

TODAYS MARKET OUTLOOK

Markets to make gap-down opening on global selloff

Indian markets rallied on Thursday as the oil market downturn eased investors' concerns surrounding inflation and rising twin deficits. Today, the markets is likely to make gap-down opening, as global equity markets continued to tumble on worries about rising inflation and higher interest rates.

Back on domestic turf, traders may get some relief later in the day with private report that fears of the Reserve Bank of India going for a rate hike are overdone and there is still room for a 25 bps rate cut in the August monetary policy review, provided rains are normal.

However, markets pared some of their gains in last leg of trade, as anxiety spread among the traders with the exporters' body, Federation of Indian Export Organisations' (FIEO) statement that liquidity problems emanating from delay in refund of Goods and Services Tax (GST) is forcing exporters to turn down new orders. It also noted that micro, small and medium enterprises (MSMEs) are cutting their workforce due to cash crunch.

Finally, the BSE Sensex surged 330.45 points or 0.97% to 34,413.16, while the CNX Nifty was up by 100.15 points or 0.96% to 10,576.85.

ECONOMY & MARKET PULSE

- GST-led liquidity crisis forcing exporters to turn down new orders: FIEO
- Fresh bad loan accretion of PSBs almost stopped: Bibek Debroy
- Global green bond issuance likely to shoot up by 60% in 2018: Moody's
- RBI keeps repo rate unchanged at 6%; estimates inflation at 5.1% for Q4 FY18

Indices Performance

Index	8-Feb-18	Previous Close	% Change*
S&P BSE Sensex	34,413.16	34,175.38	0.70%
CNX Nifty	10,576.85	10,476.70	0.96%
CNX Midcap	19,827.60	19,480.20	1.78%
CNX 500	9,322.60	9,206.35	1.26%
S&P BSE Smallcap	18,131.19	17,803.77	1.84%

Global Markets

Index		Previous Close	% Change*
Dow Jones	24,893.35	24,912.77	-0.08%
Nasdaq	7,051.98	7,115.88	-0.90%
S&P 500	2,762.13	2,762.13	0.00%
FTSE	7,279.40	7,141.40	1.93%
CAC	5,255.90	5,161.81	1.82%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	5,897.78	6,898.87	-1,001.09
DII Flows	5,670.62	3,297.03	2,373.59

Commodity Market

Commodities (INR)		Gains+/Loss	% Change*
Gold (10gm)	30,107.00	4.00	0.37%
Silver (1Kg)	38,000.00	311.00	0.36%
Crude Oil (1 barrel)	3,931.00	3.00	-0.71%
Aluminium (1 Kg)	140.20	1.05	0.79%
Copper (1Kg)	440.20	3.00	-0.01%

Currency Market

Currency	8-Feb-18	Gains+/Loss	% Change*
INR / 1 USD	64.1616	-0.02	-0.04%
INR / 1 GBP	89.1910	0.31	0.34%
INR / 1 EURO	78.7455	0.69	0.87%
INR / 100 JPY	58.5000	0.21	0.36%