

Morning Notes

11-Aug-2016

MARKET OUTLOOK

Markets to get a cautious start, may see some recovery in latter trade: The Indian markets suffered sharp cuts in last session and the major averages slipped below their crucial support levels. Today, the start is likely to be cautious but some recovery can be expected after the big fall of last session, and traders will go for value picking. Meanwhile, Commerce and Industry Minister Nirmala Sitharaman has said that the full impact of the UK's decision to exit European Union on India may take some time to unfold. She added that the opportunities for India would depend on Great Britain's negotiations of terms of exit with the European Union and their future negotiated trade relations. There will be some action in the textile stocks, as the Lok Sabha passed the Taxation Laws (Amendment) Bill, 2016, relaxing the rules for the textile sector to avail itself of the income tax benefit on additional employment created.

EQUITY MARKET WRAP UP

Dalal Street witnesses bloodbath; Nifty slips below 8,600 mark: Wednesday's trading session turned out to be an awful session for the Indian benchmark indices, which crumbled like a 'house of cards' and went on to breach various key technical levels in the over a percent freefall. Finally, the BSE Sensex slumped by 310.28 points or 1.10% to 27774.88, while the CNX Nifty dropped 102.95 points or 1.19% to 8,575.30. The BSE Sensex touched a high and a low 28143.28 and 27736.62, respectively. The broader indices made a negative closing; the BSE Mid cap index ended down by 1.06%, while Small cap index was lower by 1.18%.

DEBT MARKET & FOREX

- Bond yields trade lower on Wednesday:** Bond yields traded lower on Wednesday as the underlying sentiment remains positive after the central bank announced a fresh round of open market purchase of notes, while sounding optimistic about meeting the inflation target for March 2017. The benchmark five-year interest rates were trading 3 basis points lower at 7.01% from its previous close at 7.04% on Tuesday.
- Rupee concludes stronger on Wednesday:** Indian rupee concluded stronger against dollar on Wednesday on sustained dollar sales by exporters and state run banks. Finally, the rupee ended at 66.71, stronger by 13 paise from its previous close of 66.84 on Tuesday. The currency touched a high and low of 66.78 and 66.67 respectively.

ECONOMY & MARKET PULSE

- Lok Sabha passes Employee's Compensation (Amendment) Bill, 2016
- Indirect and Direct tax collection jumps 30% and 24% respectively in April-July
- Govt takes action, issues demands to recover dues from six telecom companies
- Govt imposes anti-dumping duty on HR steel products from 6 nations
- 7th Pay Commission recommendations may stoke inflation: Moody's

Indices Performance

Index	10-Aug-16	Previous Close	% Change*
S&P BSE Sensex	27,774.88	28,085.16	-1.10%
CNX Nifty	8,575.30	8,678.25	-1.19%
CNX Midcap	14,714.25	14,887.15	-1.16%
CNX 500	7,277.00	7,368.45	-1.24%
S&P BSE Smallcap	12,192.06	12,338.22	-1.18%

Global Markets

Index		Previous Close	% Change*
Dow Jones	18,531.82	18,533.05	-0.01%
Nasdaq	5,204.58	5,225.48	-0.40%
S&P 500	2,175.49	2,181.74	-0.29%
FTSE	6,866.42	6,809.13	0.84%
CAC	4,452.01	4,468.07	-0.36%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	5,017.76	4,696.47	321.29
DII Flows	1,811.91	2,559.18	-747.27

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	31,359.00	86.00	0.27%
Silver (1Kg)	47,050.00	678.00	1.46%
Crude Oil (1 barrel)	2,811.00	-51.00	-1.78%
Aluminium (1 Kg)	109.55	-0.05	-0.05%
Copper (1Kg)	321.45	3.30	1.04%

Currency Market

Currency	10-Aug-16	Gains+/-Loss	% Change*
INR / 1 USD	66.7442	0.22	0.33%
INR / 1 GBP	87.0411	-0.05	-0.06%
INR / 1 EURO	74.3797	-0.20	-0.28%
INR / 100 JPY	65.8400	-0.48	-0.73%

NSE Top 5 Gainers

Company	10-Aug-16	Previous Close	% Change*
Birla Cotsyn (India)	0.10	0.05	100.00%
Farmax India	0.15	0.10	50.00%
Integra Garments	2.90	2.25	28.89%
AGC Networks	73.90	61.60	19.97%
Karma Energy Ltd	21.50	17.95	19.78%

NSE Top 5 Losers

Company	10-Aug-16	Previous Close	% Change*
Cura Technologies	3.50	21.50	-83.72%
VKS Projects	0.10	0.15	-33.33%
Gokaldas Exports	85.15	106.40	-19.97%
Shreyas Shipping	307.10	381.20	-19.44%
Pan India Corp.	0.25	0.30	-16.67%

BSE Top 5 Gainer

Company	10-Aug-16	Previous Close	% Change*
Dhoot Industrial Fin	48.00	40.00	20.00%
Karma Energy Ltd	20.10	16.75	20.00%
AGC Networks	73.85	61.55	19.98%
Tanfac Industries	46.00	40.45	13.72%
Aarvee Denims & Exp.	80.15	70.50	13.69%

BSE Top 5 Loser

Company	10-Aug-16	Previous Close	% Change*
Gokaldas Exports	85.05	106.30	-19.99%
Shreyas Shipping	308.00	378.95	-18.72%
Smiths & Founders	12.00	14.65	-18.09%
Vikas EcoTech	12.45	14.83	-16.05%
Nihar Info Global	14.00	16.00	-12.50%

* % change is the over the previous days close.