

Mkts end in green, brace for initial GST hiccups

MUMBAI, JUNE 30 /-/- Stock markets showed some strength on the first session of the new derivatives July series on Friday, with the BSE Sensex gaining over 64 points to 30,921.61 as investors took to optimistic buying ahead of GST rollout, expecting some hiccups on the way in the short term.

For the week, the Sensex recorded a fall of 216.60 points, or 0.69 per cent, while the broader Nifty lost 54.65 points, or 0.56 per cent. FMCG, healthcare and consumer durable stocks led by ITC Ltd, Sun Pharma, Cipla and Dr Reddy's hogged the limelight on the back of fresh round of buying by investors and domestic institutional investors, helping the key indices to reverse losses to close in the positive terrain. The flag-buying, spread over to broad front, came in the face of start of July futures and options series in the



Derivatives segment, dealers said. The stage is set for the launch of a nationwide goods and services tax (GST) at midnight today.

Anupam Singh, COO of William O'Neil India said, "Today the D Street has embraced a cautious stance ahead of the crucial switch to the new indirect tax regime. However, the market ended the day in green due to a bout of buying in the last hour of trade." Despite opening lower, the 30-share Sensex

stayed in the negative zone for the most part and investors were seen trimming their positions despite beginning of July series in the derivatives segments. The gauge finally settled higher 64.09 points, or 0.21 per cent, at 30,921.61. The index had gained 23.20 points in the previous session. The 50-share NSE Nifty too ended higher by 16.80 points, or 0.18 per cent, at 9,520.90, after touching a low of 9,448.75 and a high of 9,535.80. "Despite global weaknesses, investors focus on sector specific buying ahead of GST implementation helped the market to recoup intra-day losses. Flight of foreign funds from equity and weakness in INR contributed to the negative start to the short term benefit from GST is likely to be disruptive," Vinod Nair, Head of Research, Geojit Financial Services Ltd said.

The rupee managed to rebound from its one-month low against the American currency and ended higher by 5 paise at 64.58 in a highly nervous trade ahead of the much-awaited GST rollout. Foreign market sentiment remained little shaky initially as cautious ruled ahead of major domestic macro-data release even as the government looks set to roll out the much-awaited Goods and Services Tax (GST) from Saturday.

Intense foreign funds selling also kept the under-tenneer volatile. The local unit crumbled to hit a fresh one-month low of 64.84 in morning despite being staging a sharp U-turn. Fresh selling of the greenback by banks and exporters as well as bearish sentiment over the rupee predominantly helped the recovery momentum. The biggest indirect tax reform in the country will be rolled out on July 1 from midnight replacing a string of indirect central and state

Large NPAs: Banks may see provisions doubling this year: Morgan Stanley

MUMBAI, JUNE 30 /-/- Even as some banks assert about being resilient in the face of insolvency resolutions in 12 largest default accounts, foreign brokerage Morgan Stanley Friday said it sees banks provisioning for those accounts doubling up from the current level. The brokerage also warned that merging small and weaker PSBs with larger ones to help tide over their capital issues will be counter-productive for the acquiring banks. "We think provisioning on these loans is 30-40 per cent currently and could increase to around 60 per cent. This could imply 0.40-0.90 per cent increase in credit cost for a system," Morgan Stanley said in a note. On merger plans, it warned that

government may look at merging small, weak banks with larger and relatively stronger banks. This is clearly a negative for the large state-owned banks. The note said based on media reports, these 12 accounts constitute for Rs 2.5 trillion or 2.5-3 per cent of system loans. The brokerage particularly warned that the state-run banks, which hold 70 per cent market share, do not have the ability to take higher provisions and given government's tightness on funds, only the large ones could be able to access capital from the market. The note comes a day after country's third largest private sector lender Axis Bank came out with data specifying that it had ad-

equately provisioned for these 12 accounts, and three days after the largest lender SBI asserted that its profitability will not be hit by the additional provisioning. Axis said it has exposure to seven of these 12 accounts which include Essar Steel, Bhushan Steel, Bhushan Power, Lanco Infra, Amtek among others and seven of these 12 have already been sent to NCLT (National Company Law Tribunal) for possible liquidation. According to reports, the RBI has asked banks to set aside as much as 50 per cent for these 12 accounts, which has raised concerns over bank profits. The note said apart from the 12 identified accounts, some media reports are pointing out to a list of an-

other 55 stressed accounts given by the RBI to the lenders for resolution. "We expect provisioning to increase significantly during FY18 and unlikely that it moves lower in FY19 given the long tail of stressed assets (some of which are still standard with just less than 1 per cent provisioning). We continue to see pressure on earnings at corporate banks, despite being significantly below consensus already," Morgan Stanley said. The brokerage, however, welcomed the RBI action on provisioning, saying it will help clean up the books and also prepare better for migration to Ind-A account which has to be adopted from next April. (PTT)

Rupee bounces off 1-mth low v/s ahead of GST rollout

MUMBAI, JUNE 30 /-/- The rupee made a stellar rebound from its one-month low against the American currency and ended higher by 5 paise at 64.58 in a highly nervous trade ahead of the much-awaited GST rollout. Foreign market sentiment remained little shaky initially as cautious ruled ahead of major domestic macro-data release even as the government looks set to roll out the much-awaited Goods and Services Tax (GST) from Saturday.

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Govt cuts small savings rates by 0.1%

New Delhi, June 30 /-/- The Union government has lowered interest rate on small savings schemes like PPF, Kisan Vikas Patra and Sukanya Samridhi by 0.1 per cent for the July-September quarter, a move that will prompt banks to lower deposit rates. The rates have been lowered by 1 per cent across the board compared to the April-June quarter. However, interest on savings deposits has been retained at 4 per cent annually. Since April last year, interest rates at all small saving schemes have been recalibrated on a quarterly basis. A finance ministry notification said investments in the public provident fund (PPF) scheme will fetch lower annual rate of 7.8 per cent. Kisan Vikas Patra (KVP) investments will yield 7.5 per cent and mature in 115 months. The one for girl child savings, Sukanya Samridhi Account Scheme, will offer 8.3 per cent annually, from 8.4 per cent at present. The investment on 5-year Senior Citizens Savings Scheme will yield 8.3 per cent. The interest rate on the senior citizens scheme is paid quarterly. Term deposits of 1-5 years will fetch a lower 6.8-7.6 per cent that will be paid quarterly while the 5-year recurring deposit has been pegged lower at 7.1 per cent. "On the basis of the decision of the government, interest rates for small savings schemes are to be notified on a quarterly basis," the ministry said while notifying the rates for second quarter of financial year 2017-18. While announcing the quarterly setting of interest rates, the ministry had said the rates of small saving schemes would be linked to government bond yields. The move is expected to prompt banks to lower the deposit rate in line with the small savings rate as offered by the government. (PTT)

Gold halts 3-day rise, falls Rs 100

NEW DELHI, JUNE 30 /-/- Moving away from a three-day rise, gold prices sank 100 to Rs 29,200 per 10 grams on Friday as global weakness and easing local demand came as a spoiler. Silver went the same way which declined Rs 200 to Rs 39,300 per kg owing to lower demand from international units and coin makers. Enthusiasm for the yellow metal was lacking at the domestic spot market, traders said. Globally, gold fell 0.16 per cent to USD 1,243.40 an ounce and silver by 0.27 per cent to USD 16.54 an ounce in Singapore. In Delhi, gold of 99.9 per cent and 99.5 per cent purity softened by Rs 100 each to Rs 29,200 and Rs 29,050 per 10 grams, respectively. The precious metal had gained Rs 200 in the previous three sessions.

STOCK QUOTATIONS

Company	LTP	Change %	Company	LTP	Change %	
GAINERS						
LLOYDSTEEL	22.65	0.32	20.00	PRANAVSP	1.92	-3.35
SHVAXEPO	11.40	1.90	20.00	BABA	2.77	-0.39
RELCHEMO	83.80	13.95	19.97	VASVANI	8.51	-1.18
POONADAL	11.30	1.75	18.89	SHRITHTCH	23.15	-0.90
KRISUR	23.60	3.75	18.89	ANARINDUS	57.30	-6.50
PMJENURB	33.65	6.10	18.89	INDUSFINL	13.30	-1.50
SILVANAUNI	11.30	0.17	18.89	CRANTRIX	3.40	-0.37
BIRACOT	0.07	0.01	16.67	VRL	40.90	-4.10
GVRPL	8.61	1.20	16.19	DOCAT	2.01	-0.20
BALAKHAYAP	11.20	1.80	15.78	ESORECO	49.30	-3.70
SVFL	7.00	0.90	14.75	GINISILK	360.35	-33.95
VILAYATX	36.20	4.60	14.56	ACML	45.70	-3.75
VIDHING	14.80	2.05	13.99	ESORECO	49.30	-3.70
HEG	369.80	45.30	13.96	COMMEXTECH	36.10	-0.40
CHMBRWV	9.50	1.10	13.10	INANI	0.50	-0.25
MKXCLTD	1.20	0.20	12.97	CRVAK	26.95	-2.05
RELSURTR	41.80	4.80	12.97	HNFDS	158.00	-12.00
GAMMINFRA	4.41	0.40	12.50	BNRUDY	32.45	-2.45
ANDMARC	12.80	1.50	12.50	CRANTRIX	65.05	-4.85
BULL	32.75	3.55	12.16	RMC	41.00	-3.00
RESONANCE	38.15	3.85	11.22	IBVENTURES	161.90	-11.80
YSTDING	352.10	35.00	10.99	BERLORD	12.01	-0.87
ACEHL	14.97	1.47	10.89	KERASERA	0.14	-0.01
COOH	139.50	13.65	10.89	WELVIN	100.50	-7.15
SATHASHPAT	41.30	6.90	17.43	SAMPRE	84.50	-2.40
INXINFRA	4.73	0.43	10.00	LALATHAB	78.90	-5.15
NEVCLMEDIA	22.00	2.00	10.00	PREMIERPOL	29.50	-2.00
BANKINDREY	11.30	1.13	10.00	ROVITTE	3.25	-0.22
JFINFRATEC	20.21	1.83	9.96	SURANATAP	4.46	-0.30
JENSONICOL	10.19	0.92	9.92	CANTABIL	65.80	-4.35
ASHFL	32.10	3.65	9.82	ROVITTE	3.25	-0.22
SALSTEEL	6.66	0.60	9.15	PML	3574.40	-226.60
SUYOG	390.00	34.10	9.87	BLUBLUND	49.55	-3.10
BER	67.50	6.75	10.00	INDGO	50.00	-2.05
ODYCORP	2.14	0.19	9.74	FRANKLIN	31.10	-1.30
PTIL	57.00	5.00	9.62	SKYIND	27.50	-2.30
TEJASNET	11.20	0.95	9.32	WEGLENT	110.75	-5.75
SEASONST	11.49	0.99	9.43	DILIGENT	14.00	-0.85
AVONLIFE	6.15	0.53	9.43	VALUEND	8.24	-0.49
TTL	32.80	2.80	9.43	PHOTO	79.10	-3.45
MEGH	50.25	4.15	9.00	EPRONTEL	64.05	-3.75
CAPPICES	97.80	7.80	8.66	JMTALTOIT	7.08	-0.41
ARNOLD	51.30	4.80	8.03	ISCAL	82.00	-5.00
COMPEAU	187.45	14.50	8.38	PACIFICI	129.45	-7.25
CARNATI	49.05	3.75	8.28	SMPL	1.64	-0.09
SONASTEER	11.30	0.95	8.38	ZOJIRHMJK	31.50	-1.70
JSTL	46.55	3.55	8.26	SEPOWER	8.00	-0.43
PIONEEREM	43.35	3.30	8.24	SHREERAM	52.15	-2.75
AKRIMETAL	1.47	0.11	8.09	SHREERAM	52.15	-2.75
INDENDELE	15.14	1.13	8.07	METROCOR	2.66	-0.14
BALASORE	147.50	10.65	7.33	SHREERAM	52.15	-2.75
ALOKTEK	2.76	0.20	7.71	GILSONITOL	3.61	-0.19
WIND	12.59	0.91	7.71	METROCOR	2.66	-0.14
SEKARMIND	1.97	0.15	7.71	SHREERAM	52.15	-2.75
BASF	1780.60	127.85	7.74	SHREERAM	52.15	-2.75
NATOCOPARM	1009.05	71.85	7.67	SHREERAM	52.15	-2.75
WALLFORT	1.70	0.12	7.59	SHREERAM	52.15	-2.75
KUGLINDREV	1.70	0.12	7.59	SHREERAM	52.15	-2.75
ASULCOR	134.05	9.45	7.58	SHREERAM	52.15	-2.75
WSEFIN	51.50	3.85	7.58	SHREERAM	52.15	-2.75
SPMLINFRA	134.60	9.40	7.13	SHREERAM	52.15	-2.75
RADHIKAJWE	20.64	1.44	7.50	SHREERAM	52.15	-2.75
TADUK	1.70	0.12	7.58	SHREERAM	52.15	-2.75
SYNCOM	5.49	0.37	7.23	SHREERAM	52.15	-2.75
FILTRA	24.00	1.60	7.14	SHREERAM	52.15	-2.75
RASOYPR	1.70	0.12	7.14	SHREERAM	52.15	-2.75
BLUEDART	4713.15	313.40	7.12	SHREERAM	52.15	-2.75
SPIESEL	21.40	1.40	6.98	SHREERAM	52.15	-2.75
GKB	149.75	9.75	6.98	SHREERAM	52.15	-2.75
KRITNUT	177.10	11.50	6.95	SHREERAM	52.15	-2.75
WALCHANNAG	166.15	10.80	6.81	SHREERAM	52.15	-2.75
KARULIT	54.85	2.95	5.88	SHREERAM	52.15	-2.75
TALBROSENG	438.15	26.65	6.48	SHREERAM	52.15	-2.75
PREMCO	470.45	28.60	6.47	SHREERAM	52.15	-2.75
INFIBEM	47.20	3.00	6.45	SHREERAM	52.15	-2.75
KFBL	59.40	3.60	6.45	SHREERAM	52.15	-2.75
GULJLORU	738.80	44.85	6.40	SHREERAM	52.15	-2.75
ANDREWYO	30.95	1.85	6.38	SHREERAM	52.15	-2.75
DEEPAKSP	85.00	5.00	6.25	SHREERAM	52.15	-2.75
CHOKSI	29.00	1.70	6.23	SHREERAM	52.15	-2.75
DALMASUG	134.40	7.85	6.20	SHREERAM	52.15	-2.75
GSALTO	12.86	0.75	6.19	SHREERAM	52.15	-2.75
MULTIBASE	41.65	2.37	6.17	SHREERAM	52.15	-2.75
PUNLLYDLO	20.05	1.15	6.08	SHREERAM	52.15	-2.75
HIMFIB	8.24	0.47	6.05	SHREERAM	52.15	-2.75
MOLDEK	2.90	0.14	6.05	SHREERAM	52.15	-2.75
INDSVTLAB	38.60	2.20	6.04	SHREERAM	52.15	-2.75
TAKE	164.15	9.20	5.94	SHREERAM	52.15	-2.75
ESABINDIA	66.95	35.85	5.78	SHREERAM	52.15	-2.75
MASTEK	275.75	15.00	5.75	SHREERAM	52.15	-2.75
TRANSEK	1148.75	62.50	5.75	SHREERAM	52.15	-2.75
INDAUTO	5.80	0.25	5.68	SHREERAM	52.15	-2.75
AKAROTOL	73.95	3.95	5.64	SHREERAM	52.15	-2.75
NAGPI	30.90	1.65	5.64	SHREERAM	52.15	-2.75
ANANTI	149.60	9.75	5.60	SHREERAM	52.15	-2.75
POEL	287.80	15.25	5.60	SHREERAM	52.15	-2.75
INDOHTA	33.25	1.75	5.56	SHREERAM	52.15	-2.75
NELO	54.85	2.95	5.52	SHREERAM	52.15	-2.75
SOLIMAC	50.05	2.75	5.47	SHREERAM	52.15	-2.75
AANCHALCO	12.64	0.64	5.33	SHREERAM	52.15	-2.75
HEARMET	553.05	28.30	5.33	SHREERAM	52.15	-2.75
THOMASCOOK	248.45	12.54	5.33	SHREERAM	52.15	-2.75
BEML	1534.40	76.90	5.27	SHREERAM	52.15	-2.75
FILF	36.35	1.65	5.27	SHREERAM	52.15	-2.75
MARSONS	10.99	0.55	5.27	SHREERAM	52.15	-2.75
SUNTECHNO	0.20	0.01	5.26	SHREERAM	52.15	-2.75
INDOCO	266.30	12.50	5.26	SHREERAM	52.15	-2.75
GSPL	176.80	8.70	5.18	SHREERAM	52.15	-2.75
KITCFE	0.61	0.03	5.17	SHREERAM	52.15	-2.75
MAHINDRO	242.00	11.90	5.09	SHREERAM	52.15	-2.75
BLHPOWER	41.80	2.00	5.03	SHREERAM	52.15	-2.75
SHILGRAVO	155.60	6.00	5.02	SHREERAM	52.15	-2.75
DSSL	1.00	0.05	5.00	SHREERAM	52.15	-2.75
DYNASUN	52.65	2.65	5.00	SHREERAM	52.15	-2.75
KALYANIFRG	294.00	14.00	5.00	SHREERAM	52.15	-2.75
ANDHARCENT	45.80	2.30	5.00	SHREERAM	52.15	-2.75
QUINTEGRA	1.05	0.05	5.00	SHREERAM	52.15	-2.7