

Dated: 20 January 2021

| Indices | CMP | %1D |
|--------------|-------|-------|
| Sensex | 49398 | 1.72 |
| Nifty | 14521 | 1.68 |
| BSE-Midcap | 18952 | 2.31 |
| BSE-Smallcap | 18635 | 1.66 |
| SGX Nifty | 14513 | -0.30 |

Market Outlook

Indian markets are expected to open on a flat note following global cues and trade in ranged mood before making the next move. All eyes on US new president speech, domestic earnings session and expectations on budget 2021. Technically index has formed a bullish candle on the daily charts after bearish candle seen in the previous two consecutive sessions. This signals intact of short-term uptrend and one may expect Nifty to challenge the recent all-time high of 14,653 soon. We expects more upside towards 14,655 and higher in the next couple of sessions. Immediate support is placed at 14,450 and below this 14125 act's as crucial support for trend reversal. On daily charts, the key support levels for the Nifty are placed at 14,399, followed by 14,277. If the index moves up, the key resistance levels to watch out for are 14,594 and 14,667.

| Index | FY21 | FY22E | FY23E |
|------------|------|-------|-------|
| Sensex EPS | 1550 | 1736 | 2031 |
| P/E | 32 | 28 | 24 |
| Nifty EPS | 501 | 551 | 645 |
| P/E | 29 | 26 | 23 |

Top Domestic News

- **Bajaj Finance:** India's largest non-bank lender will report its December quarter earnings today. The company's consolidated net profit fell 36% to ₹965 crore in the September quarter on higher provisioning. Provisions rose 181% to ₹1635 crore as on 31 September.
- **State Bank of India:** The RBI said the state-owned lender, along with private sector lenders ICICI Bank and HDFC Bank continue to be Domestic Systemically Important Banks (D-SIBs) or institutions which are 'too big to fail'. SIBs are subject to higher levels of supervision so as to prevent disruption in financial services in the event of any failure.
- **Hindustan Unilever:** The Bombay High Court (HC) has said German personal care brand Sebamed can continue comparative advertisements naming fast-moving consumer goods major HUL soap brands Dove, Pears and Lux as long as it is backed by right scientific data. However, the company must remove HUL's detergent brand Rin reference from campaigns which compare the pH level of soap brands Pears and Dove to that of Rin.
- **Vedanta:** Vedanta Resources has agreed to settle all claims brought against it by Zambian villagers following pollution by a copper mine run by Konkola Copper Mines Plc, the company and law firm Leigh Day said on Tuesday. The claim, centering on pollution from the Nchanga Copper Mine, was brought by more than 2,500 Zambian villagers against KCM - Zambia's biggest private employer - and its UK-based parent company Vedanta Resources.
- **IIFL Finance:** The Fairfax and CDC-backed company said its wholly-owned subsidiary IIFL Home Finance Ltd and Standard Chartered Bank have entered into a co-lending arrangement for extending MSME loans. Under this partnership,
- **Larsen & Toubro Infotech:** The company reported a 37.85% jump in net profit to ₹519.3 crore for the December quarter, mainly driven by a surge in revenue and margin expansion. It reported a 12% increase in revenues to ₹3,152.8
- **Tata Communications:** The company posted over a five-fold jump in consolidated net profit at ₹309.41 crore for the December quarter. Its income from operations was largely flat at ₹4,222.83 crore.
- **Ceat:** The tyre manufacturer reported around 149% year-on-year jump in consolidated net profit to ₹132 crore for the quarter ended December, as vehicle production returned to pre-covid level and sales in the after-market segment made a strong comeback. Net sales during the quarter surged 26% year-on-year to ₹2,221 crore.
- **Sobha Ltd:** The real estate company said its subsidiary Sobha Highrise Ventures Private Ltd has bought 100% shares of Annalakshmi Land Developers at ₹175.16 per share.

| Global Indices | Current Value | %1D |
|----------------|---------------|-------|
| DowJones | 30930 | 0.38 |
| Nasdaq | 13197 | 1.53 |
| DAX | 13816 | -0.24 |
| Nikkei 225 | 28505 | -0.45 |
| FTSE 100 | 6713 | -0.11 |
| Hang Seng | 29975 | 1.12 |
| Shanghai | 3584 | 0.48 |
| Straits Times | 2996 | 0.02 |

| Trading activity in cash Rs Cr | | | | |
|--------------------------------|--------|------|--------|-------|
| Date | 19 Jan | Net | MTD | FY21 |
| FII | | 257 | 17808 | 70729 |
| DII | | -199 | -12565 | 13638 |

| Forex Rate | | |
|------------|-------|--------|
| USD/INR | 73.20 | -0.20% |
| EUR/INR | 88.78 | 0.29% |
| GBP/INR | 99.63 | 0.32% |
| JPY/INR | 70.38 | -0.45% |

| Corporate Action | | |
|------------------|---------|---------|
| Stock Name | Purpose | Ex Date |

| | | |
|------|-------------------|--------|
| CESC | Interim Div Rs 45 | 22-Jan |
|------|-------------------|--------|

Global News

Wall Street's main indexes rose on Tuesday as US Treasury Secretary nominee Janet Yellen advocated for a hefty fiscal relief package before lawmakers to help the world's largest economy ride out a pandemic-driven slump. The Dow Jones Industrial Average rose 116.26 points, or 0.38%, to 30,930.52, the S&P 500 gained 30.66 points, or 0.81%, to 3,798.91 and the Nasdaq Composite added 198.68 points, or 1.53%, to 13,197.18. Investors in Asian markets were poised for gains on Wednesday after Wall Street indexes rose on the back of U.S. Treasury Secretary nominee Janet Yellen's push for a sizable fiscal relief package in response to the COVID-19 pandemic. Australia's ASX 200 rose more than 0.5% in early trade Wednesday. Australia's ASX 200 rose more than 0.5% in early trade Wednesday.

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

| Results Calendar | 20-Jan-21 |
|---|-----------|
| BAJAJFINSERV, BAJAJFIN, FEDBANK, EXCEL, GMM, HAVELLS, HDFCAMC, LTTS, PHILPCARBON, SYNGENE, TINPLATE, VSTIND | |

| F&O Ban List |
|------------------|
| BHEL, IDEA, SAIL |



MSEARCH

MORNING NEWSLETTER

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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 Website:www.mehtagroup.in