

Morning Notes

24-Aug-2016

MARKET OUTLOOK

Markets to start the penultimate session of F&O expiry on a cautious note: The Indian markets despite a volatile trade managed a positive close in last session. Today on the penultimate session of F&O series expiry, the start is likely to be cautious but in green, taking cues from the global markets. Traders will be getting some encouragement with rating agency Ind-Ra revising India's economic growth forecast to 7.8 percent for the ongoing fiscal on better monsoon. It has said the positive impact of monsoon on agriculture will support the overall GDP growth with its backward and forward linkages. Meanwhile, Prime Minister Narendra Modi has said that India's progress is incomplete without rapid expansion and upgradation of basic infrastructure. The Prime Minister underlined that the India story is also about resilience. 'When the world economy is weakening and slowing down, India is a ray of hope.' Also there are reports that India is renegotiating over a two-decade old tax treaty with Singapore and the revised protocol will take into account the concerns of both.

EQUITY MARKET WRAP UP

Fatigued markets settle with paltry gain: After trading on a feeble note for most part of the session, Indian benchmark indices managed to negotiate a close in the green terrain, breaking the two session downtrend, as market participants showed renewed buying interests in information technology and Banking counters. Finally, the BSE Sensex gained 4.67 points or 0.02% to 27990.21, while the CNX Nifty rose by 3.45 points or 0.04% to 8,632.60. The BSE Sensex touched a high and a low 28028.98 and 27854.43, respectively. The broader indices made a negative closing; the BSE Mid cap index ended down by 0.28%, while Small cap index was down by 0.07%.

DEBT MARKET & FOREX

- Bond yields trade higher on Tuesday:** Bond yields edged higher on Tuesday as the central bank included the benchmark paper for this week's debt sale in a surprising move, while traders may also refrain from adding positions ahead of fresh supply of state debt later today. The benchmark five-year interest rates were trading flat from its previous close at 7.07% on Monday.
- Rupee snaps three days losing streak:** Snapping three days losing streak, Indian rupee appreciated against dollar on Tuesday due to increased selling of American currency by exporters and banks. Finally the rupee ended at 67.06, stronger by 12 paise from its previous close of 67.18 on Monday. The currency touched a high and low of 67.16 and 67.04 respectively.

ECONOMY & MARKET PULSE

- Government to review performance of infrastructure sector
- NCAER's business confidence index grows 2.2% in June quarter
- Govt expects Urjit Patel to contain inflation within the target of 4%
- Govt to lease out bundle of national highway projects to private players for toll collection
- Indian economy on the edge to achieve growth rate of 7.5%: Pranab Mukherjee

Indices Performance

Index	23-Aug-16	Previous Close	% Change*
S&P BSE Sensex	27,990.21	27,985.54	0.02%
CNX Nifty	8,632.60	8,629.15	0.04%
CNX Midcap	15,058.15	15,086.00	-0.18%
CNX 500	7,359.75	7,363.80	-0.05%
S&P BSE Smallcap	12,433.78	12,442.47	-0.07%

Global Markets

Index		Previous Close	% Change*
Dow Jones	18,547.30	18,529.42	0.10%
Nasdaq	5,260.08	5,244.60	0.30%
S&P 500	2,186.90	2,182.64	0.20%
FTSE	6,868.51	6,828.54	0.59%
CAC	4,421.45	4,389.94	0.72%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	3,511.71	3,624.83	-113.12
DII Flows	1,729.99	2,181.86	-451.87

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	31,370.00	-9.00	-0.03%
Silver (1Kg)	44,496.00	-20.00	-0.04%
Crude Oil (1 barrel)	3,239.00	27.00	0.84%
Aluminium (1 Kg)	111.55	0.05	0.04%
Copper (1Kg)	313.80	-4.60	-1.44%

Currency Market

Currency	23-Aug-16	Gains+/-Loss	% Change*
INR / 1 USD	67.0885	0.11	0.16%
INR / 1 GBP	88.2885	-0.61	-0.70%
INR / 1 EURO	76.0381	-0.23	-0.30%
INR / 100 JPY	67.0300	-0.36	-0.54%

NSE Top 5 Gainers

Company	23-Aug-16	Previous Close	% Change*
Birla Cotsyn (India)	0.10	0.05	100.00%
KSS	0.20	0.15	33.33%
Paras Petrofils	0.25	0.20	25.00%
Rasoya Proteins	0.25	0.20	25.00%
Cinevista	7.80	6.50	20.00%

NSE Top 5 Losers

Company	23-Aug-16	Previous Close	% Change*
VKS Projects	0.05	0.10	-50.00%
Farmax India	0.10	0.15	-33.33%
Xchanging Solutions	80.80	101.00	-20.00%
Welspun India	66.10	82.60	-19.98%
Pan India Corp.	0.25	0.30	-16.67%

BSE Top 5 Gainer

Company	23-Aug-16	Previous Close	% Change*
Fortis MalarHospital	82.20	68.50	20.00%
Piramal Phytocare	92.10	76.75	20.00%
KP Energy	127.20	106.00	20.00%
HOV Services	120.40	100.35	19.98%
Cinevista	7.47	6.23	19.90%

BSE Top 5 Loser

Company	23-Aug-16	Previous Close	% Change*
VKS Projects	0.05	0.10	-50.00%
Farmax India	0.10	0.15	-33.33%
Xchanging Solutions	80.80	101.00	-20.00%
Welspun India	66.10	82.60	-19.98%
Pan India Corp.	0.25	0.30	-16.67%

* % change is the over the previous days close.