

Morning Notes

31-Dec-2015

MARKET OUTLOOK

Markets to start the final day of 2015 on a cautious note:

Today, the final day of the calendar year and the F&O December series, markets are likely to see a flat start with not any major cues from the regional markets, while the US markets ending lower overnight. Volatility can be expected in the latter part of the trade as traders will roll over positions to the January series. There will be some cautiousness in the markets with the head of the International Monetary Fund (IMF) Christine Lagarde stating that global economic growth will be "disappointing" next year.

EQUITY MARKET WRAP UP

Benchmarks edge lower ahead of F&O expiry: Indian frontline equity indices were pounded a day ahead of December series futures and options expiry, leading the key indices to undo all the good work done in last trading session and slip below the important psychological 7,900 (Nifty) and 26,000 (Sensex) levels. Sentiments remained down-beat with a report indicating the recovery in Indian economic activity remains tentative and narrowly focused in sectors such as roads, railways, power transmission and passenger vehicles. Finally, the BSE Sensex declined 119.45 points or 0.46% to 25960.03, while the CNX Nifty ended down by 32.70 points or 0.41% to 7,896.25. The BSE Sensex traded in a range of 26130.20 and 25939.25. There were 9 stocks advancing against 21 stocks declining on the index.

DEBT MARKET & FOREX

- Bond yields remain steady on Tuesday:** Bond yields traded steady on Tuesday after World Bank chief economist Kaushik Basu's statement that the Indian economy is expected to grow at 7 to 7.5 percent in 2016. Until October, the World Bank retained India's growth forecast at 7.5 percent for 2015-16 and expected it to be 7.8 percent in 2016-17 and 7.9 percent in 2017-18. Yields on new 10 year Government Stock were trading flat from its previous close at 7.75% on Tuesday. The benchmark five-year interest rates were trading flat from its previous close at 7.74% on Tuesday.
- Rupee ends flat against dollar on Wednesday:** Indian rupee ended flat against dollar on Wednesday on increased month-end demand for the US currency from importers. Further, weak trade in the equity market also hit the rupee sentiment. However, weakness in the US dollar against some currencies in the global market capped the rupee fall. Rupee ended flat at its previous close of 66.39 on Tuesday. The currency touched a high and low of 66.49 and 66.36 respectively.

ECONOMY & MARKET PULSE

- Indian economy is expected to grow at 7 to 7.5 percent in 2016: Kaushik Basu
- Indian economic recovery remains tentative: ICRA
- FDI flow into India surges 35% in last 17 months even as world saw slump: Amitabh Kant
- Govt approves 4 FDI proposals amounting Rs 1,810 crore
- Govt ready to launch NIIF with an initial corpus of Rs 40,000 crore

Indices Performance

Index	30-Dec-15	Previous Close	% Change*
S&P BSE Sensex	25,960.03	26,079.48	-0.46%
CNX Nifty	7,896.25	7,928.95	-0.41%
CNX Midcap	13,365.60	13,373.50	-0.06%
CNX 500	6,685.45	6,705.25	-0.30%
S&P BSE Smallcap	11,778.54	11,769.97	0.07%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,603.87	17,720.98	-0.66%
Nasdaq	5,065.85	5,107.94	-0.82%
S&P 500	2,063.36	2,078.36	-0.72%
FTSE	6,274.05	6,314.60	-0.64%
CAC	4,677.14	4,701.36	-0.52%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	2,280.53	2,218.39	62.14
DII Flows	1,414.35	1,488.76	-74.41

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	24,982.00	-148.00	-0.59%
Silver (1Kg)	33,390.00	-168.00	-0.50%
Crude Oil (1 barrel)	2,442.00	-72.00	-2.86%
Aluminium (1 Kg)	102.15	0.40	0.39%
Copper (1Kg)	318.40	1.75	0.55%

Currency Market

Currency	30-Dec-15	Gains+/-Loss	% Change*
INR / 1 USD	66.4243	0.05	0.08%
INR / 1 GBP	98.5471	-0.36	-0.37%
INR / 1 EURO	72.6018	-0.25	-0.34%
INR / 100 JPY	55.1700	0.01	0.02%

NSE Top 5 Gainers

Company	30-Dec-15	Previous Close	% Change*
ATN International	0.25	0.20	25.00%
Kaveri Telecom Prod	23.20	19.35	19.90%
Almondz Global Sec	14.50	12.10	19.83%
Nitco	46.00	38.40	19.79%
Mangalam Timber Prod	15.45	12.90	19.77%

NSE Top 5 Losers

Company	30-Dec-15	Previous Close	% Change*
Rasoya Proteins	0.20	0.25	-20.00%
Excel Realty	30.85	34.80	-11.35%
FCS Software Soltns.	0.45	0.50	-10.00%
Sundaram Multi Pap	3.25	3.60	-9.72%
Nicco Corpn	0.50	0.55	-9.09%

BSE Top 5 Gainer

Company	30-Dec-15	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.04	25.00%
Mangalam Timber Prod	16.20	13.50	20.00%
Maruti Infra	20.52	17.10	20.00%
Almondz Global Sec	14.54	12.12	19.97%
Weizmann	26.15	21.80	19.95%

BSE Top 5 Loser

Company	30-Dec-15	Previous Close	% Change*
Powerhouse Fitness	30.05	35.00	-14.14%
Elpro International	45.40	52.10	-12.86%
Suraj	61.10	69.20	-11.71%
Sadhana Nitro Chem	29.80	33.10	-9.97%
Fiberweb India	25.80	28.65	-9.95%

* % change is the over the previous days close.