

WEEKLY COMPASS

Weekly Alerts You Can Use!

CORPORATE ACTIONS

Stocks	Ex-Date	Purpose	Amount (Rs)	Record Date
CAREERP	25 Nov 2019	Interim Dividend	1.00	26 Nov 2019
INDAG	25 Nov 2019	Interim Dividend	0.90	26 Nov 2019
MEERA	25 Nov 2019	Interim Dividend	1.00	26 Nov 2019
RAIN	25 Nov 2019	Interim Dividend	1.00	26 Nov 2019
SAVERA	25 Nov 2019	Interim Dividend	1.20	26 Nov 2019
MOIL	26 Nov 2019	Buy Back of Shares	-	27 Nov 2019
JAMNAAUTO	28 Nov 2019	Interim Dividend	0.18	29 Nov 2019
RAMASIGNS	28 Nov 2019	Stock Split From Rs.10/- to Rs.5/-	-	29 Nov 2019

OFFER TO BUY

Company name	Start Date	Close Date	Offer Price (Rs.)	Proposed Acquisition (No. of shares)	CMP (Rs.)
NIIT LTD	25 Nov 2019	06 Dec 2019	125.00	2,68,00,000	102.70
FRESHTROP FRUITS LTD.	21 Nov 2019	04 Dec 2019	110.00	10,00,000	87.95
FRONTIER INFORMATICS	14 Nov 2019	27 Nov 2019	3.50	2,46,88,352	8.58
CONTINENTAL CHEMICALS LTD.	14 Nov 2019	27 Nov 2019	13.00	5,84,740	11.82

BONUS

Co-Name	Ex Bonus Date	Ratio
BALMLAWRIE	26 Dec 2019	1:2

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	11914	11651	12251	11523	11399	11695-12300	Buy between 11835-11865 zone, targeting 12105 and then at 12401 mark. Stop at 11645.
BANK NIFTY	31112	30001	32001	29335	29190	30251-31851	Buy between 30251-30321 zone. Targets at 31000/31501. Stop 29201.

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
MAX FINANCIAL / (MFSL)	507	427	535	429	424	Positive	MFSL has been a star performer in November 2019 and has been aggressively putting in continually higher highs/lows — most importantly, outperforming broader markets. With new highs still racking up, being long remains the play. Establish longs at CMP, and on dips between 453-465 zone, targeting 535 and then aggressive targets at psychological magical 600 mark. Stop 427.

Max Financial Services (MFS), a multi-business corporate, is part of the US \$3.2 billion Max Group. Focused on Life Insurance, it owns and actively manages a 71.8% stake in Max Life Insurance, India's largest non-bank, private life insurance company..

Max Group is renowned for service excellence and has successful joint ventures with some of the pre-eminent firms, including Mitsui Sumitomo and Toppan from Japan, Life Healthcare from South Africa and Bupa Plc. from the United Kingdom. Earlier partners include DSM, Netherlands; New York Life Insurance Company; Hutchison Whampoa; Motorola; Lockheed Martin and others.

MFSL earned a revenue of ` 19,501 crore in FY 2019. In Sep 2019 quarter Max Financial's life insurance business continued to do well with overall annual premium equivalent (APE) growth was 22%YoY. The other key positive catalyst for the stock:

1. The industries annual premium equivalent (APE) CAGR is likely to be 16% over FY19-21E.
2. Tremendous scope of life insurance as the industry still has lowest penetration amongst the world.
3. Relatively cheap valuations for MFS when compared to other listed insurance companies.
4. Possibility of corporate action in next 3-6 months.
5. Investment into online/direct distribution channels.
6. Competitive edge over its peers as is pioneer in product innovation and most importantly, in high-margin product segments.
7. Reduced competitive intensity from other saving products in a declining rate environment.

Technically, brace yourselves for a major breakout play from a classic 'Flag pattern' breakout on the daily charts. An impulse uptrend is seen forming on the weekly time scale, with positive SAR series, major confirmation above its Feb 2018 high at 557mark.

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 430 zone. The level of Rs 430-450 zone will act as a strong support zone and any corrective declines to these levels should be used as an opportunity to initiate aggressive long positions.

A potential entrance exists at CMP, and on dips between 453-465 zone, targeting 535 and then aggressive targets at psychological magical 600 mark. Stop 427.

Daily Chart of Max Financial:

