

MSEARCH

MORNING NEWSLETTER

Dated: 5 May 2020

Indices	CMP	%1D
Sensex	31715	-5.94
Nifty	9293	-5.74
BSE-Midcap	11502	-4.25
BSE-Smallcap	10753	-3.14
SGX Nifty	9392	1.65

Market Outlook

Indian markets indicate to open with a flat positive note on the back of mixed global cues. On the domestic front, all eyes on long awaited stimulus package if announced anytime may give supportive relief for market sentiments. We are in earnings session and March numbers are below market expectations and disappointing March quarter earnings also dampened market sentiment, Hence Stock-specific movement may be seen and we advise momentum traders to stay light. Technically Nifty50 forms an 'Island Reversal' pattern, headed for 9,250, On the upside, the 9,350 mark will act as a key resistance and any violation of this level may trigger a pullback rally towards the 9,400-9,460 zone with the key support level for Nifty is placed at 9,195, followed by 9,098. If the index starts moving up, key resistance levels to watch out for are 9,462 and 9,631.

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

- **Graphite India:** The company has started partial operations at its Graphite Electrode plant in Durgapur, West Bengal, Impervious Graphite Equipment plant in Ambad and GRP plant in Gonde, (both in Nashik, Maharashtra), engaging the permitted minimum manpower, it said in a BSE filing.
- **Ashok Leyland:** The manufacturing activities and the company's dealerships across India, remained shuttered due to covid-19 and recorded nil production and sales, for the month of April 2020.
- **Ceat:** The company has partially resumed operations at its facilities in Maharashtra and Gujarat. With government announcing various relaxations and guidelines, the company is able to partially resume its functioning at its plants located at Nasik, Nagpur (Maharashtra) and Halol (Gujrat), with restricted movement of manpower as prescribed, Ceat Ltd said in a regulatory filing.
- **Automotive Axles:** The company has resumed offices and manufacturing at Rudrapur with effect from 23 April and at Mysore from 4 May with all precautionary measures including the safe distancing and criteria's as per the government norms, it said in a BSE filing.
- **Marico:** FMCG firm Marico Ltd on Monday reported a 50.62% decline in consolidated net profit at ₹199 crore for the fourth quarter ended March 2020 due to COVID-19 related disruptions. The company had posted a net profit of ₹403 crore in January-March quarter a year ago, Marico said in a BSE filing.
- **Lupin:** The company announced positive top-line results from its pivotal Phase 3 clinical trial to assess efficacy and safety of single-dose Solosec® in treating trichomoniasis.
- **Manappuram Finance:** The lender will raise up to ₹500 crore by issuing debt securities, it said on Monday. The financial resources and management committee of the board of directors will consider the proposed allotment on May 8, 2020, it said in a regulatory filing.
- **Abbott India:** Global healthcare major Abbott on Monday said it has received CE mark for its laboratory-based serology blood tests for covid-19 and these tests will be available in India by the end of May. The company will begin shipping the tests to India during May and will scale up to meet the demands subsequently, Abbott said in a statement.
- **Colgate Palmolive:** The company has been allowed to resume operations at reduced capacity at all of its manufacturing plants as per respective local regulations applicable to them although few plants are facing challenges of inter-districts and inter-state movement of labour, it said in a regulatory filing.

Global Indices	Current Value	%1D
DowJones	23750	0.11
Nasdaq	8717	1.23
DAX	10467	-3.64
Nikkei 225	19619	-2.84
FTSE 100	5754	-0.16
Hang Seng	23795	0.77
Shanghai	2860	1.33
Straits Times	2594	1.18

Trading activity in cash Rs Cr				
Date	4 May	Net	MTD	FY21
FII	-1374	-1374	-99641	
DII	-1662	-1661	134388	

Forex Rate		
USD/INR	75.71	0.80%
EUR/INR	82.52	-0.78%
GBP/INR	93.93	-0.77%
JPY/INR	71.05	0.77%

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

US stocks ended higher on Monday as increases in large tech and

	Price	Change%
10yr Bond Yield	6.08	-0.49%

Global News

US stocks ended higher on Monday as increases in large tech and internet companies and oil price gains outweighed concerns about the latest US-China tensions and downbeat sentiment from the annual meeting of Warren Buffett's Berkshire Hathaway. The Dow Jones Industrial Average rose 26.07 points, or 0.11%, to 23,749.76, the S&P 500 gained 12.03 points, or 0.42%, to 2,842.74 and the Nasdaq Composite added 105.77 points, or 1.23%, to 8,710.72. A late Wall Street rally is expected to lead Asian stocks higher on Tuesday after tech shares and oil rose on easing coronavirus restrictions and prospects of an economic recovery, overcoming concerns about renewed Sino-U.S. trade tensions. Early on Tuesday trading in Asia, futures for the S&P 500 were up 0.1% and the Australian S&P/ASX 200 futures were up 0.32%. Hong Kong's Hang Seng index futures rose 0.24%. Japan and mainland China markets are closed for public holidays.

Results Calender

5-May-20
ADANIPORT, ASTECLIFE, NIITTECH, RALLISINDIA, SBILIFE, TATACOFFEE, VBL

F&O Ban List

NIL



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