

## Morning Notes

29-Feb-2016

## MARKET OUTLOOK

**Markets to get a cautious start of the big day of Budget:** The Indian markets made a good bounce back in the last session after the Economic Survey of the government gave encouraging signals for the economy, despite gloomy global outlook. Today, the big day of the markets is likely to get a cautious start, with all eyes on the Union Budget for 2016-17. Finance Minister Arun Jaitley while presenting his third and challenging Budget will have to give equal importance to the farm sector as well as the industry, amid back-to-back droughts and high industry expectation.

## EQUITY MARKET WRAP UP

**Benchmarks snap three-day losing streak; Nifty regains 7000 level:** Indian equity benchmarks snapped three-day losing streak as investors opted to buy beaten down but fundamentally strong stocks amid positive global cues. Sentiments got a boost after the Economic Survey said the government will likely meet its FY16 fiscal deficit target of 3.9 percent, while at the same time it also indicated that India's long run potential GDP growth is substantial, about 8 to 10 per cent. The BSE Sensex gained 178.30 points or 0.78% to 23154.30, while the CNX Nifty added 59.15 points or 0.85% to 7,029.75. The BSE Sensex touched a high and a low 23227.91 and 23021.94, respectively. The broader indices made a mixed closing; the BSE Mid cap index ended up by 0.30%, while Small cap index declined by 0.45%

## DEBT MARKET &amp; FOREX

- **Bond yields trade lower on Friday:** Bond yields trade lower on Friday as investors got support after the Reserve Bank of India (RBI) announced a \$1.75 billion bond purchase and said it would not allow debt issued by state governments as part of a bailout scheme for power companies to hit markets. The Yields on new 10 year Government Stock were trading 4 basis points lower at 7.82% from its previous close at 7.86% on Thursday. The benchmark five-year interest rates were trading 8 basis points lower at 8.03% from its previous close at 8.11% on Thursday.
- **Rupee ends stronger after optimistic Economic Survey:** Indian rupee ended stronger against dollar on Friday on the back of selling of the American currency by banks and exporters. Besides, dollar's weakness overseas and gains in equity market also added to the positive milieu of the domestic currency. The rupee sentiment was upbeat as the Economic Survey has revised upward India's GDP growth range to 7 to 7.75 per cent for 2015-16 against earlier government projected growth rate of 7 to 7.5 per cent. The rupee ended at 68.62, 10 paise stronger from its previous close of 68.72 on Thursday. The currency touched a high and low of 68.79 and 68.62 respectively.

## ECONOMY &amp; MARKET PULSE

- RBI tweaks SDR norms; banks to keep provisions of 15% of the loans value
- Spectrum sale can help meet FY17 3.5% fiscal gap target: India Ratings
- PM to meet secretaries of ministries on March 4 to review progress of infra projects

## Indices Performance

Index	26-Feb-16	Previous Close	% Change*
S&P BSE Sensex	23,154.30	22,976.00	0.78%
CNX Nifty	7,029.75	6,970.60	0.85%
CNX Midcap	11,518.20	11,538.45	-0.18%
CNX 500	5,852.90	5,816.50	0.63%
S&P BSE Smallcap	9,555.23	9,598.11	-0.45%

## Global Markets

Index		Previous Close	% Change*
Dow Jones	16,639.97	16,697.29	-0.34%
Nasdaq	4,590.47	4,582.20	0.18%
S&P 500	1,948.05	1,951.70	-0.19%
FTSE	6,096.01	6,012.80	1.38%
CAC	4,314.57	4,248.45	1.56%

## Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,965.03	6,027.88	-1,062.85
DII Flows	2,043.48	1,259.34	784.14

## Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	29,337.00	-437.00	-1.47%
Silver (1Kg)	36,250.00	-957.00	-2.57%
Crude Oil (1 barrel)	2,316.00	114.00	5.18%
Aluminium (1 Kg)	108.20	-0.05	-0.05%
Copper (1Kg)	327.05	7.15	2.24%

## Currency Market

Currency	26-Feb-16	Gains+/-Loss	% Change*
INR / 1 USD	68.7775	0.18	0.26%
INR / 1 GBP	96.0890	0.52	0.54%
INR / 1 EURO	76.0404	0.36	0.48%
INR / 100 JPY	61.0300	0.02	0.03%

## NSE Top 5 Gainers

Company	26-Feb-16	Previous Close	% Change*
Rasoya Proteins	0.25	0.20	25.00%
United Brew. (Hold)	22.05	18.40	19.84%
Mcdowell Holdings	26.90	22.45	19.82%
JCT Electronics	0.35	0.30	16.67%
Landmark PropertyDev	3.90	3.40	14.71%

## NSE Top 5 Losers

Company	26-Feb-16	Previous Close	% Change*
VKS Projects	0.05	0.10	-50.00%
Pudumjee Industries	9.70	15.50	-37.42%
Paras Petrofils	0.15	0.20	-25.00%
Farmax India	0.15	0.20	-25.00%
Titagarh Wagons	91.60	112.65	-18.69%

## BSE Top 5 Gainer

Company	26-Feb-16	Previous Close	% Change*
Birla Cotsyn (India)	0.05	0.04	25.00%
Mcdowell Holdings	27.95	23.30	19.96%
United Brew. (Hold)	22.25	18.55	19.95%
Cals Refineries	0.07	0.06	16.67%
GEE	36.80	32.20	14.29%

## BSE Top 5 Loser

Company	26-Feb-16	Previous Close	% Change*
Prime Prop. Dev Corp	19.60	24.50	-20.00%
White Diamond Inds.	21.35	26.65	-19.89%
Pudumjee Industries	10.75	13.40	-19.78%
Superb Papers	37.50	46.65	-19.61%
Titagarh Wagons	91.95	113.35	-18.88%

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