

Dated: 7 January 2020

Indices	CMP	%1D
Sensex	40677	-1.90
Nifty	11993	-1.91
BSE-Midcap	14765	-2.31
BSE-Smallcap	13715	-1.96
SGX Nifty	12115	0.67

Market Outlook

Indian markets indicates for a possible green tick as there were no negative developments from USIRAN saga and expect to remain optimistic with a cluster support near 11843 levels. Investors would also be looking ahead for the December quarterly results and any significant developments from the government before the Union Budget. Technically the Nifty breaking the support of 12,151 and trending lower, the short-term trend has turned down. Further downsides are likely once the immediate support of 11,974 is broken. Any pullback rallies could find resistance at 12,099 with key support level for Nifty today is placed at 11,918, followed by 11,843. If the index moves up, key resistance levels to watch out for are 12,123 and 12,253.

Index	FY20	FY21E	FY22E
Sensex EPS	1402	1985	2244
P/E	29	20	18
Nifty EPS	458	603	688
P/E	26	20	17

Top Domestic News

- **HDFC Bank:** Advances in Q3FY20 jumped 20 percent to Rs 9.34 lakh crore, deposits grew 25 percent to Rs 10.67 lakh crore YoY.
- **PI Industries:** A factory accident occurred in one section of a multi-product plant at Jambusar fine chemical manufacturing site in Gujarat.
- **VST Tillers Tractors:** Power tillers sales in December increased 4.3 percent to 1,410 units, tractors sales dipped 39.2 percent to 366 units YoY.
- **Mishra Dhatu:** Company delivered ultra high strength steel & cobalt alloys for 'Gaganyaan' of ISRO.
- **Sagar Cements:** Consolidated December cement production down 7.5 percent to 3 lakh tonnes and sales dip 4.3 percent to 3.12 lakh tonnes YoY.
- **Avenue Supermarts:** Company allotted listed commercial paper of Rs 100 crore.
- **GM Breweries:** The board will meet on January 7 to consider and approve quarterly results.
- **Bank of Maharashtra:** The lender said it has reduced its marginal cost of funds based lending rates (MCLR) by up to 45 basis points across various tenors, effective from January 7.
- **ITI:** The State-owned firm on January 6 said its consolidated net profit has grown manifold to Rs 168.25 crore for the December 2019 quarter.
- **Bandhan Bank:** CRISIL has assigned "CRISIL A1+" to the company's Rs 6,000 crore worth of certificate of deposits. On the other hand, CARE has reaffirmed "CARE AA-" with a stable outlook on the company's subordinated Tier II non-convertible debentures.
- **Cotton exports** fall to nearly half on higher domestic prices during October-December 2019. Higher diesel prices push up truck rentals in first week of January.
- **Tata Capital Housing** launches ₹2,000 crore maiden NCD issue.
- **Loan waiver** may cost Maharashtra Rs 51,000 cr; govt better announce these measures to help farmers.
- **Banks slip up to 4%** as US-Iran tension push bond yields higher.
- **Cement demand** may rise by up to 6% on govt's mega infra push.

Global Indices	Current Value	%1D
DowJones	28703	0.24
Nasdaq	9072	0.56
DAX	13127	-0.70
Nikkei 225	23458	1.09
FTSE 100	7575	-0.62
Hang Seng	28226	-0.79
Shanghai	3083	-0.01
Straits Times	3219	-0.62

Trading activity in cash Rs Cr			
Date	6 Jan	Net	MTD FY20
FII		-104	1789 -2710
DII		-24	-781 53055

Forex Rate		
USD/INR	71.69	0.47%
EUR/INR	80.88	0.87%
GBP/INR	94.95	0.89%
JPY/INR	66.82	0.30%

Corporate Action

Stock Name	Purpose	Ex Date
RITES	Interim Dividend Rs 6	09-Jan
SIS	Stock Split Rs 10 to 5	15-Jan

Global News

The US markets closed higher on January 6, rebounding from losses on January 3 as investors brushed aside worries about increased tensions in the Middle East and shares of Alphabet and other internet names gained, said a Reuters report. The Dow Jones Industrial Average rose 68.5 points to 28,703.38, the S&P 500 gained 11.43 points to 3,246.28, and the Nasdaq Composite added 50.70 points to 9,071.47. Asian shares rebounded on January 7 as a day passed without a new escalation in the Middle East and Wall Street erased early losses to end in the black as tech stocks climbed, said a Reuters report.

G-Sec Yield	Price	Change%
1yr Bond Yield	5.53	-0.18%
10yr Bond Yield	6.56	0.92%

Results Calender	07-Jan-20
G M Breweries	

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