

Morning Notes

08-Aug-2016

MARKET OUTLOOK

Markets to extend gains on strong global cues: The Indian markets surged in last session on the back of global cues after aggressive stimulus measures were unveiled by the Bank of England, and on hopes of timely GST implementation. Today, the start of the new week is likely to be in green and the markets will be extending the gains on jubilant global cues. Today, the Lok Sabha will give the final parliamentary seal of approval to the enabling of the Constitution amendment bill for GST that the Rajya Sabha cleared last week. Prime Minister Narendra Modi has said that the Goods and Service Tax Bill will take India closer to achieving financial equality, adding that the Bill is an important legislation for 'ek bharat shreshth bharat (One India Excellent India)' initiative. Meanwhile, Finance Minister Arun Jaitley has said that Indian economy has defied global slowdown and geo-political tensions and is now poised to seize the opportunity to grow faster. Traders will also be getting some support with a joint study by Confederation of Indian Industry (CII) and the Indian Banks' Association (IBA) stating that the overall financial conditions index in India rose 28 per cent sequentially to 61.1 in the first quarter of 2016-17 from 47.8 in the previous quarter of 2015-16, indicating healthy improvement.

EQUITY MARKET WRAP UP

Boisterous benchmarks stages outstanding rally; Sensex ends above 28000 mark: Indian benchmark indices staged a blockbuster performance on the last day of the week by strongly rallying over a percent in the session and re-conquering their psychological levels. The BSE Sensex surged by 363.98 points or 1.31% to 28078.35, while the CNX Nifty rose by 132.05 points or 1.54% to 8,683.15. The BSE Sensex touched a high and a low 28110.37 and 27795.74, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 1.69%, while Small cap index was up by 1.47%.

DEBT MARKET & FOREX

- Bond yields trade marginally lower on Friday:** Bond yields traded lower on Friday after Finance Minister Arun Jaitley said the tax rate for GST will be 'optimum' even as there were indications that it may be higher than 18 percent.
- The benchmark five-year interest rates were trading 1 basis points lower at 7.06% from its previous close at 7.07% on Thursday.
- Rupee Strengthens on Friday along with equities :** Indian rupee made stronger closing against dollar on Friday due to increased selling of American currency by banks and exporters. The rupee ended at 66.78, 14 paise stronger from its previous close at 66.92 on Thursday. The currency touched a high and low of 66.89 and 66.74 respectively.

ECONOMY & MARKET PULSE

- Under GST, exemption on export should continue to promote overseas shipments: FIEO
- Govt extends MIP on 66 steel products for a period of two months
- Govt needs to resolve seven challenges before GST roll-out: Revenue Secretary
- Government may consider an anti-profiteering clause for consumers on implementation of GST
- GST rate at 18-20% will not impact the inflation: Finance Ministry

Indices Performance

Index	5-Aug-16	Previous Close	% Change*
S&P BSE Sensex	28,078.35	27,714.37	1.31%
CNX Nifty	8,683.15	8,551.10	1.54%
CNX Midcap	14,827.30	14,594.65	1.59%
CNX 500	7,364.05	7,248.55	1.59%
S&P BSE Smallcap	12,306.59	12,127.78	1.47%

Global Markets

Index		Previous Close	% Change*
Dow Jones	18,543.53	18,352.05	1.04%
Nasdaq	5,221.12	5,166.25	1.06%
S&P 500	2,182.87	2,164.25	0.86%
FTSE	6,793.47	6,463.60	5.10%
CAC	4,410.55	4,345.63	1.49%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,140.67	3,591.25	549.42
DII Flows	2,163.06	1,546.74	616.32

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	31,228.00	-552.00	-1.74%
Silver (1Kg)	46,225.00	-1452.00	-3.05%
Crude Oil (1 barrel)	2,786.00	-24.00	-0.85%
Aluminium (1 Kg)	109.95	1.40	1.29%
Copper (1Kg)	319.75	-2.50	-0.78%

Currency Market

Currency	5-Aug-16	Gains+/-Loss	% Change*
INR / 1 USD	66.8141	0.13	0.20%
INR / 1 GBP	87.7470	1.32	1.49%
INR / 1 EURO	74.4510	0.15	0.20%
INR / 100 JPY	66.1300	-0.18	-0.27%

NSE Top 5 Gainers

Company	5-Aug-16	Previous Close	% Change*
Farmax India	0.15	0.10	50.00%
Pan India Corp.	0.30	0.25	20.00%
Store One Retail	204.50	170.45	19.98%
Adhunik Industries	133.65	111.40	19.97%
Future MarketNetwork	33.40	27.85	19.93%

NSE Top 5 Losers

Company	5-Aug-16	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.10	-50.00%
MVL	0.35	0.40	-12.50%
ATN International	0.35	0.40	-12.50%
Revathi Equipments	741.65	832.15	-10.88%
Nicco Corpn	0.45	0.50	-10.00%

BSE Top 5 Gainer

Company	5-Aug-16	Previous Close	% Change*
GS Auto Intl.	15.84	13.20	20.00%
Store One Retail	203.70	169.75	20.00%
Kalyani Investment	1,252.00	1,043.35	20.00%
Adhunik Industries	138.80	115.70	19.97%
Medicamen Biotech	127.05	105.90	19.97%

BSE Top 5 Loser

Company	5-Aug-16	Previous Close	% Change*
Mathew Easow Res Sec	90.45	105.00	-13.86%
Aanchal Ispat	6.99	8.11	-13.81%
Revathi Equipments	739.60	841.00	-12.06%
Cals Refineries	0.08	0.09	-11.11%
Genera Agri Corp	2.50	2.80	-10.71%

* % change is the over the previous days close.