

Dated: 6 November 2020

Indices	CMP	%1D
Sensex	41340	1.78
Nifty	12120	1.78
BSE-Midcap	15349	1.79
BSE-Smallcap	15136	1.70
SGX Nifty	12153	-0.24

Market Outlook

Indian markets are expected to open with a positive note taking cues from global sentiments on account of US election saga. Technically index has formed a bullish candle on the daily charts, this pattern could mean an uptrend continuation and the unfilled opening upside gap could be considered as a bullish breakaway gap. This is a positive indication and more upside could be in store in the short term. The next important resistances are placed at 12,250 and 12,430 levels, which could offer key resistance for the market on the higher side. Any expected profit booking may not change the positive status of the short term trend. On daily charts, the key support levels for the Nifty is placed at 12,054, followed by 11,989. If the index moves up, the key resistance levels to watch out for are 12,158 and 12,196.

Index	FY21	FY22E	FY23E
Sensex EPS	1550	1736	2031
P/E	27	24	20
Nifty EPS	501	551	645
P/E	24	22	19

Top Domestic News

- Maruti Suzuki: Japanese parent Suzuki Motor Corp expects a double-digit decline in net profit and revenue for this current fiscal, as the company is unlikely to recover the sales lost during the June quarter in India and Japan due to the pandemic. Maruti Suzuki India contributes over 50% to Suzuki's revenue and bottomline.
- RIL: Securities Appellate Tribunal (SAT) has upheld an order by Sebi directing Reliance Industries Ltd (RIL) to pay ₹447 crore, along with 12% interest, for making alleged unlawful gains in securities trading. Separately, Saudi Arabia's Public Investment Fund will invest ₹9,555 crore for a little over 2% stake in RIL's retail unit.
- NBFCs: The Reserve Bank on Thursday came out with a Co-Lending Model (CLM) under which banks can provide loans along with NBFCs to priority sector borrowers based on a prior agreement.
- Telecom stocks: The Supreme Court on Friday will pronounce its verdict on a plea by the Telecom Regulatory Authority of India (Trai) seeking details from Bharti Airtel Ltd and Vodafone Idea Ltd on segmented tariff or specific offers made by these mobile operators to some of their customers.
- Aviation stocks: The cap on the number of domestic flights that Indian airlines are allowed to operate will be increased to 70-75% of their pre-pandemic levels as the passenger traffic surges, the civil aviation ministry said on Thursday. As per the ministry, 2.05 lakh passengers travelled in domestic flights on 1 November.
- Adani Transmission: On Thursday posted a 7% decline in its consolidated net profit for the September quarter to ₹214.13 crore, mainly on account of reduced income. Total income during July-September fell to ₹2,306.45 crore from ₹2,638.32 crore a year ago.
- Berger Paints: The company reported a consolidated profit of ₹221 crore for the September against ₹194.7 crore a year ago, while revenue rose to ₹1,742.6 crore from ₹1,598.6 crore.
- Dish TV India: The Direct-to-home company on Thursday reported a consolidated net profit of ₹64.51 crore for the quarter ended September. The company had reported a net loss of ₹96.37 crore in the July-September quarter a year ago. Revenue from operations fell 5.2% year-on-year to ₹846.36 crore.
- Tata group: The National Anti-profiteering Authority has ordered Infiniti Retail, Tata group's consumer durables and electronics retail arm under the brand Croma, to deposit ₹1.9 crore for allegedly profiteering from sales of cameras and power banks after GST rate was reduced in 2019.

Global Indices	Current Value	%1D
DowJones	28390	1.95
Nasdaq	11890	2.59
DAX	12568	1.98
Nikkei 225	24367	1.09
FTSE 100	5906	0.39
Hang Seng	25643	-0.20
Shanghai	3306	-0.42
Straits Times	2564	-0.94

Trading activity in cash Rs Cr				
Date	5 Nov	Net	MTD	FY21
FII		5368	8529	-50074
DII		-2208	-3851	105518

Forex Rate		
USD/INR	74.23	-0.74%
EUR/INR	87.65	0.16%
GBP/INR	96.97	-0.24%
JPY/INR	71.23	-0.36%

Corporate Action		
Stock Name	Purpose	Ex Date
ASIAN TILES	Div Rs 0.7	9-Nov
MASTEK	Int Div Rs 5.5	9-Nov
NAVINFLOUR	Int Div Rs 5	10-Nov
RAIN	Int Div Rs 1	10-Nov

Global News

U.S. stocks jumped on Thursday as investors bet Republicans would hold onto the Senate and prevent changes under a possible Joe Biden White House that would crimp corporate profits. The Dow Jones Industrial Average rose 1.95% to end at 28,390.18 points, while the S&P 500 gained 1.95% to 3,510.45. The Nasdaq Composite climbed 2.59% to 11,890.93. A gauge of Asian shares was set to cling to a near three-year peak while the dollar stayed sluggish on Friday as the prospect of a divided U.S. legislature dimmed the chance of major policy changes, lifting risk appetite. Australian shares jumped 0.7% and MSCI's broadest index of Asia-Pacific shares outside Japan added 0.22% to a level last seen in February 2018. But in a sign gains may be limited, Japan's Nikkei futures fell 0.2% while E-Mini futures for the S&P 500 were flat.

G-Sec Yield	Price	Change%
1yr Bond Yield	3.65	0.45%
10yr Bond Yield	6.01	0.12%

Results Calendar 6-Nov-20

ABFRL, AJMERA, ALLCARGO, ASHOKLEY, ASTRAL, BALKRISHNA, BEL, BEML, CESC, CENTRALBNK, CIPLA, DBL, DHAMPURSUG, GLENMARK, GNFC, GOODYEAR, INDGLYCOL, IOB, KOLTE, KRBL, QUICKHEAL, SAIL, TATACONS, VEDL

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