GeeCee Ventures	173.10	211.95	-18.33%
Panasonic Energy Ind	320.20	382.15	-16.21%
De Nora India	358.60	413.65	-13.31%
Upsurge Investment	28.80	33.00	-12.73%

* % change is the over the previous days close.