

Morning Notes

15-July-2016

MARKET OUTLOOK

Markets to continue the gaining momentum with a positive start: The Indian markets returned to the jubilation mood and moved higher in the last session after a day of mild consolidation. Today, the start is likely to be good on euphoric global cues and supported by the better than expected Q1 numbers from IT bellwether TCS. The company reported a 9.4% rise in net profit during the first quarter, after new cloud computing and mobile services helped shore up revenue. Today, all eyes will be on other two major result announcements of Infosys and Reliance Industries. Marketmen will also be getting some support with report that Monsoon rains in India were 11 per cent above average in the week ended July 13.

EQUITY MARKET WRAP UP

Indian equities resume uptrend; Sensex regains 27900 mark: A session after displaying a distressing performance, Indian benchmark indices managed to pull through a scintillating performance by vivaciously rallying over half a percent on Thursday, as investors turned cheerful after reports of talks between the Congress and the government fuelled hopes that the crucial Goods and Services Tax (GST) Bill is likely to be passed soon. BSE Sensex surged 126.93 points or 0.46% to 27942.11, while the CNX Nifty rose 45.50 points or 0.53% to 8,565.00. The BSE Sensex touched a high and a low 27967.77 and 27763.15, respectively. The broader indices made a positive closing; the BSE Mid cap index ended up by 0.54%, while Small cap index was up by 0.73%.

DEBT MARKET & FOREX

- **Bond yields remain flat on Thursday:** Bond yields remained steady on Thursday amid lack of fresh triggers. Investors remained cautious with the main opposition Congress ahead of the Monsoon session of Parliament, stating that there is no change in its stand on the three principal demands on the Goods and Services Tax (GST) bill and it is still awaiting the government's offer on the issue. Yields on new 10 year Government Stock were trading flat from its previous close at 7.28% on Wednesday. The benchmark five-year interest rates were trading 2 basis points higher at 7.13% from its previous close at 7.11% on Wednesday.
- **Rupee ends stronger along with equities:** Indian rupee ended substantially stronger on fresh selling of American currency by banks and exporters. Besides, healthy growth in the domestic equity market and dollar weakness against other currencies overseas added to the rupee gains. Rupee ended 66.91, 14 paise stronger from its previous close at 67.05 on Wednesday. The currency touched a high and low of 67.03 and 66.87 respectively.

ECONOMY & MARKET PULSE

- Government should move to a flat 1 per cent levy for SUC as suggested by Trai : COAI
- India to lead oil demand growth: OPEC
- WPI inflation spikes to 1.62% in June vs 0.79 % in May
- Government imposes anti-dumping duty of \$1.22 per kg on 'R-134a'
- Just in: June WPI rises to 1.62% v/s 0.79% in May

Indices Performance

Index	14-Jul-16	Previous Close	% Change*
S&P BSE Sensex	27,942.11	27,815.18	0.46%
CNX Nifty	8,565.00	8,519.50	0.53%
CNX Midcap	14,338.80	14,258.80	0.56%
CNX 500	7,215.35	7,177.00	0.53%
S&P BSE Smallcap	12,068.57	11,981.30	0.73%

Global Markets

Index		Previous Close	% Change*
Dow Jones	18,506.41	18,372.12	0.73%
Nasdaq	5,034.06	5,005.73	0.57%
S&P 500	2,163.75	2,152.43	0.53%
FTSE	6,654.47	6,463.60	2.95%
CAC	4,385.52	4,335.26	1.16%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	5,081.45	4,757.79	323.66
DII Flows	1,445.86	2,320.01	-874.15

Commodity Market

Commodities (INR)		Gains+/-Loss	% Change*
Gold (10gm)	30,950.00	-324.00	-1.04%
Silver (1Kg)	47,509.00	-321.00	-0.67%
Crude Oil (1 barrel)	3,046.00	39.00	1.30%
Aluminium (1 Kg)	112.10	0.50	0.45%
Copper (1Kg)	333.50	-0.80	-0.24%

Currency Market

Currency	14-Jul-16	Gains+/-Loss	% Change*
INR / 1 USD	66.9136	0.29	0.43%
INR / 1 GBP	88.5468	0.74	0.83%
INR / 1 EURO	74.3544	-0.01	-0.01%
INR / 100 JPY	63.3800	1.15	1.78%

NSE Top 5 Gainers

Company	14-Jul-16	Previous Close	% Change*
Solar Industries	688.70	129.91	430.14%
Paras Petrofils	0.25	0.20	25.00%
LCC Infotech	0.30	0.25	20.00%
Menon Bearings	83.55	69.65	19.96%
Manaksia Steels	12.20	10.20	19.61%

NSE Top 5 Losers

Company	14-Jul-16	Previous Close	% Change*
VKS Projects	0.05	0.10	-50.00%
Nakoda	0.30	0.35	-14.29%
MVL	0.30	0.35	-14.29%
REI Six Ten Retail	0.50	0.55	-9.09%
Bilpower	1.55	1.70	-8.82%

BSE Top 5 Gainer

Company	14-Jul-16	Previous Close	% Change*
Commercial Synbags	28.80	24.00	20.00%
Bajaj Steel Inds.	169.30	141.10	19.99%
Menon Bearings	82.60	68.85	19.97%
Dion Global Solution	88.65	73.90	19.96%
Manaksia Steels	12.09	10.08	19.94%

BSE Top 5 Loser

Company	14-Jul-16	Previous Close	% Change*
Powerhouse Gym	25.40	29.85	-14.91%
MFL India	0.54	0.60	-10.00%
Galada Power & Tele.	22.10	24.55	-9.98%
Omnitech Infosolutn	3.25	3.60	-9.72%
MPS Infotecnics	0.10	0.11	-9.09%

* % change is the over the previous days close.