

TODAYS MARKET OUTLOOK

Markets to make pessimistic start on weak global cues

Indian shares witnessed bloodbath on Friday, as rising oil prices, fiscal deficit woes and the Budget proposal to levy long-term capital gains tax on equities raised concerns over reduced capital inflows into the stock market.

Today, the start is likely to be on the negative side amid weak global cues. Traders will remain concerned with Fitch Ratings' statement that high debt burden of the government constrains India's rating upgrade, after Finance Minister Arun Jaitley projecting a fiscal deficit of 3.5 per cent of GDP against the earlier target of 3.2 per cent.

Traders failed to draw any solace with Finance Minister Arun Jaitley's statement that India's \$2.5 trillion economy is now firmly on course to register a strong growth rate of over 8% and indicated that the country has grown on an average of 7.5% in the first three years of the Modi government.

Finally, the BSE Sensex tumbled 839.91 points or 2.34% to 35,066.75, while the CNX Nifty was down by 256.30 points or 2.33% to 10,760.60.

ECONOMY & MARKET PULSE

- Govt lowers market borrowing to Rs 4.07 lakh crore for next fiscal year
- India's telecom sector likely generate 4 lakh new jobs in 5 years: Sinha
- Indian economy firmly on course to register strong growth of over 8%: Jaitley
- Fiscal deficit projection of 3.3% for FY19 in Budget achievable: Moody's

Indices Performance

Index	4-Feb-18	Previous Close	% Change*
S&P BSE Sensex	35,066.75	35,769.79	-1.97%
CNX Nifty	10,760.60	11,016.90	-2.33%
CNX Midcap	19,760.35	20,657.40	-4.34%
CNX 500	9,409.80	9,687.05	-2.86%
S&P BSE Smallcap	17,847.53	18,658.26	-4.35%

Global Markets

Index		Previous Close	% Change*
Dow Jones	25,520.96	26,149.39	-2.40%
Nasdaq	7,240.95	7,411.48	-2.30%
S&P 500	2,762.13	2,690.16	2.68%
FTSE	7,443.40	7,533.60	-1.20%
CAC	5,364.98	5,481.93	-2.13%

Institutional Flows (Equity)

Description (Rs in Cr)	Purchases	Sales	Net
FII Flows	7,721.20	6,555.36	1,165.84
DII Flows	4,945.30	5,454.08	-508.78

Commodity Market

Commodities (INR)		Gains+Loss	% Change*
Gold (10gm)	30,336.00	4.00	-0.36%
Silver (1Kg)	38,651.00	311.00	-1.67%
Crude Oil (1 barrel)	4,186.00	3.00	-0.21%
Aluminium (1 Kg)	141.70	1.05	-0.60%
Copper (1Kg)	452.75	3.00	-0.43%

Currency Market

Currency	4-Feb-18	Gains+Loss	% Change*
INR / 1 USD	64.0781	-0.47	-0.73%
INR / 1 GBP	91.3369	-1.16	-1.29%
INR / 1 EURO	80.0335	-1.09	-1.37%
INR / 100 JPY	58.3600	-0.27	-0.46%