

## Morning Notes

16-Aug-2016

## MARKET OUTLOOK

**Markets to make a positive start of the truncated week:** The Indian markets before going for a long weekend posted strong gains in last trading session, today the start of the truncated week is likely to be in green, traders will first be reacting to the mixed economic data announced after the market hours on Friday, while the Index of Industrial Production (IIP) improved to 2.1% in June as compared to 1.2% in May, the consumer price index (CPI) rose for fourth straight month to 6.07% in July as compared to 5.76% in June 2016. Marketmen will be getting some encouragement with Prime Minister Narendra Modi, vowing to keep inflation under control stating that he has tried to stay away from populism which the past regimes practiced to get recognition while 'emptying the exchequer'. Meanwhile, Finance Minister Arun Jaitley has called for reforms at municipal and panchayat levels to complement the efforts of the Centre and the states to improve ease of doing business.

## EQUITY MARKET WRAP UP

**Sensex slams double century; extends rally for second successive session:** Indian benchmarks carried forward their northbound journey for yet another session on Friday, optimistic cues from Asian market helped the indices to surpass crucial support levels of 8,650 and 28,150 and move in higher trajectories. Finally, the BSE Sensex gained 292.80 points or 1.05% to 28152.40, while the CNX Nifty rose by 80.00 points or 0.93% to 8,672.15. The BSE Sensex touched a high and a low 28203.27 and 27900.91, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 0.83%, while Small cap index was up by 0.21%.

## DEBT MARKET &amp; FOREX

- Bond yields trade flat on Friday:** Bond yields traded flat on Friday as investors remained on the sidelines and refrained from any buying activity ahead of key economic data, industrial production (IIP) for June and consumer price index (CPI) for July, to be released today. The benchmark five-year interest rates were trading 1 basis points higher at 7.03% from its previous close at 7.02% on Thursday.
- Rupee ends marginally weaker against dollar:** Indian rupee depreciated against dollar on Friday due to demand for the dollar from importers and banks. Besides, dollar strengthened against the other currencies overseas too weighted on the rupee sentiment. Finally the rupee ended at 66.89, weaker by 5 paise from its previous close of 66.84 on Thursday.

## ECONOMY &amp; MARKET PULSE

- June IIP surges to 2.1% against 1.2% in May
- July CPI edge higher to 6.07% v/s 5.76% in June
- Coal stock for 23 days is available for power plant, no shortage of coal: Piyush Goyal
- Govt to get Rs 23,944 crore from clean environment cess in FY16-17
- Increase retirement funds' equity exposure for greater good: Assocham-Crisil study
- Govt to spend Rs 16,680 Crore on upgrading 1,000 km expressway.
- Amendment to Companies Act to ease fund flow to MSMEs: FM

## Indices Performance

Index	12-Aug-16	Previous Close	% Change*
S&P BSE Sensex	28,152.40	27,859.60	1.05%
CNX Nifty	8,672.15	8,592.15	0.93%
CNX Midcap	14,814.75	14,743.40	0.48%
CNX 500	7,347.45	7,289.50	0.79%
S&P BSE Smallcap	12,214.23	12,189.23	0.21%

## Global Markets

Index		Previous Close	% Change*
Dow Jones	18,636.05	18,576.47	0.32%
Nasdaq	5,262.02	5,232.89	0.56%
S&P 500	2,190.15	2,184.05	0.28%
FTSE	6,941.19	6,916.02	0.36%
CAC	4,497.86	4,500.19	-0.05%

## Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	5,051.00	4,410.06	640.94
DII Flows	1,908.44	2,300.91	-392.47

## Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	31,220.00	-107.00	-0.34%
Silver (1Kg)	46,088.00	-667.00	-1.43%
Crude Oil (1 barrel)	2,965.00	53.00	1.82%
Aluminium (1 Kg)	110.15	-0.20	-0.18%
Copper (1Kg)	317.10	-6.60	-2.04%

## Currency Market

Currency	12-Aug-16	Gains+/-Loss	% Change*
INR / 1 USD	66.8252	0.03	0.05%
INR / 1 GBP	86.6255	0.33	0.38%
INR / 1 EURO	74.4633	0.19	0.25%
INR / 100 JPY	65.4400	0.47	0.71%

## NSE Top 5 Gainers

Company	12-Aug-16	Previous Close	% Change*
MPS Infotecnics	0.15	0.10	50.00%
Rasoya Proteins	0.20	0.15	33.33%
KSS	0.20	0.15	33.33%
DQ Entertain.(Inter)	24.60	20.50	20.00%
Bharat Rasayan	1,356.40	1,130.35	20.00%

## NSE Top 5 Losers

Company	12-Aug-16	Previous Close	% Change*
BSL	63.35	78.40	-19.20%
Manaksia Coated	7.15	8.75	-18.29%
Aditya Birla Nuvo	1,290.30	1,562.50	-17.42%
J Kumar Infraproject	141.25	170.60	-17.20%
Raj Rayon Industries	0.25	0.30	-16.67%

## BSE Top 5 Gainer

Company	12-Aug-16	Previous Close	% Change*
Bharat Rasayan	1,348.80	1,124.00	20.00%
7Seas Entertain	15.60	13.00	20.00%
Pioneer Distilleries	126.05	105.05	19.99%
Auro Laboratories	28.60	23.85	19.92%
Goyal Associates	2.59	2.16	19.91%

## BSE Top 5 Loser

Company	12-Aug-16	Previous Close	% Change*
Dhoot Industrial Fin	32.30	40.35	-19.95%
Stellar Capital	7.23	9.00	-19.67%
BSL	63.10	78.10	-19.21%
Faze Three	24.70	30.00	-17.67%
Aditya Birla Nuvo	1,290.15	1,565.70	-17.60%

\* % change is the over the previous days close.