

Morning Notes

05-Aug-2016

MARKET OUTLOOK

Markets to get a positive start on supportive regional cues: The Indian markets coming off their early euphoria of Goods and Services Tax (GST) Bill passage in Rajya Sabha made a flat closing in the last session. Today, the start is likely to be in green on supportive regional cues. Traders will also be getting some advantage with the government setting a target of April 1, 2017 for rollout of the Goods and Services Tax and unveiling a detailed roadmap for its implementation. Finance Minister Arun Jaitley has said the tax rate will be 'optimum' even as there were indications that it may be higher than 18 percent. However, there will be some cautiousness too, as the Revenue Secretary Hasmukh Adhia has listed seven challenges which need to be dealt with for smooth implementation of the Goods and Services Tax.

EQUITY MARKET WRAP UP

Indian markets reel under global pressure; settle with loss of over a percent: Indian benchmarks indices extended the sorrow of closing in the red territory for the fourth consecutive session on Wednesday, as worries over global economic growth prospects prompted marketmen to take profits off the table. The BSE Sensex ended lower by 284.20 points or 1.02% to 27697.51, while the CNX Nifty dropped 78.05 points or 0.91% to 8,544.85. The BSE Sensex touched a high and a low 28015.43 and 27647.14, respectively. The broader indices made a negative closing; the BSE Mid cap index ended down by 1.50%, while Small cap index was lower by 1.14%.

DEBT MARKET & FOREX

- **Bond yields trade lower on Thursday:** Bond yields traded lower on Thursday, after the Rajya Sabha passed the Goods and Services Tax (GST) Constitutional Amendment Bill, which aims to do away with multiple rates of taxation at each state's level and to replace those with a uniform rate nationwide. However, traders remained cautious ahead of the monetary policy meet next week.
- The benchmark five-year interest rates were trading 2 basis points lower at 7.07% from its previous close at 7.09% on Wednesday.
- **Rupee ends marginally stronger against dollar:** Indian rupee ended marginally stronger against dollar on Thursday due to increased selling of American currency by exporters and banks. The rupee ended at 66.92, 7 paise stronger from its previous close at 66.99 on Wednesday.

ECONOMY & MARKET PULSE

- Cabinet approves spectrum usage charge of 3%
- GST to increase tax points for the IT industry: Nasscom
- Petroleum Minister urges FM to reduce cess on domestically produced crude oil
- Rajya Sabha passes GST Constitutional Amendment Bill
- India can achieve 8% growth with supportive monetary and fiscal policies: S&P

Indices Performance

Index	4-Aug-16	Previous Close	% Change*
S&P BSE Sensex	27,714.37	27,697.51	0.06%
CNX Nifty	8,551.10	8,544.85	0.07%
CNX Midcap	14,594.65	14,519.70	0.52%
CNX 500	7,248.55	7,232.80	0.22%
S&P BSE Smallcap	12,127.78	12,080.49	0.39%

Global Markets

Index		Previous Close	% Change*
Dow Jones	18,352.05	18,355.00	-0.02%
Nasdaq	5,166.25	5,159.74	0.13%
S&P 500	2,164.25	2,163.79	0.02%
FTSE	6,740.16	6,463.60	4.28%
CAC	4,345.63	4,321.08	0.57%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,701.61	4,072.51	629.10
DII Flows	1,682.14	2,209.25	-527.11

Commodity Market

Commodities (INR)		Gains+/Loss	% Change*
Gold (10gm)	31,780.00	83.00	0.26%
Silver (1Kg)	47,677.00	6.00	0.01%
Crude Oil (1 barrel)	2,810.00	70.00	2.55%
Aluminium (1 Kg)	108.55	-1.30	-1.18%
Copper (1Kg)	322.25	-3.25	-1.00%

Currency Market

Currency	4-Aug-16	Gains+/Loss	% Change*
INR / 1 USD	66.9447	-0.01	-0.01%
INR / 1 GBP	89.0699	-0.06	-0.06%
INR / 1 EURO	74.5965	0.39	0.52%
INR / 100 JPY	65.9500	0.31	0.47%

NSE Top 5 Gainers

Company	4-Aug-16	Previous Close	% Change*
Rasoya Proteins	0.20	0.15	33.33%
Pan India Corp.	0.25	0.20	25.00%
RPG Cables	1,587.00	1,323.00	19.95%
Indo-National	1,006.85	841.75	19.61%
LCC Infotech	0.35	0.30	16.67%

NSE Top 5 Losers

Company	4-Aug-16	Previous Close	% Change*
MPS Infotecnics	0.10	0.15	-33.33%
IOL Chem & Pharma	119.10	147.65	-19.34%
Ramco Systems	549.15	654.65	-16.12%
TD Power Systems	218.05	252.25	-13.56%
Patel Integrated Log	105.45	117.30	-10.10%

BSE Top 5 Gainer

Company	4-Aug-16	Previous Close	% Change*
Indo-National	996.05	830.05	20.00%
Prabhat Telecoms	73.40	61.20	19.93%
Nishtha Fin.&Invest	16.39	13.79	18.85%
Pricol	120.10	106.45	12.82%
Ojas Asset Reconst.	14.50	12.89	12.49%

BSE Top 5 Loser

Company	4-Aug-16	Previous Close	% Change*
RCL Retail	10.40	13.00	-20.00%
Shri Krishna	8.05	10.00	-19.50%
IOL Chem & Pharma	118.70	147.40	-19.47%
Anil	193.20	230.90	-16.33%
Ramco Systems	548.70	654.25	-16.13%

* % change is the over the previous days close.