

Dated: 13 April 2020

Indices	CMP	%1D
Sensex	31160	4.23
Nifty	9111	4.15
BSE-Midcap	11374	3.63
BSE-Smallcap	10294	3.15
SGX Nifty	9062	-0.49

### Market Outlook

Indian markets indicate to open in a subdued negative mood on the back of mixed global sentiment. We are not bit convinced of the rally and feel that going forward, the market mood will be dictated by news flow around the spread of COVID-19 and extension to the current lockdown rather than March quarter earnings which seem to have already been priced in. We expect market to consolidate and continue the trend with global markets in coming months. Technically the key support level for Nifty is placed at 8,968.18, followed by 8,824.47. If the index continues moving up, key resistance levels to watch out for are 9,191.98 and 9,272.07.

Index	FY20	FY21E	FY22E
Sensex EPS	1634	1840	2164
P/E	16	15	12
Nifty EPS	516	569	670
P/E	15	14	12

### Top Domestic News

- **HDFC:** China's central bank raised its stake in Housing Development Finance Corp. Ltd, the country's largest mortgage lender told stock exchanges. People's Bank of China raised its stake to 1.01% from 0.8%, HDFC said. The stake comprises 17.49 million shares of the mortgage lender.
- **Dr Reddy's Laboratories:** The Hyderabad-based company has received an establishment inspection report from the US health regulator for its Nalgonda-based active pharmaceutical ingredient manufacturing unit.
- **Cadila Healthcare:** Zydus Cadila has received tentative approval from the USFDA to market Empagliflozin Tablets, in the strengths of 10 mg and 25 mg. The medication is used together with diet and exercise to improve blood sugar control in adults.
- **Godrej Consumer Products:** In an update on its fourth quarter earnings, GCPL said that the company "will report around high teens revenue decline in the quarter" as demand in the market slumped due to disruption of both back end and front-end supply chain in the last twelve days of March.
- **IDFC First Bank:** The private sector lender's deposits surged 157% to ₹33,898 crore in the quarter ending 31 March 2020 from ₹13,214 crore in the same period a year ago, it said in an exchange filing.
- **InterGlobe Aviation:** India's largest domestic airline InterGlobe Aviation-run IndiGo will operate only 50% of its capacity and discontinue on board meal services for a brief period of time, once airlines resume services after the current lockdown to contain covid-19 is lifted, chief executive officer of the airline Rono Dutta said.
- **Avenue Supermarts:** The company, which runs the popular hypermarket chain DMart on Friday said that nearly 50% of its stores are not operating due to covid-19 restrictions imposed by local authorities, the company said in a filing to stock exchanges.
- **JSPL:** Private steel maker JSPL has bagged an order of 2,308 tonne head hardened rails from Kolkata Metro Rail Corporation, a company official has said. These special rails are used in high-speed freight corridors and metro rail projects.
- **CSB Bank:** CRISIL has assigned 'A1+' rating to the proposed issue of ₹2,000 crore certificate of deposits programme and ₹2,000 crore short-term fixed deposits programme of the bank.
- **Auto companies:** Dealers have sought immediate financial support from car automobile manufacturers and the government to tide over the current challenging business environment. Already, facing heat due to a prolonged slowdown in the industry and a sizeable unsold BSIV stock, the auto dealers are now faced with the challenge of retaining their workforce and sales infrastructure.

Global Indices	Current Value	%1D
DowJones	23719	1.22
Nasdaq	8154	0.77
DAX	10565	2.24
Nikkei 225	19350	-0.76
FTSE 100	5843	2.90
Hang Seng	24300	1.38
Shanghai	2785	-0.41
Straits Times	2570	-0.05

Trading activity in cash Rs Cr				
Date	9Apr	Net	MTD	FY20
FII		1738	1346	-91715
DII		-466	1492	134843

Forex Rate		
USD/INR	76.42	0.07%
EUR/INR	83.01	0.70%
GBP/INR	94.63	0.63%
JPY/INR	70.02	0.01%

Corporate Action		
Stock Name	Purpose	Ex Date
GSKCONS	Amalgamation	16-Apr
ABB	Dividend Rs 4.80	5-May

### Global News

Wall Street rose for the third time in four days on Thursday as the U.S. Federal Reserve unleashed its latest program designed to buttress local governments and businesses crushed by moves to slow the coronavirus outbreak. The Dow Jones Industrial Average rose 191.56 points, or 0.82%, to 23,625.13, the S&P 500 gained 25.36 points, or 0.92%, to 2,775.34 and the Nasdaq Composite added 11.85 points, or 0.15%, to 8,102.75. Stocks in Asia traded lower as the Organization of the Petroleum Exporting Countries and its allies reached an agreement on a record oil production cut. Nikkei 225 slipped 1.04 percent in early trade while the Topix index dipped 0.94 percent. South Korea's KOSPI also declined 0.63 percent.

G-Sec Yield	Price	Change%
1yr Bond Yield	4.56	-0.44%
10yr Bond Yield	6.49	0.78%

Results Calendar	13-Apr-20
NIL	

F&O Ban List
NIL



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## MORNING NEWSLETTER

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