

Dated: 12 May 2021

Indices	CMP	%1D
Sensex	49162	-0.69
Nifty	14851	-0.61
BSE-Midcap	20932	0.60
BSE-Smallcap	22607	0.80
SGX Nifty	14823	-0.18

### Market Outlook

Indian markets are expected to open and remain under negative zone reacting on muted global markets. Technically index has formed a bullish candle on the daily charts as yesterday's closing was higher than opening levels which indicates an attempt of bulls to come back after early part weakness and markets are not willing to give up the upper range of 14,900 levels. Overall market breadth remains positive and that could eventually result in Nifty retesting the hurdle and the upper range around 15,000-15,100 levels in coming 1-2 sessions. We are in the earning session traders must focus on quality stocks with earnings visibility. On daily charts, the key support levels for the Nifty are placed at 14,781, followed by 14,712. If the index moves up, the key resistance levels to watch out for are 14,910 and 14,969.

Index	FY21	FY22E	FY23E
Sensex EPS	1550	1736	2031
P/E	32	28	24
Nifty EPS	501	551	645
P/E	30	27	23

### Top Domestic News

- Mahindra and Mahindra:** The country's leading tractor and automobile manufacturer expects its vehicle sales to drop 15%-20% in the June quarter as a consequence of the second wave of covid-19 infections which has forced state governments to impose lockdowns. The company also expects revenue and net profit to be impacted in line with the impact on sales and it is taking measures to limit the adverse impact on its businesses.
- Dr Reddy's Laboratories:** The Hyderabad-based firm has inked a licensing pact with Eli Lilly and Company to produce Baricitinib in the country for treatment of covid-19. It has entered into a royalty-free, non-exclusive voluntary licensing agreement with Eli Lilly for the manufacture and commercialisation of the drug in India.
- Godrej Consumer Products:** The company reported a consolidated net profit of ₹366 crore in the quarter ended March. Consolidated sale rose nearly 27% to ₹2,706 crore. The company appointed Sudhir Sitapati as MD & CEO with effect from 18 October. Localised lockdowns could impact frontline servicing and replenishment of outlets, it said.
- Infosys:** The IT major has been selected by Britvic, one of the leading branded soft drinks businesses in Europe, as a strategic end-to-end partner to help them deliver their strategic transformation roadmap and operations, across applications, cloud infrastructure, service management and end-User computing.
- Telecom companies:** All three private telecom operators -- Reliance Jio, Bharti Airtel and Vodafone Idea -- added subscribers in February, as per TRAI. Jio widened its mobile subscriber base to 414.9 million in the month with healthy addition of 4.2 million users. Vodafone Idea Ltd added wireless customers to its network for the first time since October 2019.
- Siemens:** The company posted an over 90% rise in consolidated net profit at ₹334.4 crore for the March quarter, mainly on the back of higher revenues. Total income rose to ₹3,540 crore in the quarter from ₹2,722.1 crore in the same period a year ago. The company follows the October to September financial year.

Global Indices	Current Value	%1D
DowJones	34269	-1.36
Nasdaq	13389	-0.09
DAX	15120	-1.82
Nikkei 225	28439	-0.59
FTSE 100	6948	-2.47
Hang Seng	28124	0.40
Shanghai	3451	0.25
Straits Times	3139	-0.16

Trading activity in cash Rs Cr				
Date	11 May	Net	MTD	FY21
FII		-336	-4844	87655
DII		-677	981	16566

Forex Rate		
USD/INR	73.54	-0.01%
EUR/INR	89.33	0.04%
GBP/INR	103.81	0.26%
JPY/INR	67.50	0.02%

Corporate Action		
Stock Name	Purpose	Ex Date
GILLETTE	Spcl Div Rs 50	12-May
NCLIND	Interim Div Rs 1.5	12-May

### Global News

U.S. stocks hit a one-month low on Tuesday as speculation that rising inflation pressure could prompt interest rate hikes sooner rather than later dragged on shares and hobbled the dollar, which hovered near a 2-1/2-month low.

The Nasdaq Composite ended little changed, while the Dow Jones Industrial Average dropped 1.4%. The S&P 500 fell 0.9%, off a one-month low struck earlier Tuesday. Asian shares languished near one-month lows on Wednesday as investors speculated surging commodity prices and growing inflationary pressure in the United States could lead to earlier rate hikes and higher bond yields globally. MSCI's broadest index of Asia-Pacific shares outside Japan eased 0.1%, after tumbling 1.6% on Tuesday for its biggest daily percentage drop since March 24. Japan's Nikkei rose 0.6%. Australia shares skidded 0.4% while South Korea's KOSPI index slipped 0.1%.

G-Sec Yield	Price	Change%
1yr Bond Yield	3.86	0.02%
10yr Bond Yield	6.04	0.03%

Results Calendar	12-May-21
Equitas, Mphasis, PEL, Polycab, Vedanta, Vinati organic	

F&O Ban List
CANBK, PNB, NATIONALALUM, SUNTV



# MSEARCH

## MORNING NEWSLETTER

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