

Morning Glance

Equity Research Desk

Indices	Value	Pts	Chg (%)
SENSEX	27034.50	(274.10)	(1.00)
NIFTY	8349.35	(85.75)	(1.02)
SGX NIFTY*	8355.50	(16.50)	(0.20)
DOW Jones	19827.25	94.85	0.48
S&P 500	2271.31	7.62	0.34
Nasdaq	5555.33	15.25	0.28
FTSE	7198.44	(10.00)	(0.14)
CAC	4850.67	9.53	0.20
DAX	11630.13	33.24	0.29
Shanghai Composite*	3122.83	21.53	0.69
Nikkei*	19137.91	65.66	0.34
Hang Seng*	22885.91	(164.05)	(0.71)

*As at 8.30 am

Most Active Call & Put Symbol	Strike Price	OI	Chg (%)
NIFTY	8400 CE	5483175	24.99
NIFTY	8400 PE	4195950	(21.36)

Commodity	Value	Pts	Chg (%)
NYMEX Crude (USD)	52.42	1.05	2.04
Brent Crude (USD)	55.49	1.33	2.46
Gold (INR)	28625	34.00	0.12
Silver (INR)	41425	100.00	0.24
Copper (INR)	395	3.45	0.88
Zinc (INR)	187	1.00	0.54
Cotton (INR)	20200	(40.00)	(0.20)

Currency	Value	Pts	Chg (%)
USD/Rupee	68.18	0.06	0.09
Euro/Rupee	72.81	0.00	0.00
Pound/Rupee	84.19	(0.01)	(0.01)
Euro /USD	1.07	0.00	0.37
Dollar Index	100.74	(0.41)	(0.41)

Volatility	Value	Pts	Chg (%)
CBOE VIX	11.54	(1.24)	(9.70)
India VIX	15.79	0.77	5.13

Interest Rates	Value	Bps change
India 10-Yr Yield	6.46%	(1)
US 10-Yr Yield	2.47%	(1)

Trade Statistics	BSE	NSE	F & O
Turnover (INR Crs)	2574.79	19974.83	416475.67
Advance (Nos)	845 (30%)	338 (21%)	NA
Declines (Nos)	1861 (67%)	1205 (75%)	NA
Unchanged	82 (3%)	56 (4%)	NA

Market Summary

The market ended on a negative note on Friday. The market breadth was negative with 2 losers for every 1 gainer on BSE. 845 shares advanced whereas 1861 shares declined and 82 shares were unchanged on BSE.

BSE Sensex plunged 274 points or 1.0% to close at 27035. Nifty 50 declined 86 points or 1.0% to settle at 8349. BSE Mid-Cap index lost 197 points or 1.5% to settle at 12584. BSE Small-Cap index declined 165 points or 1.3% to settle at 12761.

Top gainer in BSE Sensex were Bharti Airtel (1.3%), Asian Paints (0.6%), ITC (0.6%), Bajaj Auto (0.2%) and HDFC Bank (0.2%) whereas top loser in BSE were Axis Bank (6.9%), Adani Ports (3.6%), SBI (2.8%), Tata Steel (2.7%) and BHEL (2.5%).

US markets closed positive, Dow Jones Industrial Average closed at 19827, gaining 95 points (0.5%), S&P 500 was up 8 points (0.3%) to close at 2271 and Nasdaq advanced 15 points (0.3%) to close at 5555.

European markets closed mixed, FTSE declined 10 points (0.1%) to close at 7198, CAC was up 10 points (0.2%) to close at 4851 and DAX gained 33 points (0.3%) to close at 11630.

Macro News

- Claiming that demonetization has affected country's growth, a major central revenue body has asked Finance Minister to not to implement Goods and Services Tax (GST) in a hurry and threatened to take legal recourse in case their concerns are not addressed. It termed as "illegal" certain decisions taken by Jaitley-headed GST Council and demanded a correction. It also sought that the officer's body be consulted before any final decision is taken.
- In order to encourage banks to provide education loans, the Reserve Bank of India (RBI) has said rescheduling of payment period of such loans due to unemployment of borrower will not be treated as restructured accounts for computing NPAs. Banks may allow up to three spells of moratorium (not exceeding 6 months each) during life cycle of education loan.
- The PHD Chamber of Commerce and Industry (PHDCCI) has urged the Finance Minister Arun Jaitley to cut the corporate tax rate from 30% to 25% at one go in the upcoming budget. A case was also made with the Finance Minister that the minimum alternate tax rate should not exceed 12.5. PHDCCI top brass has also urged the Finance Minister to ensure that banks fund domestic acquisitions.

Institutional Activity	Cash	
	20-Jan	Jan 2017
FIIs (INR Crs)		
Buy	4511	49165
Sell	4537	52217
Net	(26)	(3052)
DII (INR Crs)		
Buy	2364	35298
Sell	2540	32746
Net	(175)	2553

FII Derivative Statistics (NSE)				
Particulars	Buy (INR Crs)	Sell (INR Crs)	OI (Nos)	Chg (%)
INDEX FUTURES	3202.61	2765.76	277352	(3.54)
INDEX OPTIONS	41037.19	40278.98	1199586	2.36
STOCK FUTURES	13813.15	14469.00	949385	2.43
STOCK OPTIONS	5813.64	6071.39	115983	3.06
Total	63866.59	63585.13		

Gainers & Losers	Price	Chg (%)
Gainers (INR)		
Bharti Airtel	320.70	1.31
Asian Paints	965.80	0.60
ITC	255.45	0.59
Bajaj Auto	2702.00	0.22
HDFC Bank	1236.65	0.15
Losers (INR)		
Axis Bank	450.50	(6.86)
Adani Ports	284.40	(3.59)
SBI	251.00	(2.83)
Tata Steel	454.60	(2.68)
BHEL	129.10	(2.49)

Sectoral Performance	Value	Pts	Chg (%)
S&P BSE Small Cap	12761.01	(164.57)	(1.27)
S&P BSE Mid-Cap	12583.89	(197.28)	(1.54)
S&P BSE Auto	21250.41	(206.53)	(0.96)
S&P BSE BANKEX	21540.08	(388.10)	(1.77)
S&P BSE Capital Goods	14492.90	(226.13)	(1.54)
S&P BSE FMCG	8497.09	8.64	0.10
S&P BSE Healthcare	14841.42	(151.06)	(1.01)
S&P BSE IT	9832.31	(82.14)	(0.83)
S&P BSE Metals	11145.52	(270.68)	(2.37)
S&P Oil & Gas	12495.96	(170.49)	(1.35)

Key News

Motherson Sumi offers to buy Finland's PKC Group for \$609 mn

Motherson Sumi has made a \$609 mn offer to buy Finland's PKC Group, which makes wiring harnesses for trucks. PKC Group revenue stood at INR 6,100 cr and has strong presence in markets like America and Europe in its wiring harness business. Motherson Sumi gets ~14-15% of its revenue from wiring segment and acquisition is expected to double the contribution from wiring.

Canara Bank reported 3x jump in PAT to INR 321.8 cr

Canara bank's total income rose marginally to INR 12,079.3 cr vis-à-vis INR 12,050 cr. Bank's GNPA's as a percentage of total advances rose to 9.97% from 5.84% a year ago. Canara Bank reported nearly 3-fold jump in net profit to INR 321.8 cr in Q3FY17.

Adani Power reports net loss of INR 325 cr in Q3FY17

Total income from operations in Q3 declined ~6% YoY to INR 5,813 cr. EBITDA reduced by 15.9% to INR 1,708 cr, mainly due to lower merchant tariff. EBITDA margin declined by ~350 bps to 29%. Adani Power reported net loss of INR 325 cr vis-à-vis net profit of INR 104 cr a year ago.

Mindtree reports ~26% drop in Q3 PAT

Company reported ~4.7% YoY growth in revenue to \$192.2 mn in dollar terms. Mindtree added \$300 mn worth contracts in Q3FY17. Company reported 26% drop in its net profit to INR 103 cr due to poor performance of its US and Europe subsidiaries.

Key Results today

GSFC, HUL, IDEA, PFC, NOCIL etc.

EX-Dividend Today

TCS, Bajaj Corp

International Data

Country	Data	Forecast	Previous
Japan	Flash Manufacturing	NA	52.4

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