

Dated: 8 May 2020

| Indices | CMP | %1D |
|--------------|-------|-------|
| Sensex | 31443 | -0.76 |
| Nifty | 9199 | -0.78 |
| BSE-Midcap | 11420 | -0.53 |
| BSE-Smallcap | 10687 | -0.14 |
| SGX Nifty | 9294 | 1.06 |

Market Outlook

Indian markets indicate to open with a cautious positive start on the back of supportive global cues. We are in earnings session and released March-20 disappointing corporate earnings, fears of a rise in defaults and worries about the global economy continue to weigh on investor sentiment and near-term outlook is uncertain and volatility would persist going forward. On the domestic front, all eyes on long awaited stimulus package if announced anytime may give supportive relief for market sentiments. Technically the key support level for Nifty is placed at 9,157, followed by 9,115. If the index starts moving up, key resistance levels to watch out for are 9,259 and 9,319.

| 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

- **RBL Bank:** The private sector lender reported a 54% decline in its net profit to ₹114 crore for the March 2020 quarter, as the provisioning for bad loans spiked manyfold.
- **Hindustan Unilever:** Foreign portfolio investor Societe Generale picked up 1.29 crore shares in Hindustan Unilever (HUL) worth ₹2,453.58 crore at ₹1,902 per share. GSK sold its entire stake in HUL via several bulk deals on Thursday.
- **RIL:** Reliance Industries Ltd. is considering selling its stake in India's largest paint maker valued at about \$989 million as the conglomerate steps up efforts to trim its debt, *Bloomberg* reported.
- **Yes Bank:** The private sector lender is looking to raise ₹10,000-12,000 crore through a follow-on public offer (FPO), rights issue or qualified institutional placement (QIP), managing director and chief executive Prashant Kumar said.
- **Zydus Cadila:** The pharma company has received approval from the US health regulator to market Deferasirox tablets for oral suspension, used to treat high levels of iron in people with a certain blood disorder, in the American market.
- **Cyient:** The IT firm reported a 74.4% decline in consolidated net profit at ₹45.2 crore for the March quarter of FY20.
- **Gillette India:** The company reported a 40.31% decline in net profit to ₹52.38 crore for the January-March quarter 2020. The company, which follows the July-June financial year, had reported a profit ₹87.76 crore for the January-March quarter a year ago.
- **Tata Motors:** The company has announced the withdrawal of its plan to issue non-convertible debentures of up to ₹1,000 crore on a private placement basis due to tight money market conditions.
- **PNB Gilts:** The company is seeking shareholders' nod to raise the borrowing limit of the company to ₹20,000 crore from ₹12,000 crore.

| Global Indices | Current Value | %1D |
|----------------|---------------|------|
| DowJones | 23876 | 0.89 |
| Nasdaq | 8980 | 1.41 |
| DAX | 10759 | 1.44 |
| Nikkei 225 | 20095 | 1.90 |
| FTSE 100 | 5936 | 1.40 |
| Hang Seng | 24188 | 0.86 |
| Shanghai | 2887 | 0.53 |
| Straits Times | 2600 | 0.34 |

| Trading activity in cash Rs Cr | | | | |
|--------------------------------|-------|-------|--------|------|
| Date | 7 May | Net | MTD | FY21 |
| FII | 19056 | 16129 | -82138 | |
| DII | 3818 | 1484 | 137533 | |

| Forex Rate | | |
|------------|-------|--------|
| USD/INR | 76.40 | 0.23% |
| EUR/INR | 81.76 | -0.44% |
| GBP/INR | 93.24 | -0.69% |
| JPY/INR | 71.01 | -0.34% |

| Corporate Action | | |
|------------------|-------------------|---------|
| Stock Name | Purpose | Ex Date |
| NIIT Tech | Interim Div Rs 11 | 14-May |

Global News

Wall Street's indexes climbed on Thursday, with the Nasdaq erasing losses for 2020, following a clutch of upbeat earnings reports led by PayPal as investors looked past more weak jobs data caused by the coronavirus-induced economic downturn. The Dow Jones Industrial Average rose 211.25 points, or 0.89%, to 23,875.89, the S&P 500 gained 32.77 points, or 1.15%, to 2,881.19 and the Nasdaq Composite added 125.27 points, or 1.41%, to 8,979.66. Asian stocks were set to track Wall Street gains on Friday, after upbeat corporate earnings took the focus off upcoming data that is expected show the worst US unemployment rate in more than 70 years. E-mini futures for the S&P 500 rose 0.3%. Japan's Nikkei 225 futures added 0.7%. Australian S&P/ASX 200 futures rose 0.1% in early trading.

| G-Sec Yield | Price | Change% |
|-----------------|-------|---------|
| 1yr Bond Yield | 3.79 | 0.02% |
| 10yr Bond Yield | 6.03 | 0.01% |

| Results Calender | 8-May-20 |
|--|----------|
| ADANI GAS RELCAP RELHOME RPOWER SBICARD SHRECEMENT | |

| F&O Ban List |
|--------------|
| NIL |



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MORNING NEWSLETTER

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Mehta Equities Limited, 903, 9th floor, Lodha Supremus, Dr.E. Moses Road, Worli Naka, Worli, Mumbai 400 018, India
Tel: +91 22 6150 7101, Fax: +91 22 6150 7102
Email:info@mehtagroup.in Website:www.mehtagroup.in