

Dated: 19 July 2019

Indices	CMP	%1D
Sensex	38897	-0.81
Nifty	11597	-0.78
BSE-Midcap	14364	-1.23
BSE-Smallcap	13558	-1.15
SGX Nifty	11642	0.34

Index	FY20	FY21E	FY22E
Sensex EPS	1386	1973	2372
P/E	28	20	16
Nifty EPS	459	616	734
P/E	25	19	16

Global Indices	Current Value	%1D
DowJones	27223	0.01
Nasdaq	8207	0.27
DAX	12228	-0.92
Nikkei 225	21394	1.65
FTSE 100	7493	-0.56
Hang Seng	28753	1.02
Shanghai	2932	1.05
Straits Times	3374	0.40

Trading activity in cash Rs Cr				
Date	18 July	Net	MTD	FY20
FII		-1405	-5525	5199
DII		329	5839	10586

Forex Rate		
USD/INR	68.68	-0.15%
EUR/INR	77.39	0.16%
GBP/INR	86.22	0.79%
JPY/INR	64.00	0.00%

Corporate Action		
Stock Name	Purpose	Ex Date
HDFC	Final Dividend Rs 17.5	19-Jul
L&TFH	Final Dividend Rs 1	19-Jul
AEGISLOG	Final Dividend Rs 0.9	19-Jul
CENTURYTEX	Dividend Rs 7.5	19-Jul
GICRE	Dividend Rs 6.75	19-Jul

G-Sec Yield	Price	Change%
1yr Bond Yield	5.93	-2.15%
10yr Bond Yield	6.39	-1.44%

### Market Outlook

Indian markets indicates for a possible Positive opening on the back of Asian markets which are trading higher today following Positive cues from the markets stateside, the major indexes saw their first gains in three sessions. New York Federal Reserve President John Williams said Thursday the central bank needed to "act quickly" when the economy was slowing and rates were low. Back home Indian index are forming a bearish candle resembling a Bearish Belt Hold kind of formation on the daily scale. The negative chart pattern and similarity of the reversal pattern indicate more pain ahead for the market. Technically the key support level is placed at 11,560, followed by 11,524. If the index starts moving upward, the key resistance levels to watch out are 11,655 and 11,713.

### Top Domestic News

- Results on July 19: Bhageria Industries, Hindustan Zinc, Indbank Merchant Banking Services, Tokyo Plast International
- ACC Q2: Profit grows 39.5 percent to Rs 455.7 crore versus Rs 326.7 crore, revenue increases 7.8 percent to Rs 4,149.8 crore versus Rs 3,848.3 crore YoY.
- Cyient Q1: Profit falls 48.8 percent to Rs 90.5 crore versus Rs 176.6 crore, revenue dips 6.4 percent to Rs 1,089 crore versus Rs 1,162.9 crore, dollar revenue declines 5.2 percent to \$156.6 million versus \$165.2 million QoQ.
- Sasken Technologies Q1: Profit slips 15.3 percent to Rs 23.2 crore versus Rs 27.4 crore, revenue dips 0.7 percent to Rs 134.6 crore versus Rs 135.4 crore QoQ.
- Rallis India Q1: Consolidated profit jumps to Rs 67.76 crore versus Rs 54.74 crore; revenue rises to Rs 623.24 crore versus Rs 573.11 crore YoY.
- Hatsun Agro Q1: Profit jumps 35.4 percent to Rs 51.2 crore versus Rs 37.8 crore, revenue rises 15.2 percent to Rs 1,423.2 crore versus Rs 1,235.6 crore YoY.
- L&T Infotech Q1: Profit falls 11.3 percent to Rs 355.7 crore versus Rs 378.5 crore; revenue dips to Rs 2,484.9 crore versus Rs 2,486 crore, dollar revenue grows 0.8 percent to \$356.5 million versus \$353.8 million QoQ.
- Uttam Galva Steels Q1: Consolidated loss at Rs 269.38 crore versus loss Rs 368.51 crore; revenue falls to Rs 112.24 crore versus Rs 199.30 crore YoY.
- Thermax: Company bagged order worth Rs 471 crore from Indian government power company for project in Jharkhand.
- Tata Motors: Company incorporated wholly owned unit Brabo Robotics & Automation w.e.f July 17.
- Oriental Bank of Commerce: CARE revised rating outlook of Tier I & Tier II bonds from negative to stable.
- Jet Airways: Insolvency Resolution Professional (IPR) published the list of creditors, claims filed for airline, financial creditors claim Rs 10,231 crore against airline but IRP admits Rs 8,463 crore of financial creditors claims.
- Jasch Industries: CRISIL has upgraded the rating of long-term bank loan facilities from stable to BBB/Positive. Short-term rating of A3+ has been reaffirmed.
- Reliance Nippon Life Asset Management: CCI approves acquisition of up to 75 percent stake in the company by Nippon Life Insurance
- HUDCO: Board approves issue of NCDs worth Rs 1,250 crore

### Global News

US stocks moved higher on Thursday after a slow start as comments from New York Fed President John Williams helped cement expectations for an interest rate cut from the US central bank at the end of the month. The Dow Jones Industrial Average rose 3.12 points, or 0.01%, to 27,222.97, the S&P 500 gained 10.69 points, or 0.36%, to 2,995.11 and the Nasdaq Composite added 22.04 points, or 0.27%, to 8,207.24. Asian stocks gained and the dollar sagged on Friday after a top Federal Reserve official all but cemented expectations of a US interest rate cut later this month.

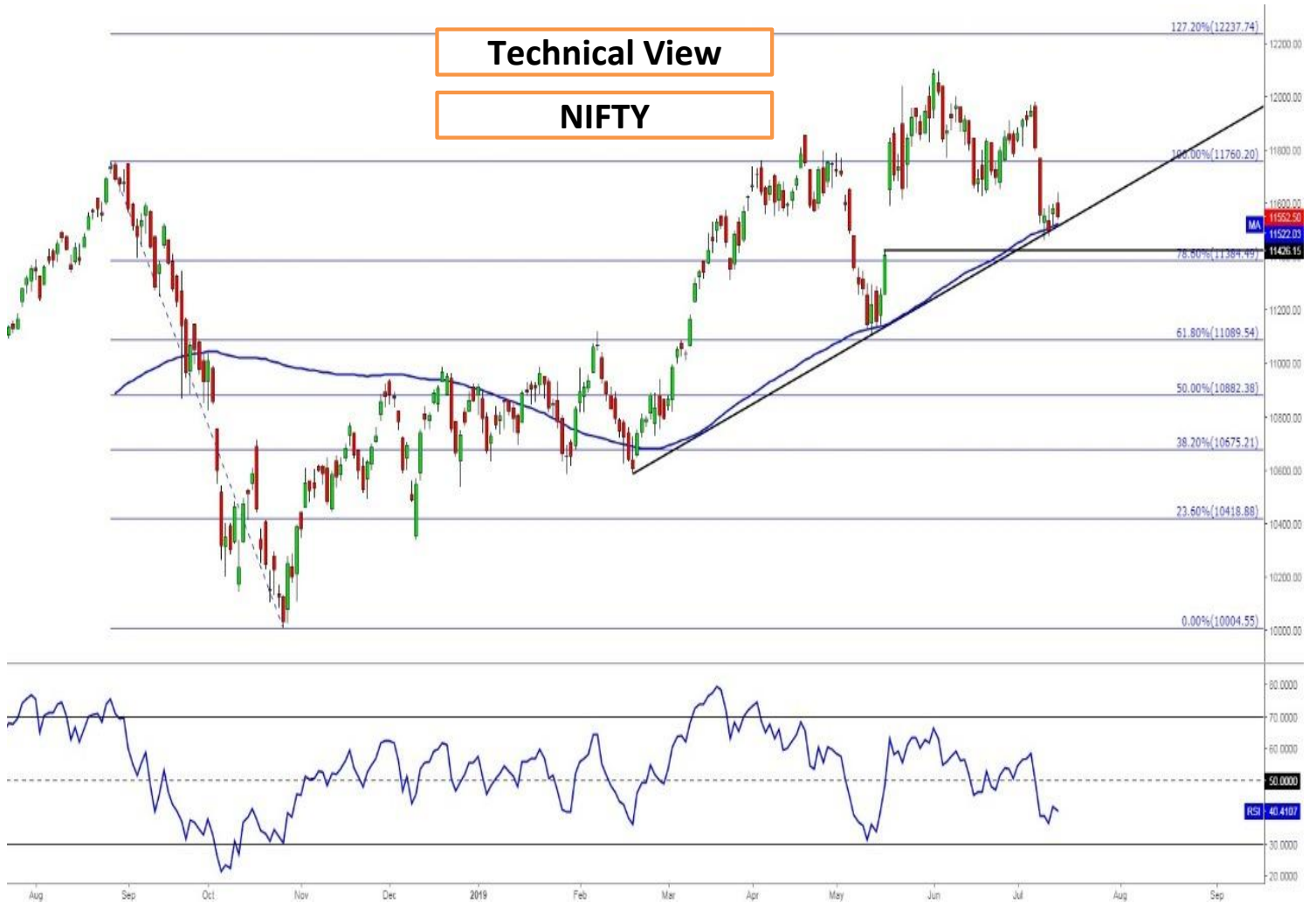
### Results Calendar 19-Jul-19

RELIANCE, RBLBANK, PHILPCARB, MAHINDCIE, LTTS, L&TFH, JMFANANCIL, INDIGO, ICICIGI, HINDZINC, DHANU KA, DABUR, BANDHBNK.

### F&O Ban List

DHFL, RELCAPITAL, IDBI, RELINFRA, TATAELXI.

Dated: 19 July 2019



### Technical View

### NIFTY

Last week's low of 11461 holds lot of significance because it coincides with multiple technical evidences such as, (i) 61.8% retracement of recent rally (11108 – 12103), (ii) Trend line joining previous lows and (iii) The vicinity of the bullish gap formed after exit poll numbers. For a time being, market has respected this crucial junction but going ahead, it would be important to see how index behaves around it. In case of a breakdown below 11460 – 11430, the selloff is likely to escalate to test lower levels 11250 - 11230 or even a move towards May lows (11108) cannot be ruled out. So till the time we are above it, there is still a final ray of hope for the bulls. However, on the upside, previous support of 11640 is now acting as a sturdy wall. Hence, if index has to regain any strength, it needs to convincingly surpass this hurdle of 11640 - 11700. For a time being, 11430 – 11640 would be seen as a crucial range for the index. At present, traders are advised to stay light and avoid taking any undue risks. As mentioned in the above section, any existing longs should be exited if index breaches key support of 11460 – 11430 convincingly. On the sectoral front, there were some notable moves seen in the Auto and Metal spaces towards the latter half of the week. So if market manages to hold its support, we would see sharp pull backs in these names. Also, midcap index had an encouraging move despite the benchmark tumbled in the final hour. Do watch out for this universe as well.



# MSEARCH

## MORNING NEWSLETTER

**Disclaimer: Investments in securities market are subject to market risks, read all the related documents carefully before investing.**

Mehta Equities Limited (MEL) has used information that is publically available and information developed in-house. Some of the information used in the document may have been obtained from members/persons other than the MEL and/or its affiliates and which may have been made available to MEL and/or its affiliates. MEL however does not warrant the accuracy, reasonableness and/or completeness of any information and does not take responsibility of updating any data/information. For data reference to any third party in this material, no such party will assume any liability for the same. All data/information used in preparation of this material is dated and may or may not be relevant at any time after the issuance of this material. MEL (including its affiliates) and any of its officers, directors, personnel and employees, shall not be liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any arising form the use of this material in any manner. Nothing contained in this document shall be construed to be an investment advice/recommendation on an assurance of the benefits of investing. Recipient alone shall be fully responsible for any investment decision taken on the basis of this document.

### MEHTA EQUITIES LTD

BSE: - Membership Clearing No. 122 - SEBI Regn. No. INB010683856, NSE: - Membership Clearing No. 13512- SEBI Regn. No. INB231351231, NSE FO SEBI Regn. No. INF231351231, CIN No: U65990MH1994PLC078478  
MSEI: - Membership Clearing No. 51800 - SEBI Regn. No. INB261351234

Mehta Equities Limited, 903, 9th floor, Lodha Supremus, Dr.E. Moses Road, Worli Naka, Worli, Mumbai 400 018, India  
Tel: +91 22 6150 7101, Fax: +91 22 6150 7102  
Email:[info@mehtagroup.in](mailto:info@mehtagroup.in) Website:[www.mehtagroup.in](http://www.mehtagroup.in)