

Dated: 4 February 2021

Indices	CMP	%1D
Sensex	50256	0.92
Nifty	14790	0.97
BSE-Midcap	19314	1.38
BSE-Smallcap	18919	1.47
SGX Nifty	14861	0.22

Market Outlook

Indian markets are expected to open in a positive note following stable global markets. We assume Budget is fuelling a rally in all economy driven sectors along with banking. The uptick in global markets, resumption of FII flows and strong earnings trend coming from Q3 results are other factors are keeping market sentiments healthy. Technically index has formed a bullish candle on the daily charts and the formation of long bull candles and a possibility of faster retracement to pull and hold the Nifty beyond 14,800 levels in the next 1-2 sessions. A sustainable move above this hurdle could open the next upside target of 15000 plus levels for the next few weeks with Immediate support is placed at 14,490. On daily charts the key support levels for the Nifty are placed at 14,619, followed by 14,449. If the index moves up, the key resistance levels to watch out for are 14,914 and 15,038.

Index	FY21	FY22E	FY23E
Sensex EPS	1550	1736	2031
P/E	32	29	25
Nifty EPS	501	551	645
P/E	30	27	23

Top Domestic News

- **Reliance Industries:** The Future Group on Wednesday challenged the Delhi high court interim order that directed it to abide by a Singapore tribunal ruling, barring it from selling its assets to Reliance Industries Ltd. Future Group is caught in a feud between Amazon and Reliance, which are competing for dominance in India's \$1 trillion consumer retail market.
- **Dr Reddy's Laboratories:** Shares of the pharma major jumped 4% on the National Stock Exchange on Wednesday, after peer-reviewed phase-3 trial results of Russia's Sputnik V vaccine published in The Lancet showed an efficacy of 91.6%. These are the highest efficacy figures so far for vaccines that could potentially come to India.
- **State Bank of India:** Will release its December quarter earnings today. The country's largest lender, is likely to see a decline in profitability due to higher provisions, but could get support from lower tax cost for the quarter ended December 2020. Net interest income is expected to grow 2-4% due to high base and fall in deposit rates with loan growth around 6-8% YoY.
- **Future Group:** India's markets regulator has barred Future Group founder Kishore Biyani and several related entities, including his brother Anil, from accessing the securities market in an insider trading case dating back to 2017. Biyani, a pioneer of Indian retail, has also been barred from transacting in securities of Future Retail for two years.
- **Bharti Airtel:** After six straight quarters of losses, Bharti Airtel Ltd returned to the black in the December quarter because of a one-time gain from the merger of its tower subsidiary and Indus Towers Ltd. India's second-largest telecom operator on Wednesday reported a consolidated net profit of ₹854 crore for the three months ended December. It had posted a loss of ₹1,035 crore in the year-ago period.
- **Jubilant FoodWorks:** The operator of Domino's Pizza and Dunkin' Donuts restaurants in India, reported a 22% rise in quarterly profit because of a surge in delivery and takeaway sales. Net profit rose to ₹123.91 crore in the three months ended 31 December from ₹101.80 crore in the year earlier. Consolidated revenue from operations, however, fell marginally to ₹1,069.27 crore from ₹1,071 crore due to seating-capacity restrictions in restaurants.
- **Cipla Ltd:** The company plans to shift more brands from its generic drugs business to its consumer health operations under Cipla Health Ltd, the pharmaceutical giant's global chief financial officer Kedar Upadhye told Mint.

Global Indices	Current Value	%1D
DowJones	30724	0.12
Nasdaq	13610	-0.02
DAX	13934	0.71
Nikkei 225	28516	-0.46
FTSE 100	6509	-0.14
Hang Seng	29361	0.18
Shanghai	3514	-0.09
Straits Times	2918	-0.32

Trading activity in cash Rs Cr				
Date	3 Feb	Net	MTD	FY21
FII		2521	10197	72098
DII		-400	-2525	11707

Forex Rate		
USD/INR	73.12	-0.13%
EUR/INR	87.74	-0.28%
GBP/INR	99.57	-0.36%
JPY/INR	69.41	-0.25%

Corporate Action		
Stock Name	Purpose	Ex Date
EMAMI	Interim Div Rs 4	4-Feb
KKCL	Interim Div Rs 2	4-Feb

Global News

The Dow and S&P 500 rose slightly on Wednesday, registering a third straight session of gains, with Alphabet Inc's shares hitting a record high following its strong quarterly results. The Dow Jones Industrial Average rose 36.12 points, or 0.12%, to 30,723.6, the S&P 500 gained 3.86 points, or 0.10%, to 3,830.17 and the Nasdaq Composite dropped 2.23 points, or 0.02%, to 13,610.54. Asian stocks came under pressure on Thursday as a mixed Wall Street session gave investors few immediate reasons to increase their risk positions following the recent social media-driven trading chaos. The Australian S&P/ASX 200 index lost 0.34% during early trade and Japan's Nikkei 225 fell 0.35%. The lackluster start to Asian trade followed a mixed Wall Street session.

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

Results Calender 4-Feb-21

ADANIPOWER, ADANITRANS, ARVIND, BAJAJELEC, CONCOR, DALBHARAT, FDC, GILLETTE, GNFC, GODREJPROP, HEROMOTO, HIKAL, HPCL, IPCA, JUBIND, KALPATARUPOWER, NTPC, PRAJIND, REC, SBI, STAR, TATAPOWER, ZEEL

F&O Ban List

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MORNING NEWSLETTER

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