

WEEKLY COMPASS

Weekly Alerts You Can Use!

CORPORATE ACTIONS

Stocks	Ex-Date	Purpose	Amount (Rs)	Record Date
Ducon Infratechnologies Ltd	18 Apr 2022	Bonus issue 1:10	-	19 Apr 2022
India Infrastructure Trust	18 Apr 2022	Income Distribution (InvIT)	-	19 Apr 2022
Veeram Securities Ltd	18 Apr 2022	Stock Split From Rs.10/- to Rs.2/-	-	19 Apr 2022
DILIGENT INDUSTRIES LTD.	19 Apr 2022	Stock Split From Rs.5/- to Rs.1/-	-	20 Apr 2022
IDFC LIMITED	19 Apr 2022	Interim Dividend	1.00	20 Apr 2022
Jubilant FoodWorks Ltd	19 Apr 2022	Stock Split From Rs.10/- to Rs.2/-	-	20 Apr 2022
Schaeffler India Ltd	19 Apr 2022	Dividend	16.00	-
Huhtamaki India Ltd	20 Apr 2022	Dividend	1.00	-
Sandhar Technologies Ltd	20 Apr 2022	E.G.M.	309.00	-
GAIL (INDIA) LTD.	21 Apr 2022	Buy Back of Shares	-	22 Apr 2022
NESTLE INDIA LTD.	21 Apr 2022	Final Dividend	65.00	22 Apr 2022
NESTLE INDIA LTD.	21 Apr 2022	Interim Dividend	25.00	22 Apr 2022
VIPPY SPINPRO LTD.	22 Apr 2022	E.G.M.	-	-
MUTHOOT FINANCE LTD.	25 Apr 2022	Interim Dividend	-	26 Apr 2022

OFFER TO BUY

Company name	Start Date	Close Date	Offer Price (Rs.)	Proposed Acquisition (No. of shares)	CMP (Rs.)
MEWAT ZINC LTD	08-Apr-22	25-Apr-22	10.00	10,14,770	-
AMANI TRADING EXPORTS LTD	05-Apr-22	20-Apr-22	29.00	1,81,922	-
AARV INFRATEL LTD	04-Apr-22	19-Apr-22	3.60	11,93,202	-

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	17476	17101	17801	17165	17158	17101-17801	Sell below 17375. Targets at 17101/16751/16501. Stop at 17801.
BANK NIFTY	37463	35775	38451	36714	36860	35851-38351	Sell at CMP. Targets at 35775/35101/34651. Stop at 38501.

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
GALAXY SURFACTANTS	2955	2469	3201	2921	3070	Positive	Galaxy Surfactants is India's leading manufacturer of surfactants and specialty care ingredients for the Home and Personal Care industry. Company's products find application in personal care and home care products, including skin care, oral care, hair care, cosmetics, toiletries and detergent products. 9/10 Indian Consumers use Products which have Galaxy's surfactants or specialty care products atleast once in their Daily Routine. The firm is serving 1750 clients and has presence in across 80+ countries. Galaxy Surfactants revenue share as on FY21 was a) Performance Surfactants (61%), b) Specialty Care Products (39%). The key positive catalyst continues to be the 55% of the revenue mix that comes from MNCs and most importantly, healthy return ratios (ROCE of 25% plus) coupled with robust earnings growth (13% CAGR over FY19-21E). Simply buy at CMP, and on dips between 2500-2600 zone, targeting 3201/3585 mark and then aggressive targets at psychological 4001 with stop below 2469.

Incorporated in 1986, **Galaxy Surfactants** now commands a market cap of Rs 10,545 Crore.

Galaxy Surfactants is India's leading manufacturer of surfactants and specialty care ingredients for the Home and Personal Care industry. Company's products find application in personal care and home care products, including skin care, oral care, hair care, cosmetics, toiletries and detergent products. 9/10 Indian Consumers use Products which have Galaxy's surfactants or specialty care products atleast once in their Daily Routine.

The firm is serving 1750 clients and has presence in across 80+ countries. Galaxy Surfactants revenue share as on FY21 was a) Performance Surfactants (61%), b) Specialty Care Products (39%).

Going forward, the demand for performance surfactants is likely to remain strong amidst benefits from high growth in the FMCG industry, which is largely unaffected by economic cycles. The overall demand continued to remain robust as also the opening up of developing economies would aid higher growth in the Specialty segment as well.

The key positive catalyst continues to be the 55% of the revenue mix that comes from MNCs and most importantly, healthy return ratios (ROCE of 25% plus) coupled with robust earnings growth (13% CAGR over FY19-21E).

In Q1, the company displayed revenue growth of 36% YoY driven by a 16% YoY jump in performance surfactants while revenues from speciality chemicals (+96% YoY) almost doubled off last year's low base. There were slight volumes tapering in Q1FY21 with onset of COVID. We believe the challenges faced in 2QFY22 are transitory issues and performance should normalize in the coming quarters.

As the global economies slowly opened up, the volumes from Q2FY21 onwards picked up momentum and restored to pre-COVID levels.

The surfactant business is expected to grow to \$45 billion by 2024.

Technically, brace yourselves for a major breakout play from a probable classic 'flag pattern' breakout on the monthly charts. An impulse uptrend is seen forming on the daily time scale, with positive SAR series, with recent sequence of higher high/low intact on all time frames.

Add to that a bullish divergence and a rising stochastic signal (on weekly charts) with recent increase in volumes signaling a larger rebound. The 200 days Exponential Moving Average (EMA) of the stock on the daily chart is currently at 2945 zone. The level of Rs 2945 zone will act as a strong support and any successive close above these levels should attract lots of buying interest.

Simply buy at CMP, and on dips between 2500-2600 zone, targeting 3201/3585 mark and then aggressive targets at psychological 4001 with stop below 2419.

Aggressive 1-year targets seen at 4250 zone.

Daily Chart of GALAXY SURFACTANTS:

