

Dated: 6 August 2019

Indices	CMP	%1D
Sensex	36699	-1.13
Nifty	10862	-1.23
BSE-Midcap	13376	-1.26
BSE-Smallcap	12285	-1.69
SGX Nifty	10806	-0.63

Market Outlook

Indian markets indicates for a possible Negative opening tracking global markets and reacting on frontline results due today. Overall market weakness could continued today keeping the Nifty below psychological 11,000 level. Asian markets are trading lower today as the U.S.-China trade war intensified, after Beijing confirmed it is suspending agricultural product purchases in response to new American tariffs. Back home technically index is forming a Hammer pattern on the daily charts with key support level is placed at 10,798 followed by 10,733. If the index starts moving upward, the key resistance levels to watch for out are 10,911 and 10,960.

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

- Berger Paints Q1: Profit jumps 32 percent to Rs 176.8 crore versus Rs 133.9 crore, revenue rises 15.7 percent to Rs 1,716.5 crore versus Rs 1,483 crore YoY.
- SRF Q1: Profit surges 41.4 percent to Rs 189.2 crore versus Rs 133.8 crore, revenue rises 9.1 percent to Rs 1,824.4 crore versus Rs 1,676.2 crore YoY.
- Indian Hotels Q1: Profit at Rs 22.4 crore versus loss of Rs 16.7 crore, revenue increases 1.3 percent to Rs 571.9 crore versus Rs 564.6 crore YoY.
- Torrent Power Q1: Profit jumps 21.7 percent to Rs 277 crore versus Rs 227.3 crore, revenue rises 5.9 percent to Rs 3,736.1 crore versus Rs 3,528.1 crore YoY.
- Hindustan Oil Exploration Company Q1: Consolidated profit jumps to Rs 32.66 crore versus Rs 25.49 crore, revenue rises to Rs 56.66 crore versus Rs 42.34 crore YoY.
- Bombay Dyeing & Manufacturing Company Q1: Consolidated profit at Rs 27.7 crore versus loss of Rs 93.70 crore, revenue jumps to Rs 648.6 crore versus Rs 397.5 crore YoY.
- Bank Of Baroda: Lender cut MCLR by 15 bps across tenors.
- Wabco India close operations in five of its plants in view of weak demand and customer schedules
- Tata Motors: ICRA cut company's long-term debt rating to AA- from AA.
- Muthoot Finance: Board to mull raising funds on August 12.
- Cox & Kings defaulted on payment of commercial papers worth Rs 5 crore due on August 5
- Tata Power: Subsidiary commissioned 70kW solar rooftop installation at India International Centre, New Delhi.
- HCL Technologies: Company and Oracle Health Sciences collaborate to accelerate mHealth in clinical trials.
- IOL Chemicals & Pharmaceuticals: Company made the pre-payment of term loan of Rs 14 crore due to banks in addition to regular repayment schedule.
- SRF: Company approved project for setting up of an integrated facility for development of PTFE at an estimated cost of Rs 424 crore.
- Music Broadcast: Company becomes the first Indian radio network to acquire commercial rights to sell ad space at the Lucknow metro stations and play curated content for three years.
- Wipro: Company's strategic design subsidiary Designit expanded operations with New Studio in Sydney, Australia.
- Jammu & Kashmir Bank: India Ratings cut bank's issuer rating to AA- from AA (Rating Watch Negative).

Global Indices	Current Value	%1D
DowJones	25718	-2.90
Nasdaq	7726	-3.47
DAX	11659	-1.80
Nikkei 225	20347	-1.80
FTSE 100	7224	-2.47
Hang Seng	25609	-2.07
Shanghai	2774	-1.67
Straits Times	3149	-1.41

Trading activity in cash Rs Cr	Date 5 Aug		
	Net	MTD	FY20
FII	-2017	-5961	-12107
DII	1871	5245	30387

Forex Rate

USD/INR	69.40	0.49%
EUR/INR	76.94	0.83%
GBP/INR	84.09	0.41%
JPY/INR	64.82	2.50%

Corporate Action

Stock Name	Purpose	Ex Date
ASTRAMICRO	Final Dividend Rs 0.25	06-Aug
CRISIL	Interim Dividend Rs 6	06-Aug
GMM PFAUDLER	Final Dividend Rs 1.5	06-Aug
JK TYRE	Final Dividend Rs 1.5	06-Aug
WABCO INDIA	Dividend Rs 9	06-Aug

G-Sec Yield	Price	Change%
1yr Bond Yield	5.96	0.17%
10yr Bond Yield	6.39	0.63%

Global News

Wall Street slumped on Monday and futures pointed to more losses to come after a fall in China's yuan currency and US President Donald Trump's vow to impose additional tariffs on Chinese goods sparked an escalation of the US-China trade war. The Dow Jones Industrial Average fell 767.27 points, or 2.9%, to 25,717.74, the S&P 500 lost 87.31 points, or 2.98%, to 2,844.74 and the Nasdaq Composite dropped 278.03 points, or 3.47%, to 7,726.04. Global stocks extended their already substantial losses and the offshore yuan hit an all-time low on Tuesday after Washington designated Beijing a currency manipulator in a rapid escalation of the US-China trade war.

Results Calender

06-Aug-19

ARVIND, BHARATGEAR, BOROSIL, CENTRALBNK, GSFC, HAWKINCOOK, IBULHSGFIN, IRBINFA, JKLAKSHMI, JSWENRGY, KADIM, KOLTEPATL, NILKAMAL, PIDILITEIND, TITAN

F&O Ban List

NIL

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Technical View

NIFTY



Market continued its southward trajectory despite some respite seen last Friday. This sell off was mainly triggered post the budget day as FPIs looked extremely disappointed of some announcements. We came off sharply since then on domestic concerns and to make it worse, some escalation with respect to US China trade war extended the correction to tank below the 11000 mark for the first time since January. Fortunately, on Friday we saw decent recovery from morning lows to erase some portion of losses. Friday's smart recovery has built some hopes of a short term relief move and since the low of 10848 coincides with multiple technical evidences and key Fibonacci ratios, a possibility of some respite cannot be ruled out. On the daily chart, we can see a copy book harmonic pattern known as 'Bullish Cypher' pattern. Hence going ahead, as long as Friday's low is intact; we may see Nifty rebounding towards 11200 - 11350 levels. However, having said that, it would be difficult to comment whether Index has bottomed out or not. At higher levels, one needs to lighten up positions and if we slide below this key support, be prepared for further slide. With a broader view, we still believe that this decline is providing excellent opportunity for investors and hence, quality names should be accumulated in a staggered manner.



MSEARCH

MORNING NEWSLETTER

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