

# Morning Glance

## Equity Research Desk

Indices	Value	Pts	Chg (%)
SENSEX	34005.76	(407.40)	(1.18)
NIFTY	10454.95	(121.90)	(1.15)
SGX NIFTY*	10516.50	59.50	0.57
DOW Jones	24190.90	330.44	1.38
S&P 500	2619.55	38.55	1.49
Nasdaq	6874.49	97.33	1.44
FTSE	7092.43	(78.26)	(1.09)
CAC	5079.21	(72.47)	(1.41)
DAX	12107.48	(152.81)	(1.25)
Shanghai Composite*	10262.10	260.87	2.61
Nikkei*	5832.20	(5.80)	(0.10)
Hang Seng*	10465.75	94.00	0.91

\*As at 8.30 am

Most Active Call & Put Symbol	Strike Price	OI	Chg (%)
NIFTY	10600 CE	2550675	19.83
NIFTY	10500 PE	4027350	9.92

Commodity	Value	Pts	Chg (%)
NYMEX Crude (USD)	59.83	0.63	1.06
Brent Crude (USD)	63.33	0.54	0.86
Gold (INR)	30009	(98.00)	(0.33)
Silver (INR)	37578	(422.00)	(1.11)
Copper (INR)	433	(7.30)	(1.66)
Zinc (INR)	218	(3.55)	(1.60)
Cotton (INR)	20020	(160.00)	(0.79)

Currency	Value	Pts	Chg (%)
USD/Rupee	64.40	0.14	0.22
Euro/Rupee	78.81	0.09	0.11
Pound/Rupee	89.09	(0.34)	(0.38)
Euro /USD	1.22	0.00	0.30
Dollar Index	90.13	(0.31)	(0.35)

Volatility	Value	Pts	Chg (%)
CBOE VIX	29.06	(4.40)	(13.15)
India VIX	19.23	1.46	8.22

Interest Rates	Value	Bps change
India 10-Yr Yield	7.51%	4
US 10-Yr Yield	2.85%	3

Trade Statistics	BSE	NSE	F & O
Turnover (INR Crs)	4044.42	31582.68	528109.09
Advance (Nos)	1369(47%)	850(47%)	NA
Declines (Nos)	1403(48%)	932(48%)	NA
Unchanged	138(5%)	97(5%)	NA

## Market Summary

The market ended on a negative note on Friday. The Market breadth was evenly poised with 1 gainer for every 1 loser on BSE. 1369 shares advanced whereas 1403 share declined and 138 shares were unchanged on BSE.

BSE Sensex plunged 407 points or (1.2%) to close at 34006. Nifty 50 declined 122 points or (1.2%) to settle at 10455. BSE Mid-Cap index was down 14 points or (0.1%) to settle at 16635. BSE Small-Cap index gained 42 points or (0.2%) to settle at 18173.

Top gainer in BSE Sensex were Tata Steel (1.8%), Dr Reddys Labs (0.7%), Asian Paints (0.7%), HUL (0.6%) and TCS (0.2%) whereas top loser in BSE were Yes Bank (2.8%), ICICI Bank (2.3%), HDFC (2.1%), Infosys (2.0%) and Axis Bank (1.9%).

US markets closed largely positive, Dow Jones Industrial Average closed at 24191, gaining 330 points (1.4%), S&P 500 was up 39 points (1.5%) to close at 2620 and Nasdaq gained 97 points (1.4%) to close at 6874.

European markets closed negative, FTSE gained 78 points (1.1%) to close at 7092, CAC was down 72 points (1.4%) to close at 5079 and DAX declined 153 points (1.3%) to close at 12107.

## Macro News

- The government is considering to remove export duty on sugar to boost shipments in view of fall in domestic prices on estimated rise in production, At present, there is 20% export duty on sugar . Sugar production is estimated to rise nearly 24.9 million tonnes in 2017-18 season (October-September) from 20.2 million tonnes in the previous year. Industry has pegged production at 26 million tonnes and the government will review its estimates based on input from sugar producing states. The domestic demand is 24-25 million tonnes annually.

- The Serious Fraud Investigation Office (SFIO) has initiated probes into 81 firms in the first ten months of 2017-18 for allegedly indulging in fraud activities, The count of such companies being referred to the white collar crime probe agency stood at 111 in 2016-17 and 184 in 2015-16, the Minister of State for Corporate Affairs said in written reply to Lok Sabha.

- The Ministry of Housing & Urban Affairs has sanctioned the construction of 1,86,777 houses. Pradhan Mantri Awas Yojana. The total investment outlay for this project is INR 111.69 billion, with central assistance of INR 27.97 billion. Haryana, Tamil Nadu, Karnataka, Gujarat, Maharashtra, Uttarakhand and Orissa are some of the states that will be benefitted under this scheme.

Institutional Activity	09-Feb	Cash Feb'2018
<b>FII (INR Crs)</b>		
Buy	3563	41129
Sell	4915	47340
<b>Net</b>	<b>(1352)</b>	<b>(6211)</b>
<b>DII (INR Crs)</b>		
Buy	3152	33265
Sell	2563	27846
<b>Net</b>	<b>588</b>	<b>5419</b>

FII Derivative Statistics (NSE)				
Particulars	Buy (INR Crs)	Sell (INR Crs)	OI (Nos)	Chg (%)
INDEX FUTURES	2681.28	5238.86	249201	8.60
INDEX OPTIONS	68066.17	65855.65	1038358	3.69
STOCK FUTURES	9325.27	9972.90	1094098	0.61
STOCK OPTIONS	7122.66	6930.64	108684	4.31
<b>Total</b>	<b>87195.38</b>	<b>87998.04</b>		

Gainers & Losers	Price	Chg (%)
<b>Gainers (INR)</b>		
Tata Steel	683.65	1.83
Dr Reddys Labs	2194.80	0.73
Asian Paints	1131.55	0.67
HUL	1340.00	0.57
TCS	2972.30	0.20
<b>Losers (INR)</b>		
Yes Bank	325.55	(2.84)
ICICI Bank	326.75	(2.33)
HDFC	1773.20	(2.13)
Infosys	1111.80	(2.01)
Axis Bank	557.50	(1.93)

Sectoral Performance	Value	Pts	Chg (%)
S&P BSE Small Cap	18172.98	41.79	0.23
S&P BSE Mid-Cap	16634.91	(14.16)	(0.09)
S&P BSE Auto	25044.24	(239.88)	(0.95)
S&P BSE BANKEX	28882.40	(514.03)	(1.75)
S&P BSE Capital Goods	19240.43	(141.24)	(0.73)
S&P BSE FMCG	10527.24	(43.71)	(0.41)
S&P BSE Healthcare	14348.00	3.41	0.02
S&P BSE IT	12116.95	(94.45)	(0.77)
S&P BSE Metals	15100.57	186.87	1.25
S&P Oil & Gas	15541.87	(112.09)	(0.72)

## Key News

### SBI reports surprise Q3 loss at INR 2,416 crore, GNPA's rise to INR 1.99 lakh crore

SBI posted a standalone net loss of INR 2,416.37 Cr for quarter ended December 31, 2017 against a net profit of INR 2,610 Cr in the corresponding quarter last year. Provisions and contingencies figures increased 111% YoY to INR 18,876.21 Cr for the quarter under review against INR 8,942.83 Cr in the same period last year. Gross non-performing assets (NPAs) in absolute terms stood at INR 1.99 lakh Cr in Q3FY18 over INR 1.86 lakh Cr in Q2FY18 and INR 1.08 lakh Cr in Q3FY17. Provision coverage ratio as on December 31, 2017 stood at 65.92%. Net interest income of the lender jumped 26.88% year-on-year to INR 18,687.57 Cr in Q3FY18. Asset quality of SBI deteriorated during the quarter gone by as percentage of gross non-performance assets (NPA) came at 10.35% in Q3FY18 against 9.83% in the sequential quarter ended September 30, 2017. Percentage of net NPAs increased to 5.61% vs 5.43% QoQ.

### HPCL Q3 profit up 23% to INR 19.5 bn on improved gross refinery margins

Hindustan Petroleum Corporation (HPCL) has posted a 23% increase in net profit for the third quarter of the financial year ended on December 31 to INR 19.50 billion on improved gross refinery margins (GRM). This is compared to INR 15.90 billion during the same period in 2016-17. The combined GRM for the period under review was USD 9.04 per barrel as against USD 6.38 during the October to December quarter last year on the back of improved distillate yield and better product cracks. The company's gross sales during October to December quarter of 2017-18 was seen at INR 628.32 billion, compared to INR 554.71 billion last year. The company board has declared an interim dividend of INR 14.5 per share resulting in a total payout of INR 26.59 billion including dividend distribution tax.

### Tata Steel Q3 consolidated net surges over five-fold to INR 12.9 bn

Tata Steel Ltd on posted a five-fold rise in third-quarter profit, boosted by strong volume growth in India and increasing steel prices. Quarterly total steel deliveries climbed about 8% to 6.56 million tons, with Indian deliveries contributing about 50% of the total. Total revenue from operations grew 15% to INR 334.47 billion, with revenue from Indian operations up 22%. For the quarter ended Dec. 31, profit was INR 12.94 billion, compared with INR 2.43 billion in the same period a year earlier. The company also incurred exceptional charges of INR 11.15 billion on provisions in respect of certain demands and claims from regulatory authorities in India.

## International Data

Country	Data	Forecast	Previous
US	Federal Budget Balance	NA	(23.2B)

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