

Dated: 31 July 2019

Indices	CMP	%1D
Sensex	37397	-0.77
Nifty	11085	-0.93
BSE-Midcap	13546	-1.58
BSE-Smallcap	12649	-2.10
SGX Nifty	11055	-0.42

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	27198	-0.09
Nasdaq	8274	-0.24
DAX	12147	-2.18
Nikkei 225	21530	-0.83
FTSE 100	7646	-0.52
Hang Seng	27874	-0.96
Shanghai	2952	-0.01
Straits Times	3345	-0.16

Trading activity in cash Rs Cr			
Date 30 July	Net	MTD	FY20
FII	-645	-15373	-4649
DII	1080	17916	22663

Forex Rate		
USD/INR	68.90	-0.23%
EUR/INR	76.66	-0.36%
GBP/INR	85.22	-0.73%
JPY/INR	63.42	-0.25%

Corporate Action		
Stock Name	Purpose	Ex Date
CIPLA	Dividend Rs 3	31-Jul
CUMMINS IND	Final Dividend Rs 10	31-Jul
DREDGINGCORP	Final Dividend Rs 3	31-Jul
EMAMI	Dividend Rs 4	31-Jul
GESHIPPING	Final Dividend Rs 5.4	31-Jul

G-Sec Yield	Price	Change%
1yr Bond Yield	5.93	0.51%
10yr Bond Yield	6.39	-0.31%

Market Outlook

Indian markets indicates for a possible Negative opening tracking and reacting on frontline results due today. Asian markets are also trading lower today following negative cues from markets in the US. U.S. President Donald Trump said that China is not keeping its promise of buying more U.S. agricultural products. Meanwhile, the Fed is set to deliver its decision on interest rates later Wednesday, with expectations that it will cut interest rates by a quarter point. Back home index closed below the 200-day moving average, at 11,085.40 and formed a large bearish candle on daily chart. Technically the key support level is placed at 11,016, followed by 10,947. If the index starts moving upward, the key resistance levels to watch for out are 11,211 and 11,336.

Top Domestic News

- Hero MotoCorp Q1: Profit jumps 38.3 percent to Rs 1,256.7 crore versus Rs 909.2 crore led by exceptional gain of Rs 737.5 crore on reversal of calamity fund provision; revenue falls 8.8 percent to Rs 8,030.3 crore versus Rs 8,809.8 crore YoY.
- Axis Bank Q1: Profit jumps 95 percent to Rs 1,370 crore versus Rs 701 crore, NII rises 13 percent to Rs 5,843.6 crore versus Rs 5,167 crore YoY. Gross NPA falls to 5.25 percent versus 5.26 percent and net NPA dips to 2.04 percent versus 2.06 percent QoQ.
- Tech Mahindra Q1: Profit falls 15.3 percent to Rs 959 crore versus Rs 1,132.5 crore, revenue dips 2.7 percent to Rs 8,653 crore versus Rs 8,892.3 crore; dollar revenue declines 1.6 percent to \$1,247.1 million versus \$1,267.5 million QoQ.
- Dish TV Q1: Consolidated loss at Rs 32 crore against profit of Rs 37.9 crore, revenue falls 44.1 percent to Rs 926.3 crore versus Rs 1,655.6 crore YoY.
- Gujarat Gas Q1: Consolidated profit surges 100 percent to Rs 234 crore versus Rs 116.6 crore, revenue rises 36 percent to Rs 2,670.8 crore versus Rs 1,963.3 crore QoQ.
- PNB Housing Finance Q1: Consolidated net profit rises to Rs 284.5 crore versus Rs 255.8 crore, revenue jumps to Rs 2,231 crore versus Rs 1,648 crore YoY.
- Pfizer: Parent Pfizer Inc, USA and Mylan NV announced a definitive agreement to combine Mylan with Upjohn, company's off-patent branded and generic established medicines business, creating a new global pharmaceutical company.
- JSW Steel: Company declared as the preferred bidder for another 3 iron ore mines (Narayanpura Manganese & Iron Ore Mine, Dharmapura Iron Ore Mine & BBH Mines) in the auctions held by the Government of Karnataka in July 2019. The estimated resources of these mines are around 92.97 MMT.
- Tech Mahindra: Company to acquire majority stake in Mad*Pow Media Solutions, LLC through its wholly owned subsidiary Tech Mahindra (Americas), Inc.
- Bandhan Bank: Shareholders approve merger of Gruh Finance with bank.
- KEI Industries started commercial production of first phase of capex for manufacturing of House Wire / Building Wire / Flexible Wire at new plant
- RBL Bank clarified that it has exposures to certain operating entities of the Coffee Day Group in the logistics, coffee and real estate businesses. All the loan accounts are standard and performing.

Global News

Wall Street lost ground on Tuesday after a warning from President Donald Trump to China amid ongoing trade negotiations pressured technology shares, while investors looked to an expected Federal Reserve interest rate cut at the conclusion of its monetary policy meeting. The three major US stock indexes concluded the session in the red, pressured by technology and consumer discretionary stocks. The Dow Jones Industrial Average fell 23.33 points, or 0.09%, to 27,198.02, the S&P 500 lost 7.79 points, or 0.26%, to 3,013.18. The Nasdaq Composite dropped 19.72 points, or 0.24%, to 8,273.61. Asian shares weakened in early trade on Wednesday, rattled by fresh trade war concerns following threats from President Donald Trump to Beijing, while increasing worries about a no-deal Brexit kept the pound under pressure.

Results Calender 31-Jul-19

AJANTAPHARMA, ALAHABDBNK, APOLLOTYRE, ASHOKLEY, BFUTILITY, CONCOR, EICHERMOTR, FUTURERETAIL, IBVENTURE, IEX, INDIAMART, IOC, MOTILALLOFS, TATAGLOBAL, UPL, ZYDUS

F&O Ban List

NIL

Dated: 31 July 2019

Technical View

NIFTY



Last week's mayhem continued on Monday as we started proceedings for the week with a downside gap tad below 11400. The selling aggravated as the week progressed and in the process, we went on to violate the crucial support zone of 11350 – 11300 as well. On Thursday, index made a valiant attempt to give some bounce back and became successful to a certain extent. However, the earlier support of 11350 acted as a sturdy wall as we witnessed a complete nosedive thereafter. In fact, on Friday, things looked a bit scary in early trades but index somehow managed to hold its ground and had a gradual recovery to conclude with over a percent cut. Post the budget announcement, market participants looked completely dejected and it's clearly reflected in the price action thereafter. The overall chart structure looks distorted and hence, till the time we are below 11550 – 11700, the bears remain in the dominating position. As far as supports are concerned, 11200 seems to have earned some respect and below which we can see a sheet anchor support of '200-day SMA' which now coincides with May lows of 11108.30. Considering Friday's action, a possibility of some relief in the forthcoming week cannot be ruled out. In this scenario, 11350 – 11450 can be retested. But as highlighted above, one needs to be agile and should probably take some profit off the table at least on momentum trades.



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 from 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 Website: www.mehtagroup.in