

Morning Notes

10-Jun-2016

MARKET OUTLOOK

Markets to make a soft-to-flat start on sluggish global cues:

The Indian markets suffered sharp cuts in last session and the major averages lost about a percent. Today, the start is likely to remain soft tailing the weak global cues and traders will be eyeing the Industrial production data slated to be announced later in the day, the IIP for March 2016 was just 0.1 per cent higher as compared to the level in March 2015. There will be some buzz in tobacco companies, as the NITI Aayog has raised certain issues on the proposal to completely ban foreign direct investment (FDI) in the tobacco sector, as the ban would eliminate the possibility of indirect flow of overseas funds to the tobacco sector.

EQUITY MARKET WRAP UP

Benchmarks witness bloodbath; Sensex slips below 26,800 mark:

Indian markets after witnessing consolidation in the previous session, succumbed to intensified selling pressure on Thursday that dragged the benchmarks down by around a percent. Sentiments remained down-beat with the report that the World Bank lowered India's growth projections by 0.2% to 7.6% for 2016-17 and 7.7% in 2017-18, citing the drag by exports on economic activity. BSE Sensex ended lower by 257.20 points or 0.95% to 26763.46, while the CNX Nifty dropped 69.45 points or 0.84% to 8,203.60. The BSE Sensex touched a high and a low 26994.91 and 26692.35, respectively. The broader indices made a mixed closing; the BSE Mid cap index ended down by 0.47%, while Small cap index up by 0.04%.

DEBT MARKET & FOREX

- **Bond yields trade higher on Thursday:** Bond yields traded higher on Thursday as investors refrain from adding to their long positions ahead of the release of retail inflation data next week. Yields on new 10 year Government Stock were trading 1 basis point higher at 7.49% from its previous close at 7.48% on Wednesday.
- **Rupee snaps five-day gaining streak:** Snapping its five-day winning streak, Indian rupee depreciated against dollar on Thursday due to demand for greenback by banks and importers. The domestic currency further surrendered its early gain after sharp fall in the local equity markets. Besides, investors remained cautious ahead of the release the April factory output data on 10 June. Rupee ended at 66.71, 6 paise weaker from its previous close at 66.65 on Wednesday. The currency touched a high and low of 66.78 and 66.55 respectively.

ECONOMY & MARKET PULSE

- FM reviews progress of operationalising NIIIF
- Inflation would average 5% in FY17: Crisil
- Logistics Exchange Memorandum of Agreement soon to become reality
- Indian economy on a right track, picking up further: Raghuram Rajan
- Public comments invited to amend debt recovery laws

Indices Performance

Index	9-Jun-16	Previous Close	% Change*
S&P BSE Sensex	26,763.46	27,020.66	-0.95%
CNX Nifty	8,203.60	8,273.05	-0.84%
CNX Midcap	13,380.60	13,422.30	-0.31%
CNX 500	6,857.75	6,901.80	-0.64%
S&P BSE Smallcap	11,385.07	11,381.03	0.04%

Global Markets

Index		Previous Close	% Change*
Dow Jones	17,985.19	18,005.05	-0.11%
Nasdaq	4,958.62	4,974.64	-0.32%
S&P 500	2,112.13	2,109.41	0.13%
FTSE	6,231.89	6,301.50	-1.10%
CAC	4,405.61	4,448.73	-0.97%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	4,219.06	3,678.48	540.58
DII Flows	1,507.03	1,824.77	-317.74

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	29,937.00	308.00	1.04%
Silver (1Kg)	40,909.00	655.00	1.63%
Crude Oil (1 barrel)	3,373.00	-23.00	-0.68%
Aluminium (1 Kg)	105.20	-0.90	-0.85%
Copper (1Kg)	301.70	-2.45	-0.81%

Currency Market

Currency	9-Jun-16	Gains+/-Loss	% Change*
INR / 1 USD	66.6250	0.11	0.17%
INR / 1 GBP	96.7195	0.36	0.37%
INR / 1 EURO	75.8925	-0.07	-0.10%
INR / 100 JPY	62.4100	-0.15	-0.24%

NSE Top 5 Gainers

Company	9-Jun-16	Previous Close	% Change*
Birla Cotsyn (India)	0.10	0.05	100.00%
KSS	0.20	0.15	33.33%
MVL	0.30	0.25	20.00%
Electrotherm India	63.95	53.30	19.98%
OCL Iron and Steel	12.60	10.55	19.43%

NSE Top 5 Losers

Company	9-Jun-16	Previous Close	% Change*
MPS Infotecnics	0.05	0.10	-50.00%
VKS Projects	0.10	0.15	-33.33%
Paras Petrofils	0.15	0.20	-25.00%
Rasoya Proteins	0.15	0.20	-25.00%
RaiSaheb RMohota Spg	86.50	99.95	-13.46%

BSE Top 5 Gainer

Company	9-Jun-16	Previous Close	% Change*
Vista Pharma	16.62	13.85	20.00%
Surat Textile Mills	3.12	2.60	20.00%
Electrotherm India	63.10	52.60	19.96%
OCL Iron and Steel	12.39	10.33	19.94%
Marg Ltd.	12.82	10.69	19.93%

BSE Top 5 Loser

Company	9-Jun-16	Previous Close	% Change*
Virtual Global Educ.	4.44	5.21	-14.78%
Mathew Easow Res Sec	98.25	114.90	-14.49%
Cals Refineries	0.06	0.07	-14.29%
Birla Cotsyn (India)	0.06	0.07	-14.29%
RaiSaheb RMohota Spg	87.10	100.00	-12.90%

* % change is the over the previous days close.