

Dated: 26 August 2019

Indices	CMP	%1D
Sensex	36701	0.63
Nifty	10829	0.82
BSE-Midcap	13203	0.93
BSE-Smallcap	12186	0.55
SGX Nifty	11903	0.75

### Market Outlook

Indian markets indicates for a possible positive biased opening on the back slew of Reforming measures announced by FinMin late Friday evening. While global Asian markets are trading deep into Red as the Trade War has intensified after slew of threatening Tweets by Donald Trump..Furthermore Trump wants US companies to leave China. Technically key support level is placed at 10,690, followed by 10,551. If the index starts moving upward, key resistance levels to watch out for are 10,915 and 11,001. We advice investors not to jump into markets rather We feel wait for some stability in the market than look for trade.

Index	FY20	FY21E	FY22E
Sensex EPS	1409	1975	2329
P/E	26	19	16
Nifty EPS	466	616	722
P/E	23	18	15

### Top Domestic News

- NCL Industries signed an agreement to establish a joint venture company with Qingdao Xinguangzheng Steel Structure Company China
- Lakshmi Vilas Bank board to consider raising funds via equity, debt on August 28
- Adani Ports buyback to open on September 6 and closes on September 20
- DHFL made payment of interest on NCDs
- Piramal Enterprises' administrative committee meeting on August 28, 2019, to consider and approve the issue of secured non-conve1tible debentures (NCDs) on private placement basis worth Rs 500 crore
- Indiabulls housing Finance made timely payment of interest in respect of the NCDs
- Alkem Laboratories received a Form 483 with 4 observations for St. Louis, Fenton Park, USA facility and no Form 483 for Baddi, India facility
- Cupid received order worth Rs 4.95 crore from UNFPA to supply male condoms to Angola
- Divis Laboratories reappointed Murali K. Divi as managing director
- India Ratings & Research has revised Dynamatic Technologies' outlook to positive from stable while affirming its Long - Term issuer rating at IND BBB+
- Ipca Laboratories - USFDA issued a Form 483 with 3 observations to Formulations manufacturing Unit situated at Piparia (Silvassa)
- Gail India - CNG stations inaugurated in Madhuvan Vihar and Khukari
- Meeting of committee of creditors (CoC) of Jet Airways (India) scheduled to be held on August 26, 2019
- Bandhan Bank launches credit cards in partnership with Standard Chartered Bank
- Insilco's plant will remain shut down from August 23, 2019 to September 3, 2019 due to high inventory
- Bank of Maharashtra to link retail loans with repo rate - PTI
- Puravankara forays into co-living space; to develop first project in Mumbai - PTI
- Glenmark recalls products from US market - PTI
- NHPC likely to begin construction of 2 GW Lower Subansiri hydro plant in October - PTI

Global Indices	Current Value	%1D
DowJones	25629	-2.37
Nasdaq	7752	-3.00
DAX	11611	-1.15
Nikkei 225	20231	-2.32
FTSE 100	7095	-0.47
Hang Seng	25346	-3.18
Shanghai	2897	-0.01
Straits Times	3065	-1.45

Trading activity in cash Rs Cr			
Date 23 Aug	Net	MTD	FY20
FII	-1737	-12392	-18538
DII	1549	16198	41340

### Forex Rate

USD/INR	71.67	-0.28%
EUR/INR	79.86	0.40%
GBP/INR	87.94	1.28%
JPY/INR	67.29	-0.41%

### Corporate Action

Stock Name	Purpose	Ex Date
IRCON	Final Dividend Rs 10.82	26-Aug
VARUNBEV	Interim Dividend Rs 2.5	26-Aug
AARTI IND	Final Dividend Rs 7	27-Aug
CENTURY PLY	Dividend Rs 1	27-Aug
SURYAROSHNI	Dividend Rs 2	27-Aug

G-Sec Yield	Price	Change%
1yr Bond Yield	5.78	-0.01%
10yr Bond Yield	6.56	0.15%

### Global News

Wall Street opened lower on Friday, as China revealed retaliatory tariffs against about \$75 billion worth of US goods that intensified trade tensions ahead of a much-anticipated speech by Federal Reserve Chair Jerome Powell. The Dow Jones Industrial Average was down 103.97 points, or 0.40%, at 26,148.27, the S&P 500 was down 12.45 points, or 0.43%, at 2,910.50. The Nasdaq Composite was down 45.05 points, or 0.56%, at 7,946.34. Asian shares sank on Monday as the latest salvo in the Sino-US trade war shook confidence in the world economy and sent investors steaming to the safe harbors of sovereign bonds and gold, while slugging emerging market currencies.

### Results Calender

26-Aug-19

NIL

### F&O Ban List

DHFL, IDBI

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### Technical View

### NIFTY



Last week we closed with some hopes of a relief rally and on Monday, the proceedings began on expected lines. But at higher levels, market faced a sturdy wall around 11150, which resulted into a moderate decline for next couple of days. However, on Thursday, things became worse as we witnessed a relentless sell off to slide below recent swing low of 10782.60. On Friday, index continued its selling streak and gave a sharp correction to sneak below the 10650 mark. Fortunately, a strong buying emerged at lower levels in the following hour and thereafter, index had a v-shaped recovery to not only trim all losses but also to enter a positive territory and reclaim the 10800 mark. Recent correction got arrested in the first week of August and then index went into a consolidation mode. But early this week, the sell-off triggered once again to breach key support levels. But since we were extremely oversold and reached crucial February lows around 10600, market took a complete U-turn and was off lows considerably. Now technically speaking, we can see a formation of 'Bullish Piercing' pattern on daily chart (in Nifty). The said pattern will show its significance once index manages to sustain above 10900. In this scenario, we can expect further recovery towards 11050 – 11150. The banking index was a bit underperforming amongst the two indices and if Nifty has to regain any strength, banking index needs to step up. Hence, one needs to closely watch how banking conglomerates perform in the forthcoming week. For Nifty, the support now can be seen around 10728 – 10637. In case of breaching these crucial supports, we can see extended correction in the market. Apart from this, the broader market was clearly the shining pocket on Friday along with some other sectoral movers. The 'Nifty MIDCAP 50' confirms a 'Bullish Engulfing' pattern on daily chart and the way it's shaped up, we can witness sharp short covering moves in the broader market if Nifty manages to give decent recovery. At this juncture, traders are advised to keep a tab on all these possibilities and should act accordingly.



# MSEARCH

## MORNING NEWSLETTER

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