

WEEKLY COMPASS

Weekly Alerts You Can Use!

Bank of Baroda is an Indian Multinational, public sector Banking and financial services company engaged in providing key services, like personal banking, corporate banking, international banking, small and medium enterprise (SME) banking, rural banking, non-resident Indian (NRI) services and treasury services.

The bank is India's third largest bank in India after its merger with Dena Bank & Vijaya Bank and also the second largest public sector bank in India post-merger with a business mix of close to US\$225 billion. Based on 2019 data, the bank is ranked 1145 on Forbes Global 2000.

We suspect, in near term, the stock likely to underperform on the bourses primarily on backdrop of concerns on macros and most importantly; amidst expected new NPA risk in the financial sector. The bank reported a net loss of INR 14.07bn in 3Q FY20 due to higher provisions. The stock faces multiple growth challenges like, advance growth has been muted, asset quality deterioration continues, slippages remain elevated, profitability is dragged by high provisioning and deterioration in asset quality; hence, we maintain 'SELL'.

Technically, BOB' stock price pattern appears ugly at current levels.

The momentum oscillators are in sell mode signaling further sharp down move. The stock price is signaling a break down from a "Descending triangle pattern" on the monthly charts with the sequence of lower highs / lows is intact in daily, weekly and monthly charts, indicating further weakness. Major weakness on cards below its intermediate October 2019 2019 low at 85.65. The stock is moving below this level after consolidating between 85-102 zone for past 5-months. Immediate downside risk below 85 is at psychological 75 mark.

The stock is likely to continue its big underperformance going forward. The 200-DMA of the stock is placed at 104.

Establishing short positions at CMP, and on any strength between 92-95 zone should be the preferred trading strategy, targeting 81 and then at 69-72.50 zone. Aggressive targets seen at 65 zone. Stop above 99. Holding Period: 2 Months.

Daily Chart of BANK OF BARODA:



CORPORATE ACTIONS

Stocks	Ex-Date	Purpose	Amount (Rs)	Record Date
AARTIDRUGS	17 Feb 2020	Interim Dividend	2.00	18 Feb 2020
ADFFOODS	17 Feb 2020	Interim Dividend	1.50	19 Feb 2020
ASTRAL	17 Feb 2020	Interim Dividend	0.60	19 Feb 2020
AUOPHARMA	17 Feb 2020	Interim Dividend	1.75	18 Feb 2020
COCHINM	17 Feb 2020	Interim Dividend	2.00	19 Feb 2020
DALBHARAT	17 Feb 2020	Interim Dividend	2.00	18 Feb 2020
GAIL	17 Feb 2020	Interim Dividend	6.40	18 Feb 2020
GUJBOROS	17 Feb 2020	Amalgamation	-	18 Feb 2020
HEG	17 Feb 2020	Interim Dividend	25.00	19 Feb 2020
HEROMOTOCO	17 Feb 2020	Interim Dividend	65.00	18 Feb 2020
HIKAL	17 Feb 2020	Interim Dividend	1.00	18 Feb 2020
IFGLEXPOR	17 Feb 2020	Interim Dividend	2.50	19 Feb 2020
KPITTECH	17 Feb 2020	Interim Dividend	0.55	18 Feb 2020
MINDACORP	17 Feb 2020	Interim Dividend	0.35	19 Feb 2020
MINDAIND	17 Feb 2020	Interim Dividend	0.40	18 Feb 2020
NHPC	17 Feb 2020	Interim Dividend	1.18	19 Feb 2020
RANEHOLDIN	17 Feb 2020	Interim Dividend	4.00	18 Feb 2020
BITES	17 Feb 2020	Interim Dividend	4.00	18 Feb 2020
STARCEMENT	17 Feb 2020	Interim Dividend	1.00	18 Feb 2020
SUNPHARMA	17 Feb 2020	Interim Dividend	3.00	18 Feb 2020
SYMPHONY	17 Feb 2020	Interim Dividend	2.00	19 Feb 2020
SYMPHONY	17 Feb 2020	Special Dividend	18.00	19 Feb 2020
VIKASPROP	17 Feb 2020	Interim Dividend	0.10	18 Feb 2020
ADVANIHOTR	18 Feb 2020	Interim Dividend	1.10	21 Feb 2020
ALKYLAMINE	18 Feb 2020	Interim Dividend	10.00	20 Feb 2020
AMRUTANJAN	18 Feb 2020	Interim Dividend	1.55	21 Feb 2020
BODALCHEM	18 Feb 2020	Interim Dividend	0.80	21 Feb 2020
CENTURYPLY	18 Feb 2020	Interim Dividend	1.00	21 Feb 2020
CECSC	18 Feb 2020	Interim Dividend	20.00	20 Feb 2020
CONCOR	18 Feb 2020	Interim Dividend	0.75	20 Feb 2020
DAIKAFFI	18 Feb 2020	Interim Dividend	0.70	21 Feb 2020
DCMSRMIND	18 Feb 2020	Interim Dividend	5.00	20 Feb 2020
DWARKESH	18 Feb 2020	Interim Dividend	1.00	20 Feb 2020
FINEORG	18 Feb 2020	Interim Dividend	4.00	21 Feb 2020
GRAUWEIL	18 Feb 2020	Interim Dividend	0.50	22 Feb 2020
GSCLCEMENT	18 Feb 2020	Interim Dividend	1.00	20 Feb 2020
HITECHGEAR	18 Feb 2020	Interim Dividend	1.50	22 Feb 2020
HLEGLAS	18 Feb 2020	Interim Dividend	2.00	21 Feb 2020
INDNIPPON	18 Feb 2020	Interim Dividend	3.00	20 Feb 2020
IPCALAB	18 Feb 2020	Interim Dividend	5.00	20 Feb 2020
KAJARIACER	18 Feb 2020	Interim Dividend	3.00	20 Feb 2020
KITEX	18 Feb 2020	Interim Dividend	1.50	22 Feb 2020
LUXIND	18 Feb 2020	Interim Dividend	10.00	21 Feb 2020
MAANALU	18 Feb 2020	Interim Dividend	1.00	20 Feb 2020
MIRZAINIT	18 Feb 2020	Interim Dividend	0.90	20 Feb 2020
MRF	18 Feb 2020	Interim Dividend	3.00	21 Feb 2020
NATIONALUM	18 Feb 2020	Interim Dividend	1.50	20 Feb 2020
NAUKRI	18 Feb 2020	Interim Dividend	3.50	20 Feb 2020
NEULANLAB	18 Feb 2020	Interim Dividend	2.00	20 Feb 2020
NMDC	18 Feb 2020	Interim Dividend	5.29	21 Feb 2020
NRBBEARING	18 Feb 2020	Interim Dividend	0.80	21 Feb 2020
PAGEIND	18 Feb 2020	Interim Dividend	58.00	22 Feb 2020
PRECWIRE	18 Feb 2020	Interim Dividend	1.00	21 Feb 2020
SANDHAR	18 Feb 2020	Interim Dividend	1.25	20 Feb 2020
SATIA	18 Feb 2020	Interim Dividend	0.15	22 Feb 2020
SHBCLQ	18 Feb 2020	Interim Dividend	0.30	21 Feb 2020
SHREYANIND	18 Feb 2020	Interim Dividend	3.00	21 Feb 2020
SHRIDINE	18 Feb 2020	Interim Dividend	3.00	22 Feb 2020
SUNDARFIN	18 Feb 2020	Interim Dividend	10.00	21 Feb 2020
TORNTPOWER	18 Feb 2020	Interim Dividend	11.60	20 Feb 2020
TRIVENI	18 Feb 2020	Interim Dividend	1.10	20 Feb 2020
VIDHIING	18 Feb 2020	Interim Dividend	0.40	21 Feb 2020
VISAKAIND	18 Feb 2020	Interim Dividend	10.00	20 Feb 2020
VRLOG	18 Feb 2020	Interim Dividend	3.00	21 Feb 2020
CARERATING	20 Feb 2020	Interim Dividend	6.00	24 Feb 2020
COSMOFILMS	20 Feb 2020	Interim Dividend	15.00	24 Feb 2020
DAAWAT	20 Feb 2020	Interim Dividend	0.50	24 Feb 2020
HGS	20 Feb 2020	Interim Dividend	15.00	24 Feb 2020
IRCON	20 Feb 2020	Interim Dividend	13.45	24 Feb 2020
MAZDALTD	20 Feb 2020	Interim Dividend	7.50	24 Feb 2020
OIL	20 Feb 2020	Interim Dividend	9.00	24 Feb 2020
SELAN	20 Feb 2020	Interim Dividend	5.00	24 Feb 2020

OFFER TO BUY

Company name	Start Date	Close Date	Offer Price (Rs.)	Proposed Acquisition (No. of shares)	CMP (Rs.)
MB PARIKH FINSTOCKS LTD.	17-Feb-20	03-Mar-20	15.00	7,80,000	11.80
INDO TECH TRANSFORMERS LTD.	14-Feb-20	02-Mar-20	115.60	27,24,375	113.75

BONUS

Co-Name	Ex Bonus Date	Ratio
-	-	-

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	12113	11675	12431	12073	11675	11801-12301	Buy only above 12275 zone. Targets 12431/12701. Stop 11871.
BANK NIFTY	30835	30001	32001	30899	30144	30451-32201	Buy only above 31451. Targets 32001/32751. Stop 30211.

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
BANK OF BARODA	86.45	81	99	96	104	Negative	BOB is moving down with its sequence of lower highs/lows intact on daily, weekly and monthly charts. The stock is now signaling a breakdown below a 85-103 lower consolidation zone. Hence, major weakness likely for the stock. Establishing short positions at CMP, and on any strength between 92-95 zone should be the preferred trading strategy, targeting 81 and then at 69-72.50 zone. Aggressive targets seen at 65 zone. Stop above 99. Holding Period: 2 Months.