

MSEARCH

MORNING NEWSLETTER

Dated: 24 May 2019

Indices	CMP	%1D
Sensex	38811	-0.76
Nifty	11657	-0.69
BSE-Midcap	14650	-0.15
BSE-Smallcap	14353	-0.11
SGX Nifty	11739	0.51

Index	FY18	FY19E	FY20E
Sensex EPS	1327	1898	2078
P/E	27	19	17
Nifty EPS	445	601	649
P/E	24	18	17

Global Indices	Current Value	%1D
DowJones	25,490	-1.11
Nasdaq	7,628	-1.58
DAX	11,952	-1.78
Nikkei 225	21,026	-0.59
FTSE 100	7,231	-1.41
Hang Seng	27,358	0.33
Shanghai	2,860	0.27
Straits Times	3,164	0.11

Trading activity in cash Rs Cr			
Date 23 May	Net	MTD	FY20
FII	1352	-6114	6635
DII	-594	6488	2265

Forex Rate		
USD/INR	69.77	0.05%
EUR/INR	77.81	0.11%
GBP/INR	88.59	-0.03%
JPY/INR	63.17	-0.17%

Corporate Action		
Stock Name	Purpose	Ex Date
KENNAMET	Interim Div Rs. 2.0	24-May
DBCORP	Interim Div Rs. 8.0	27-May
MANAPPURAM	Interim Div Rs. 0.55	27-May

G-Sec Yield	Price	Change%
1yr Bond Yield	6.38	-0.39%
10yr Bond Yield	7.24	-0.29%

Market Outlook

Indian markets indicates for a possible comeback and would remain stable taking cues from Asian markets which are trading mixed as investors remained worried over trade tensions between the United States and China. Overnight, U.S. stocks fell as investors worry that the trade war may last much longer than anticipated. Technically market has formed larger bearish candle on the daily charts, which shows exhaustion in the market. The inherent weakness is being reflected in the broader market indices as well. Hence selling pressure is likely to continue going ahead with global reasons. Overall the key support level is placed at 11,500, followed by 11,344. If the index starts moving upward, key resistance levels to watch out are 11,927 and 12,197.

Top Domestic News

- General Insurance Corporation of India Q4: Profit falls to Rs 603.37 crore versus Rs 751.61 crore, gross premiums were written down at Rs 8,089.35 crore versus Rs 8,525.02 crore; underwriting profit at Rs 157.8 crore versus loss of Rs 1,219 crore YoY.
- Rane (Madras) Q4: Consolidated net loss at Rs 7.8 crore versus Rs 9 crore profit; revenue falls 12 percent to Rs 377 crore versus Rs 428 crore YoY.
- HealthCare Global Enterprises Q4: Loss at Rs 8.72 crore versus profit at Rs 2.59 crore; revenue rises to Rs 257.92 crore versus Rs 222.27 crore YoY.
- Sun TV Network Q4: Profit slips to Rs 283 crore versus Rs 290 crore; revenue jumps to Rs 888.9 crore versus Rs 717 crore YoY.
- Novartis India Q4: Profit falls to Rs 19.53 crore versus Rs 26.47 crore; revenue declines to Rs 110.38 crore versus Rs 125.32 crore YoY.
- eClerx Services Q4: Profit jumps to Rs 59.2 crore versus Rs 39 crore; revenue rises to Rs 365.1 crore versus Rs 357.63 crore YoY.
- Cipla: Company signed an agreement to acquire 26 percent stake on a fully diluted basis in AMPSolar Power Systems Private Limited.
- Om Metals Infraprojects: Company partly sold its packing division.
- Radico Khaitan - CPCB revoked its closure directions
- Hindustan Copper's board meeting on May 28 to consider and recommend increase in borrowing limits and creation of security/ charge for seeking approval of shareholders of the company
- Infosys completes formation of strategic partnership with ABN AMRO in the Netherlands
- Reliance Capital - Offer for sale up to 3,21,10,091 equity shares (5.25%) of Reliance Nippon Life Asset Management opens today. Floor Price of the sale shall be Rs 218 per equity share.
- Zensar enables Sanlam to deliver company-wide Digital Transformation
- CARE reaffirmed Future Lifestyle's Commercial Papers ratings as A1+
- MOIL inks MoU with ministry of steel for FY2019-20
- Stock market wealth grew by ₹75 lakh cr since Modi-led NDA won polls in 2014
- Ola Fleet Tech gets Rs 40-crore loan from Tata Motors Finance

Global News

US stocks slumped on Thursday as investors dumped shares of companies in growth and cyclical sectors, with energy and technology leading declines, on fears that the escalating US-China trade war would stymie global economic growth. The Dow Jones Industrial Average fell 286.14 points, or 1.11 percent, to 25,490.47, the S&P 500 lost 34.03 points, or 1.19 percent, to 2,822.24 and the Nasdaq Composite dropped 122.56 points, or 1.58 percent, to 7,628.28. Asian shares hobbled near four-month lows on Friday and crude oil plunged on worries the US-China trade spat was developing into a more entrenched strategic dispute between the world's two largest economies, pushing investors to safe-haven assets. MSCI's broadest index of Asia-Pacific shares outside Japan stood flat, hovering near its fresh four-month low marked on Thursday, and was on track for a third straight weekly loss, down 0.9 percent so far on the week. Japan's Nikkei average dropped 0.6 percent.

Results Calender

24-May-19

ADVENZYMES, AMBER, ASTRAZEN, BATAINDIA, BSOF, COFFEE DAY, DISHT V, DIXON, FDC, FORTIS, GRASIM, HEIDELBERG, HGINFRA, HUDCO, IDFC, JS WSTEEL, NCC, NESCO, NH, PAGEIND, PNCINFRA, RECLTD, SUDARSCHM, TC I, UNICHEMLAB, VARROC, WELSPUNIND, WHIRLPOOL

F&O Ban List

ADANIPOWER, IDBI

MSEARCH

MORNING NEWSLETTER

Dated: 24 May 2019

Technical View

NIFTY

NIFTY 50



Activate Windows
Go to Settings to activate Windows.

The Nifty has managed to reverse from the 61.8% retracement of the recent up move and due to this, on weekly chart, '20-EMA' has been successfully defended on a closing basis. Going ahead, 11600 – 11800 these are the levels to watch out for in the upward direction and on the lower side, 11286 – 11050. The major trend will get confirmed only after Nifty giving a decisive breakout from the broader range of 11800 – 11050. But if we just have to guess on one possible direction, looking at current chart structure, we would remain hopeful as long as 'Multi-Month Trend Line' support of 11050 – 10900 remain unbroken on a sustainable basis. Below this, no brainer, we may see sharp declines and on the other hand, a move beyond the higher end would resume the broader degree up trend. Going by our recent articles, traders need to remain a bit light on positions and one should rather look to accumulate marquee propositions in a staggered manner. We would like to highlight one notable observation, the 'midcap index' which has not participated in last one and half a year, seems to be in a final stage of its price-wise as well time wise correction. So in case of favourable outcome, we expect midcap stocks to attract traders' attention.



MSEARCH

MORNING NEWSLETTER

Disclaimer: Investments in securities market are subject to market risks, read all the related documents carefully before investing.

Mehta Equities Limited (MEL) has used information that is publically available and information developed in-house. Some of the information used in the document may have been obtained from members/persons other than the MEL and/or its affiliates and which may have been made available to MEL and/or its affiliates. MEL however does not warrant the accuracy, reasonableness and/or completeness of any information and does not take responsibility of updating any data/information. For data reference to any third party in this material, no such party will assume any liability for the same. All data/information used in preparation of this material is dated and may or may not be relevant at any time after the issuance of this material. MEL (including its affiliates) and any of its officers, directors, personnel and employees, shall not be liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any arising form the use of this material in any manner. Nothing contained in this document shall be construed to be an investment advice/recommendation on an assurance of the benefits of investing. Recipient alone shall be fully responsible for any investment decision taken on the basis of this document.

MEHTA EQUITIES LTD

BSE: - Membership Clearing No. 122 - SEBI Regn. No. INB010683856, NSE: - Membership Clearing No. 13512- SEBI Regn. No. INB231351231, NSE FO SEBI Regn. No. INF231351231, CIN No: U65990MH1994PLC078478
MSEI: - Membership Clearing No. 51800 - SEBI Regn. No. INB261351234

Mehta Equities Limited, 903, 9th floor, Lodha Supremus, Dr.E. Moses Road, Worli Naka, Worli, Mumbai 400 018, India

Tel: +91 22 6150 7101, Fax: +91 22 6150 7102

Email: info@mehtagroup.in Website: www.mehtagroup.in