

Dated: 17 December 2020

| Indices | CMP | %1D |
|--------------|-------|-------|
| Sensex | 46666 | 0.87 |
| Nifty | 13683 | 0.85 |
| BSE-Midcap | 17888 | 0.87 |
| BSE-Smallcap | 17852 | 0.88 |
| SGX Nifty | 13665 | -0.15 |

Market Outlook

Indian markets are expected to open flat and consolidate before it makes next major move. Technically nifty has formed a small-bodied bullish candle on the daily charts. Going ahead, we see 13,600 would be the key level to hold and close above this level would give makers a push. The stock-specific trading approach is yielding decent returns so far. Overall structure of the market breath continues to remain positive due to healthy FII inflows and developments on the vaccine front. Technically nifty has to hold strength up-move towards 13,680-13,800 levels while on the downside, major support exists at 13,447. Overall undertone of the market looks positive but profit-booking cannot be ruled out as the benchmarks are at peak valuation. On daily charts, the key support levels for the Nifty are placed at 13,628, followed by 13,574. If the index moves up, the key resistance levels to watch out for are 13,714 and 13,746.

| Index | FY21 | FY22E | FY23E |
|------------|------|-------|-------|
| Sensex EPS | 1550 | 1736 | 2031 |
| P/E | 30 | 27 | 23 |
| Nifty EPS | 501 | 551 | 645 |
| P/E | 27 | 25 | 21 |

Top Domestic News

- **Hero MotoCorp:** The two-wheeler maker will increase prices of all its vehicles by up to ₹1,500 from 1 January. The hike was announced in order to offset the impact of rising input costs.
- **Telecom companies:** India plans to auction ₹3.92 trillion worth of airwaves suitable for fourth-generation (4G) mobile networks in March after a gap of more than four years, as the government seeks to raise resources to fund infrastructure spending and carry out a nationwide vaccination programme.
- **Maruti Suzuki India:** The carmaker is developing a compact sport-utility vehicle (SUV) that would be based on its popular Baleno hatchback, two people directly aware of the company's plans said. Code-named 'YTB', the new model is likely to be designed as a coupe or a mini crossover.
- **Wipro:** The IT company has completed acquisition of 83.4% stake in Encore Theme, a specialist in providing SaaS and Cloud solutions in financial services. The remaining stake will be acquired subject to and after receipt of certain regulatory approvals/confirmations.
- **Sugar companies:** The Cabinet has approved ₹3,500 crore subsidy for sugar farmers and said the subsidy will be given on 60 lakh tons of sugar exports at the rate of ₹ 6000 per tonne. Farmers will get the subsidy in their account directly.
- **Future Enterprises:** The Kishore Biyani company reported a consolidated net loss of ₹320.56 crore for the quarter ended September, on account of lower revenue from operations. The company had posted a net profit of ₹21.78 crore in the corresponding quarter a year ago.
- **Videocon Industries:** The committee of creditors has approved the resolution plan submitted by Twin Star Technologies Limited. The resolution plan has been filed with the National Company Law Tribunal, Mumbai.
- **IndusInd Bank:** The private lender said Sebi has granted one-month extension for its promoters to infuse residual capital in lieu of conversion of warrants, issued to them last year, worth over ₹2,695 crore into equity.
- **Jubilant FoodWorks:** The company, which operates the Domino's Pizza and Dunkin' Donuts restaurants in India, has announced the launch of a new restaurant chain selling biryani under the Ek dum! brand, capitalizing on the popularity of the rice-based dish among Indian diners.

| Global Indices | Current Value | %1D |
|----------------|---------------|-------|
| DowJones | 30154 | -0.15 |
| Nasdaq | 12658 | 0.50 |
| DAX | 13566 | 1.52 |
| Nikkei 225 | 26755 | -0.01 |
| FTSE 100 | 6571 | 0.88 |
| Hang Seng | 26455 | -0.02 |
| Shanghai | 3359 | -0.24 |
| Straits Times | 2853 | -0.70 |

| Trading activity in cash Rs Cr | | | | |
|--------------------------------|--------|-------|-------|-------|
| Date | 16 Dec | Net | MTD | FY21 |
| FII | | 1982 | 38354 | 4697 |
| DII | | -1718 | 38764 | 63495 |

| Forex Rate | | |
|------------|-------|-------|
| USD/INR | 73.68 | 0.01% |
| EUR/INR | 89.73 | 0.23% |
| GBP/INR | 99.30 | 1.11% |
| JPY/INR | 71.23 | 0.58% |

| Corporate Action | | |
|------------------|-------------------|---------|
| Stock Name | Purpose | Ex Date |
| HAL | Interim Div Rs 15 | 17-Dec |
| POWERGRID | Interim Div Rs 5 | 17-Dec |
| VRL | Dividend Rs 1.5 | 18-Dec |

Global News

Wall Street rose on December 16, with the Nasdaq closing at a record high as investors awaited a potential fiscal economic stimulus package and after the Federal Reserve repeated a pledge to keep its benchmark interest rate near zero. Asian stocks were set for gains on December 17 as progress toward a long-awaited US stimulus package and a pledge by the Federal Reserve to keep interest rates low helped the Nasdaq benchmark to a fresh record high.

| G-Sec Yield | Price | Change% |
|-----------------|-------|---------|
| 1yr Bond Yield | 3.71 | 0.45% |
| 10yr Bond Yield | 5.94 | 1.02% |

| Results Calender | 17-Dec-20 |
|------------------|-----------|
| NIL | |

| F&O Ban List |
|--------------|
| CANBNK, PNB |



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MORNING NEWSLETTER

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