

TODAYS MARKET OUTLOOK

Markets to extend gains with a positive start

The Indian markets were first to see signs of recovery, wiping out an initial slump on the Italian premier's resignation. The global rating agency S&P has said that Italian referendum outcome may not have immediate implications for Italy's economic or budgetary policies beyond likely near-term changes in Italian politics.

The Nikkei/Markit Services Purchasing Managers' Index sank to 46.7 in November from October's 54.5, the first time since June 2015 that the index has gone below the 50 mark that separates growth from contraction.

The latest data, coupled with another last week that showed factory activity slumped as well, offers the first glimpse of the massive hit the economy is likely to take from the demonetisation drive.

Finally, the BSE Sensex gained 118.44 points or 0.45% to 26349.10, while the CNX Nifty rose 41.95 points or 0.52% to 8,128.75.

ECONOMY & MARKET PULSE

- Services PMI contracts sharply to 46.7 in November
- Niti Aayog announces incentives for cashless transaction by district administration
- Govt extends MIP on 19 steel products till 4 February
- GST council meeting remains inconclusive; to meet again on December 11 and 12
- India Ratings cuts GDP forecast by 100 bps to 6.8% for FY17

Indices Performance

Index	5-Dec-16	Previous Close	% Change*
S&P BSE Sensex	26,349.10	26,559.92	-0.79%
CNX Nifty	8,128.75	8,086.80	0.52%
CNX Midcap	14,608.70	14,514.85	0.65%
CNX 500	6,984.25	6,947.30	0.53%
S&P BSE Smallcap	12,114.72	12,250.42	-1.11%

Global Markets

Index		Previous Close	% Change*
Dow Jones	19,170.42	19,170.42	0.00%
Nasdaq	5,255.65	5,255.65	0.00%
S&P 500	2,200.65	2,191.12	0.43%
FTSE	6,730.70	6,730.70	0.00%
CAC	4,528.82	4,528.82	0.00%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,114.53	4,239.78	-125.25
DII Flows	1,381.33	1,217.69	163.64

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	28,063.00	287.00	-0.17%
Silver (1Kg)	41,358.00	399.00	0.05%
Crude Oil (1 barrel)	3,536.00	55.00	1.03%
Aluminium (1 Kg)	117.75	2.75	0.77%
Copper (1Kg)	406.70	4.05	2.52%

Currency Market

Currency	5-Dec-16	Gains+Loss	% Change*
INR / 1 USD	68.1703	0.20	0.29%
INR / 1 GBP	86.5354	-0.25	-0.29%
INR / 1 EURO	72.0424	1.00	1.36%
INR / 100 JPY	60.1100	-0.15	-0.25%