

MSEARCH

MORNING NEWSLETTER

Dated: 6 May 2020

Indices	CMP	%1D
Sensex	31454	-0.83
Nifty	9206	-0.95
BSE-Midcap	11389	-0.99
BSE-Smallcap	10650	-0.97
SGX Nifty	9202	0.21

Market Outlook

Indian markets indicate to open with a cautious positive start on the back of mixed global cues. We are in earnings session and released March-20 earnings are below market expectations and dampening overall market sentiment, Hence Stock-specific movement may be seen and we advise momentum traders to stay light. On the domestic front, all eyes on long awaited stimulus package if announced anytime may give supportive relief for market sentiments. Technically Nifty has formed a bearish candle and the follow-up selling after forming an Island Reversal pattern in the previous session confirmed weakness in the market. There are possibilities Nifty can test the 8,800-8,900 region in the near future. The key support level for Nifty is placed at 9,113, followed by 9,022. If the index starts moving up, key resistance levels to watch out for are 9,374 and 9,542.

Index	FY21	FY22E	FY23E
Sensex EPS	1634	1840	2164
P/E	16	15	12
Nifty EPS	516	569	670
P/E	15	14	12

Top Domestic News

- **HDFC:** Housing Development Finance Corp. Ltd (HDFC) plans to raise as much as ₹8,000 crore to bolster its capital buffers and prepare for future uncertainties amid widespread economic disruptions from the covid-19 outbreak, says a *Mint* report.
- **SBI:** State Bank of India (SBI) is planning to offer a three-month loan moratorium to non-banking financial companies (NBFCs) and microlenders, *Mint* reported. The SBI board may discuss the matter at its meeting on Wednesday.
- **Adani Ports:** The company on Tuesday reported 74% decline in consolidated net profit to ₹340.21 crore for the fourth quarter ended March 31. Its consolidated total income marginally declined to ₹3,360.17 crore for the fourth quarter as against ₹3,492.72 crore in the year-ago period.
- **Rallis India:** Agriculture solutions firm Rallis India reported a decline of 49.62% in its consolidated net profit at ₹0.68 crore for the quarter ended March of 2019-20. The Tata group firm had posted a net profit of ₹1.35 crore in the same period a year ago, the company said in a BSE filing.
- **NIIT Technologies:** The IT company reported a 11.4% rise in consolidated net profit to ₹113.6 crore for the March 2020 quarter, and said strong tech capabilities and sharp execution helped the company in winning large deals. NIIT Technologies had posted a net profit of ₹102 crore in January-March 2019 quarter, it said in a statement.
- **Yes Bank:** The private sector lender will announce its financial results for the fourth quarter ending 31 March on Wednesday.
- **Punjab and Sind Bank:** The public sector lender will seek shareholders' nod for raising equity capital up to an amount of ₹500 crore through QIP route in one or more tranches within the next 12 months.
- **Piramal Enterprises:** The company dismissed the news reports about 'KKR likely to pick 20% stake in Piramal Enterprises for Rs. 3,500 crore' in a BSE filing. It said that there is no such proposal before the board or any committee.
- **United Breweries:** The company has resumed operations at its facilities in the states where government has permitted such activities. "We would like to inform that based on conditional guidelines on opening of Industries our breweries located in states where permitted have resumed its operations with limited workforce in a phased manner as per the directives of Central/ State/ Local Government Authorities," it said in a BSE filing.

Global Indices	Current Value	%1D
DowJones	23882	0.55
Nasdaq	8809	1.13
DAX	10729	2.51
Nikkei 225	19619	-2.84
FTSE 100	5849	1.66
Hang Seng	24047	0.75
Shanghai	2850	-0.35
Straits Times	2594	0.82

Trading activity in cash Rs Cr				
Date	5 May	Net	MTD	FY21
FII	-1059	-2433	-100700	
DII	-995	-2656	133393	

Forex Rate		
USD/INR	75.62	-0.11%
EUR/INR	82.04	-0.54%
GBP/INR	94.24	0.15%
JPY/INR	71.07	0.08%

Corporate Action

Stock Name	Purpose	Ex Date
Pfizer	Spcl Dividend Rs 320	6-May
NIIT Tech	Interim Div Rs 11	14-May

Global News

Wall Street's main indexes rallied on Tuesday as healthcare stocks jumped, oil prices surged and a number of countries and US states eased coronavirus-induced restrictions in an attempt to revive their economies. The Dow Jones Industrial Average rose 358.02 points, or 1.51%, to 24,107.78, the S&P 500 gained 51 points, or 1.79%, to 2,893.74 and the Nasdaq Composite added 178.67 points, or 2.05%, to 8,889.39. Stocks in Asia Pacific were mixed in Wednesday morning trade as oil prices retraced some of their overnight gains. MSCI Asia ex-Japan index traded 0.41% higher while Australia's S&P/ASX 200 slipped 0.72%. Markets in Japan and Thailand are closed on Wednesday for holidays.

G-Sec Yield	Price	Change%
1yr Bond Yield	3.88	-1.52%
10yr Bond Yield	6.07	-0.16%

Results Calendar	6-May-20
ADANIEN, JMFIN, KANSAINEROLAC, YESBANK	

F&O Ban List
NIL



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