

Morning Notes

12-Aug-2016

MARKET OUTLOOK

Markets to extend the gains on supportive global cues: The Indian markets recovering from a volatile trade posted gains of over a quarter percent in the last session. Today, the start of the day is likely to be in green and the bourses will be extending the gains. Though, traders will be eyeing the key macro data of IIP and CPI inflation slated to be announced after the market hours. Meanwhile, Reserve Bank of India has included factoring transactions under priority sector lending with an aim to increase cash flow to small and medium enterprises. RBI said the factoring transactions taking place through TReDS shall also be eligible for classification under priority sector upon operationalisation of the platform. There will be buzz in the power stocks, as the government has said that there is no shortage of coal in the country and coal stock for 23 days is available with thermal power stations. Coal Minister Piyush Goyal has said that multi-dimensional efforts are underway by Coal India to substantially enhance coal production to meet the coal requirement.

EQUITY MARKET WRAP UP

Benchmarks snap two-day losing streak, Sensex ends above 27800 mark: After trading on a feeble note for most part of the session, domestic benchmarks managed to negotiate a close in the green terrain, breaking the two session downtrend, as continued heavy buying by foreign investors helped lift blue chips such as IDEA, BPCL, ITC even though overall sentiment remained cautious. Finally, the BSE Sensex gained 84.72 points or 0.31% to 27859.60, while the CNX Nifty rose by 16.85 points or 0.20% to 8,592.15. The BSE Sensex touched a high and a low 27902.39 and 27697.33, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 0.03%, while Small cap index was up by 0.02%.

DEBT MARKET & FOREX

- Bond yields trade lower on Thursday:** Bond yields traded lower on Thursday as sentiment remains buoyant after the central bank's open market operations. The benchmark five-year interest rates were trading flat from its previous close at 7.02% on Wednesday.
- Rupee ends weaker against dollar ahead of macroeconomic data:** Indian rupee depreciated against dollar on Thursday on demand for the American currency from importers and banks. Investors remained cautious ahead of the Consumer Price Index (CPI) inflation and index of industrial production (IIP) data to be scheduled on Friday. Finally the rupee ended at 66.84, weaker by 13 paise from its previous close of 66.71 on Wednesday. The currency touched a high and low of 66.91 and 66.81 respectively.

ECONOMY & MARKET PULSE

- Government to set up panel to review ecommerce rules, FDI
- India negotiating a broad-based BTIA with the EU: Nirmala Sitharaman
- Govt working out plan to utilise land banks of PSUs for economic growth
- Niti Aayog signs deal with US EIA to set up energy data portal
- Cabinet approves amendments to Foreign Exchange Management regulations for NBFCs

Indices Performance

Index	11-Aug-16	Previous Close	% Change*
S&P BSE Sensex	27,859.60	27,774.88	0.31%
CNX Nifty	8,592.15	8,575.30	0.20%
CNX Midcap	14,743.40	14,714.25	0.20%
CNX 500	7,289.50	7,277.00	0.17%
S&P BSE Smallcap	12,189.23	12,192.06	-0.02%

Global Markets

Index		Previous Close	% Change*
Dow Jones	18,613.52	18,495.66	0.64%
Nasdaq	5,228.40	5,204.58	0.46%
S&P 500	2,185.79	2,175.49	0.47%
FTSE	6,914.71	6,866.42	0.70%
CAC	4,503.95	4,452.01	1.17%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,306.58	3,805.80	500.78
DII Flows	1,870.93	2,492.58	-621.65

Commodity Market

Commodities (INR)		Gains+/Loss	% Change*
Gold (10gm)	31,327.00	-66.00	-0.21%
Silver (1Kg)	46,755.00	-360.00	-0.76%
Crude Oil (1 barrel)	2,912.00	100.00	3.56%
Aluminium (1 Kg)	110.35	0.75	0.68%
Copper (1Kg)	323.70	2.05	0.64%

Currency Market

Currency	11-Aug-16	Gains+/Loss	% Change*
INR / 1 USD	66.8571	-0.11	-0.17%
INR / 1 GBP	86.9543	0.09	0.10%
INR / 1 EURO	74.6526	-0.27	-0.37%
INR / 100 JPY	65.9100	-0.07	-0.11%

NSE Top 5 Gainers

Company	11-Aug-16	Previous Close	% Change*
ECE Inds	330.60	275.50	20.00%
Atlanta	60.30	50.25	20.00%
Chemf Alkalies	213.95	178.30	19.99%
Star Paper Mills	76.00	63.35	19.97%
Malu Paper Mills	17.50	14.60	19.86%

NSE Top 5 Losers

Company	11-Aug-16	Previous Close	% Change*
Farmax India	0.10	0.15	-33.33%
VKS Projects	0.10	0.15	-33.33%
Rasoya Proteins	0.15	0.20	-25.00%
KSS	0.15	0.20	-25.00%
Microsec Finl. Serv	48.75	56.90	-14.32%

BSE Top 5 Gainer

Company	11-Aug-16	Previous Close	% Change*
Chemf Alkalies	216.00	180.00	20.00%
Goyal Associates	2.16	1.80	20.00%
Malu Paper Mills	17.70	14.75	20.00%
Swastika Investmart	58.25	48.55	19.98%
Winsome Textile	42.95	35.80	19.97%

BSE Top 5 Loser

Company	11-Aug-16	Previous Close	% Change*
GCM Commodity	3.11	3.81	-18.37%
Dhoot Industrial Fin	40.35	48.00	-15.94%
Paushak	561.30	666.45	-15.78%
Ashok Alco Chem	110.05	129.65	-15.12%
Microsec Finl. Serv	48.90	56.35	-13.22%

* % change is the over the previous days close.