

Dated: 2 February 2021

Indices	CMP	%1D
Sensex	48600	5.00
Nifty	14281	4.74
BSE-Midcap	18630	3.03
BSE-Smallcap	18354	2.03
SGX Nifty	14473	0.80

### Market Outlook

Indian markets are expected to open in a flat positive note after a spectacular post budget and following global markets. Technically index has formed a big bullish candle which resembles a Long White Day kind of candle on the daily charts and the next important hurdles to be watched are 14,600 and 14,753. At the lower side, the area of 14,000 could be a crucial support for the market. On daily charts the key support levels for the Nifty are placed at 13,849, followed by 13,418. If the index moves up, the key resistance levels to watch out for are 14,524. and 14,767.

Index	FY21	FY22E	FY23E
Sensex EPS	1550	1736	2031
P/E	31	28	24
Nifty EPS	501	551	645
P/E	29	26	22

### Top Domestic News

- **Auto stocks:** Reflecting a seemingly sustainable market recovery amid concerns oversupply of certain parts, auto majors Maruti Suzuki, Hyundai Motor, M&M, Tata Motors, Honda and MG Motor on Monday reported growth in their domestic passenger vehicle (PV) sales in January.
- **PNB Housing Finance:** Is looking at forging tie-ups with some banks for co-lending in the housing loan sector and is hopeful that these partnerships will be win-win for consumers, banks and NBFCs.
- **Insurers:** The Union Budget for 2021-22 has proposed raising foreign direct investment limit in insurance to 74% from 49%, which will likely accelerate growth and spur competition in the sector and lead to an inflow of foreign capital into private Indian insurers.
- **Pharma stocks:** The government will spend ₹64,180 crore over the next six years to improve healthcare services available across primary to tertiary care facilities, finance minister Nirmala Sitharaman announced in her budget speech on Monday.
- **Steel stocks:** The Union Budget for 2021-22, released on Monday, has proposed a reduction in custom duty on steel products of up to 5% to 7.5%.
- **Infra stocks:** Finance Minister Nirmala Sitharaman on Monday said the government will set up a ₹20,000 crore Development Finance Institution (DFI) with a view to mobilise ₹111 lakh crore required for funding of the ambitious national infrastructure pipeline.
- **Coal India:** Production in January was at 60.5 million tonnes, lower from 63.1 million tonnes a year ago while offtake fell to 53.3 million tonnes from 55.9 million tonnes in the same period.
- **NMDC:** The company reported production of 3.86 million tonnes iron ore in January, up from 3.31 million tonnes a year ago, while sales stood at 3.74 million tonnes against 2.96 million tonnes in the same period.
- **PVR:** The company set the issue price for QIP at ₹1,440 per share and raised ₹800 crore. Also, the Centre has allowed cinema halls to operate at 100% capacity from February 1, except in containment zones, while adhering to health safety protocols.

Global Indices	Current Value	%1D
DowJones	30212	0.76
Nasdaq	13403	2.55
DAX	13622	1.41
Nikkei 225	28376	1.02
FTSE 100	6467	0.92
Hang Seng	29459	1.96
Shanghai	3522	0.48
Straits Times	2913	0.58

Trading activity in cash Rs Cr			
Date 1 Feb	Net	MTD	FY21
FII	1494	1494	63395
DII	-90	-90	14142

Forex Rate		
USD/INR	73.31	0.19%
EUR/INR	88.37	-0.27%
GBP/INR	100.39	0.44%
JPY/INR	69.69	-0.03%

Corporate Action		
Stock Name	Purpose	Ex Date

KAJARIACERAMIC	Interim Div Rs 10	2-Feb
KKCL	Interim Div Rs 8	3-Feb

### Global News

The S&P 500 registered its biggest daily percentage gain since Nov. 24 on Monday after a steep sell-off last week, and technology-related shares led the advance, while a move by retail traders into silver drove up mining shares.

The Dow Jones Industrial Average rose 229.29 points, or 0.76%, to 30,211.91, the S&P 500 gained 59.62 points, or 1.61%, to 3,773.86 and the Nasdaq Composite added 332.70 points, or 2.55%, to 13,403.39. Asian markets looked set for a modestly firmer start on Tuesday as global markets faced another chaotic week, with retail investors expanding their duel with Wall Street into commodities and driving up the price of silver. Australia's S&P/ASX 200 benchmark was up 0.81% and South Korea's KOSPI up 0.79%, adding to a rally in the previous session. Japan's Nikkei futures rose 0.6% and Hong Kong's Hang Seng index futures eased 0.1%.

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

Results Calender	2-Feb-21
	AJANTPHARMA, BLS, BALRAMCHINI, DHAMPURSUG, DIXON, ESCORTS, GSFC, HDFC, HIL, NEULANLAB, NOCIL, RATNAMANI, TATACONSUMER, VINATIORGANIC

### F&O Ban List

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## MORNING NEWSLETTER

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