

Dated: 22 April 2020

| Indices | CMP | %1D |
|--------------|-------|-------|
| Sensex | 30637 | -3.20 |
| Nifty | 8981 | -3.03 |
| BSE-Midcap | 11477 | -2.73 |
| BSE-Smallcap | 10565 | -2.96 |
| SGX Nifty | 8913 | -0.56 |

Market Outlook

Indian markets indicate to open with a negative note on the back of unconstructive global cues. Unprecedented fall in crude oil prices, weak global cues and muted March quarter earnings dragged the Indian market sentiments. Earnings season has kicked in, and thus investors would be focusing on the management commentary with regards to the impact of COVID-19 on their respective businesses. Hence Stock-specific movement may be seen and we advise momentum traders to stay light and should avoid leveraged positions in such kind of uncertainty and wait for sustainable levels to jump in trades. Technically the key support level for Nifty is placed at 8,912, followed by 8,843. If the index starts moving up, key resistance levels to watch out for are 9,047 and 9,113.

| Index | FY21 | FY22E | FY23E |
|------------|------|-------|-------|
| Sensex EPS | 1634 | 1840 | 2164 |
| P/E | 16 | 15 | 12 |
| Nifty EPS | 516 | 569 | 670 |
| P/E | 15 | 14 | 12 |

Top Domestic News

- **RIL:** Facebook will invest ₹43,574 crore for a 9.99% stake on a fully diluted basis in Jio Platforms, a wholly-owned subsidiary of Reliance Industries Ltd. Reliance Jio Infocomm Ltd, which provides connectivity platform to over 388 million subscribers, will continue to be a fully-owned subsidiary of Jio Platforms.
- **HDFC:** The housing finance company (HFC) has lowered its retail prime lending rate (RPLR) on housing loans, on which adjustable rate home loans are benchmarked, by 15 basis points, effective 22 April. This will benefit all HDFC Ltd retail home loan customers.
- **Federal Bank:** The board of the private lender on Tuesday gave in-principle nod to acquire additional equity stake of up to 4% of IDBI Federal Life Insurance Co Ltd (IFLIC) from IDBI Bank Ltd. Federal Bank Ltd currently holds a 26% stake in the insurance company.
- **IIFL Finance:** Fitch Ratings has assigned B+ rating to the company's medium-term note (MTN) programme and placed the debt instrument under watch negative.
- **ACC:** The cement maker on Tuesday reported a 6.6% year-on-year (YoY) decline in consolidated profit for the March quarter to Rs 323 crore, compared with Rs 346.02 crore in the same quarter last year.
- **Punjab & Sind Bank:** ICRA has downgraded the rating for the bank's Basel III-compliant tier-1 bonds worth Rs 1,000 crore to ICRA A- and maintained negative outlook.
- **Tejas Networks Q4 |** Loss at Rs 126.53 crore versus profit at Rs 35.89 crore, revenue fell to Rs 54.57 crore versus Rs 273.13 crore YoY.
- **Shalimar Paints:** The paint maker on Tuesday said Equity Intelligence India has bought 1.84% stake, Assured Fi-Cap Pvt Ltd 1.28% in the company during the March quarter.
- **Kalpataru Power:** The company said its wholly-owned subsidiary JMC Projects (India) Ltd has partially resumed operations at some project sites in the country from 21 April, on lines of the government's plans to lift the national lockdown in a phased manner.
- **Eveready Industries:** The battery maker said operations at its Lucknow and Haridwar plants have partially resumed, while they will re-start in Assam's Matia plant in a few days.
- **Crompton Greaves Consumer Electricals |** Company partially resumed operations at Goa and Vadodara plants in a phased manner.

| Global Indices | Current Value | %1D |
|----------------|---------------|-------|
| DowJones | 23019 | -2.67 |
| Nasdaq | 8264 | -3.48 |
| DAX | 10249 | -3.99 |
| Nikkei 225 | 19050 | -1.20 |
| FTSE 100 | 5641 | -2.96 |
| Hang Seng | 23618 | -0.74 |
| Shanghai | 2828 | 0.04 |
| Straits Times | 2519 | -1.27 |

| Trading activity in cash Rs Cr | | | | |
|--------------------------------|-------|-------|-------|--------|
| Date | 21Apr | Net | MTD | FY20 |
| FII | | -2095 | -5212 | -98273 |
| DII | | -68 | 295 | 133646 |

| Forex Rate | | |
|------------|-------|--------|
| USD/INR | 76.84 | 0.39% |
| EUR/INR | 83.57 | 0.48% |
| GBP/INR | 94.53 | -0.72% |
| JPY/INR | 71.31 | 0.48% |

Global News

Wall Street tumbled for a second straight day on Tuesday as a collapse in US oil prices and glum forecasts by companies worsened fears of a deep economic downturn. Dow Jones Industrial Average fell 2.67% to end at 23,018.88 points, while the S&P 500 lost 3.07% to 2,736.57. The Nasdaq Composite dropped 3.48% to 8,263.23. Asian markets declined on the back of sharp losses in the oil markets overnight. Shanghai composite was down 0.41% Nikkei 225 fell 1.36% in early trade and the Topix index slipped 0.93%.

| Corporate Action | | |
|------------------|------------------|---------|
| Stock Name | Purpose | Ex Date |
| ABB | Dividend Rs 4.80 | 5-May |

| G-Sec Yield | Price | Change% |
|-----------------|-------|---------|
| 1yr Bond Yield | 4.09 | -0.49% |
| 10yr Bond Yield | 6.21 | -0.01% |

| Results Calender | 22-Apr-20 |
|------------------|-----------|
| NIL | |

| F&O Ban List |
|--------------|
| NIL |



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MORNING NEWSLETTER

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