

CORPORATE ACTIONS

Stocks	Ex-Date	Purpose	Amount (Rs)	Record Date
Arihant Superstructures Limited	25 Oct 2021	E.G.M.	-	-
Larsen & Toubro Infotech Ltd	25 Oct 2021	Interim Dividend	15.00	26 Oct 2021
Raj Rayon Industries Limited	25 Oct 2021	Resolution Plan -Suspension	-	26 Oct 2021
Cyient Limited	26 Oct 2021	Interim Dividend	10.00	27 Oct 2021
DCM Shriram Limited	26 Oct 2021	Interim Dividend	4.60	27 Oct 2021
GOLDIAM INTERNATIONAL LTD.	26 Oct 2021	Buy Back of Shares	-	27 Oct 2021
GODAWARI POWER & ISPAT LTD.	26 Oct 2021	Bonus issue 1:1	-	27 Oct 2021
GODAWARI POWER & ISPAT LTD.	26 Oct 2021	Stock Split From Rs.10/- to Rs.5/-	-	27 Oct 2021
HINDUSTAN UNILEVER LTD.	26 Oct 2021	Interim Dividend	15.00	27 Oct 2021
INFOSYS LTD.	26 Oct 2021	Interim Dividend	15.00	27 Oct 2021
IRB InvIT Fund	26 Oct 2021	Income Distribution (InvIT)	-	27 Oct 2021
L&T Technology Services Ltd	26 Oct 2021	Special Dividend	10.00	27 Oct 2021
NESTLE INDIA LTD.	26 Oct 2021	Interim Dividend	110.00	27 Oct 2021
OCL IRON AND STEEL LTD.	26 Oct 2021	E.G.M.	-	-
Raghav Productivity Enhancers Ltd	26 Oct 2021	Interim Dividend	0.50	27 Oct 2021
Angel Broking Ltd	27 Oct 2021	Interim Dividend	5.70	28 Oct 2021
HAVELLS INDIA LTD.	27 Oct 2021	Interim Dividend	3.00	28 Oct 2021
ICICI Securities Ltd	27 Oct 2021	Interim Dividend	11.25	28 Oct 2021
MENON BEARINGS LTD.	27 Oct 2021	Interim Dividend	2.00	28 Oct 2021
ASIAN PAINTS LTD.	28 Oct 2021	Interim Dividend	3.65	29 Oct 2021
BHARAT GEARS LTD.	28 Oct 2021	Right Issue of Equity Shares		29 Oct 2021
Indo Us Bio-Tech Ltd	28 Oct 2021	Interim Dividend	0.25	29 Oct 2021
Indian Railway Catering and Tourism Corporation Ltd	28 Oct 2021	Stock Split From Rs.10/- to Rs.2/-	-	29 Oct 2021
INDO-NATIONAL LTD.	28 Oct 2021	Stock Split From Rs.10/- to Rs.5/-	-	29 Oct 2021
RAGHUVIR SYNTHETICS LTD.	28 Oct 2021	Stock Split From Rs.10/- to Rs.1/-	-	29 Oct 2021
R&B Denims Ltd	28 Oct 2021	Stock Split From Rs.10/- to Rs.2/-	-	29 Oct 2021
Sasken Technologies Ltd	28 Oct 2021	Interim Dividend	12.00	29 Oct 2021
TCI Express Ltd	28 Oct 2021	Interim Dividend	3.00	30 Oct 2021
TRIDENT LTD.	28 Oct 2021	Interim Dividend	0.36	29 Oct 2021
ICICI Lombard General Insurance Company Ltd	29 Oct 2021	Interim Dividend	4.00	01 Nov 2021
JAGSONPAL PHARMACEUTICALS LTD.	29 Oct 2021	Interim Dividend	4.00	01 Nov 2021
SONATA SOFTWARE LTD.	29 Oct 2021	Interim Dividend	8.00	01 Nov 2021
SUPREME INDUSTRIES LTD.	29 Oct 2021	Interim Dividend	6.00	01 Nov 2021

OFFER TO BUY

Company name	Start Date	Close Date	Offer Price (Rs.)	Proposed Acquisition (No. of shares)	CMP (Rs.)
INTELLIVATE CAPITAL VENTURES LTD	18-Oct-21	01-Nov-21	2.00	1,16,40,000	6.32
ECLERX SERVICES LTD	18-Oct-21	01-Nov-21	2850.00	10,63,157	2049.30
TEJAS NETWORKS LTD	11-Oct-21	26-Oct-21	258.00	4,02,55,631	441.85
HAZOOR MULTIPROJECTS LTD	08-Oct-21	25-Oct-21	18.00	26,39,000	21.40

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	18115	17865	18604	17410	15676	17871-18475	Sell at CMP. Targets at 17865 /17621/17435. Stop at 18501.
BANK NIFTY	40324	38673	41101	37214	34916	38881-41101	Sell between 40435-40521. Targets at 38673/37901/37001. Stop at 41776

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
MUTHOOT FINANCE	1567	1489	1701	1511	1371	Positive	Muthoot Finance is a leading and largest gold financier in India with gold loan AUM of 52613 crore as on June 2021. Muthoot Finance commands roughly 18% market share in the organized gold lending market. Strong asset quality, low leverage, positive ALMs and with loyal customer base aids strong healthy financials with strong margin of 12-14% led by gold loan yielding ~21%. management target to achieve Rs. 1 lakh crore book by FY24-25. Establish buy positions at CMP, and on dips between 1350-1375 zone, targeting 1701/1821 mark and then aggressive targets at psychological 2000 mark. Stop 89. Holding period 9-12 months.

Incorporated in 1997, **Muthoot Finance** (Headquartered in Kerala) is a leading and largest gold financier in India with gold loan AUM of | 52613 crore as on June 2021. The firm boasts of robust 4,625 gold lending branch with 60% of network focused in South. The biggest positive catalyst with regards to Gold finance portfolio is that NPA may inch higher; but lender can auction the collateral gold assets easily and recover the credit much faster as compared to other asset class.

The firm also has a presence in other lending segments via its subsidiaries like housing (Muthoot Homefin), microfinance (Belstar Micro-Finance) and vehicle finance (Muthoot Money Ltd.). The company is majority owned by the Muthoot family (73.4% stake) and commands a market cap of Rs. 62,849 crores.

Rationale:

- Pandemic related uncertainties are mostly behind us.
- Gold prices are still trading at higher consolidation zone amidst precious metals safe haven status — that adds to the safety cushion margin and most importantly, are supportive of growth.
- Motivated leadership and strong brand recall continues to defy competition and most importantly, with its extensive pan-India footprint and expertise -- high share of repeat customers quite likely amidst strong brand visibility.
- Muthoot Finance commands roughly 18% market share in the organized gold lending market. Brand building by roping in Amitabh Bachchan as brand ambassador is seen give it a pan-India visibility.
- Robust business growth quite likely in long term backed by low gold penetration. Also, management target to achieve Rs. 1 lakh crore book by FY24-25.
- Large market opportunity to drive long term growth. India's gold loan market is expected to reach Rs 461,700cr by 2022 growing at a five-year CAGR (FY18 to FY22) of 13.4%, according to a report by KPMG.
- Asset quality remains healthier with GNPA at ~2% and a recovery rate of above 90%.
- Strong asset quality, low leverage, positive ALMs and with loyal customer base aids strong healthy financials with strong margin of 12-14% led by gold loan yielding ~21%.

Technically, brace yourselves for a major breakout play on the daily charts from a classic 'higher consolidation pattern' breakout on the weekly charts. An impulse uptrend is seen forming on the weekly time scale, with positive SAR series, major confirmation above its September 2021 all-time-highs at 1639 mark.

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 1533 zone.

Establish buy positions at CMP, and on dips between 1350-1375 zone, targeting 1701/1821 mark and then aggressive targets at psychological 2000 mark. Stop 89. Holding period 9-12 months.

Daily Chart of MUTHOOT FINANCE:

