

Dated: 9 July 2021

Indices	CMP	%1D
Sensex	52569	-0.92
Nifty	15728	-0.96
BSE-Midcap	22675	-0.37
BSE-Smallcap	25775	-0.09
SGX Nifty	15672	-0.24

Market Outlook

Indian markets are expected to open on a flat negative note and consolidate further by taking cues from global markets. Global markets got triggered on the back of US Fed hinting that it will begin to taper its asset purchases programme as soon as this year. Domestic Investors will start looking at upcoming Q1 earnings season from next week which will keep markets under stock specific action. Technically index has formed a bearish candle on the daily charts. We see a decisive move below 15,720-15,700 levels support is likely to bring more weakness in the short term. A sharp follow through weakness could open decline towards 15,450 in the near term and any pullback rally from here could initially find resistance at 15,800 levels. On daily charts, the key support levels for the Nifty are placed at 15,645 followed by 15,562. If the index moves up, the key resistance levels to watch out for are 15,848 and 15,968.

Index	FY21	FY22E	FY23E
Sensex EPS	1550	1736	2031
P/E	34	30	26
Nifty EPS	501	551	645
P/E	31	29	24

Top Domestic News

- **Auto stocks:** Retail sales of vehicles across categories **rose** sharply month-on-month in June as dealers reopened their outlets after almost two months. Pent-up demand and the preference for personal mobility also helped push sales. Retail sales had declined substantially in April and May following the surge in covid-19 cases.
- **Bharat Dynamics:** The company on Thursday signed a contract today worth ₹499 crore with ministry of defence for manufacture and supply of Akash Missiles to the Indian Air Force.
- **Future group:** The Supreme Court Thursday said it will hear on July 20 the Amazon plea against the Delhi High Court verdict which stayed the directive by its single-judge and paved the way for the multi-billion dollar deal to amalgamate Future Retail Ltd (FRL) with Reliance Retail.
- **OMCs:** State-run Indian Oil Corp. Ltd (IOCL), Hindustan Petroleum Corp. Ltd (HPCL) and GAIL (India) Ltd are working on infrastructure investment trusts (InvITs) to monetize stakes in their pipeline networks, said three people aware of the development, operationalizing plans first announced in the Union budget.
- **Macrotech Developers:** The company clocked pre-sales of Rs957 crore in Q1FY22, down 62% sequentially. However, on a year-on-year (y-o-y) basis, pre-sales were up 88%. Similarly, given the impact of pandemic, customer collections at Rs1,714 crore in the June quarter fell 18% sequentially, but rose 346% y-o-y, helped by a favourable base.
- **Sanofi:** The French pharma company and GlaxoSmithKline Plc have received an approval from the Indian authorities for a late-stage clinical trial of their protein-based coronavirus vaccine candidate, reported news agency Reuters.
- **Shyam Metalics:** The company reported March quarter consolidated net profit after tax of ₹3.88 billion compared to ₹797.3 million a year ago. The company's consolidated revenue from operations was at ₹23.51 billion compared to ₹10.84 billion a year ago. The company's board has recommended a dividend of ₹2.70 per share.
- **Sun Pharma Advanced Research Co:** The company's board has approved the Allotment of 6,24,74,082 warrants on preferential basis at an issue price of ₹178 apiece totalling to ₹11.12 billion to Dilip Shantilal Shanghvi, the company's promoter as well as other a non-promoters and entities, the company said in a regulatory filing.
- **Tata Consultancy Services:** The IT major reported a 28.5% increase in fiscal first-quarter profit amid strong demand from financial services, retail and healthcare clients in the US and UK. Profit rose to ₹9,008 crore in the three months ended 30 June from ₹7,008 crore a year earlier, the company said. Earnings, however, missed the consensus estimate of ₹9,382.5 crore in a Bloomberg survey.

Global Indices	Current Value	%1D
DowJones	34422	-0.75
Nasdaq	14560	-0.72
DAX	15421	-1.73
Nikkei 225	27473	-2.29
FTSE 100	7031	-1.68
Hang Seng	27259	0.39
Shanghai	3504	-0.61
Straits Times	3113	0.19

Trading activity in cash Rs Cr				
Date	8 July	Net	MTD	FY21
FII		-555	-3131	80169
DII		-949	1797	25732

Forex Rate		
USD/INR	74.95	0.18%
EUR/INR	88.65	0.40%
GBP/INR	103.03	-0.19%
JPY/INR	68.12	0.94%

Corporate Action

Stock Name	Purpose	Ex Date
DR REDDY	Final Div Rs 25	9-Jul
NAVIN FLOURINE	Final Div Rs 6	9-Jul

Global News

Wall Street lost ground on Thursday, with the S&P 500 and the Nasdaq pulling back from record closing highs in a broad sell-off driven by uncertainties surrounding the pace of the U.S. economic recovery. The Dow Jones Industrial Average fell 259.86 points, or 0.75%, to 34,421.93, the S&P 500 lost 37.31 points, or 0.86%, to 4,320.82 and the Nasdaq Composite dropped 105.28 points, or 0.72%, to 14,559.79. Shares in Asia-Pacific fell in Friday morning trade as investors reacted to the release of Chinese inflation data. In Japan, the Nikkei 225 led losses among the region's major markets as it fell 2.01% in morning trade while the Topix index shed 1.85%.

G-Sec Yield	Price	Change%
1yr Bond Yield	3.97	-0.01%
10yr Bond Yield	6.03	-0.03%

Results Calender	9-Jul-21
NIL	

F&O Ban List
IBULHSGFIN, NATIONALALU, NMDC, PNB, SAIL



MSEARCH

MORNING NEWSLETTER

Disclaimer: Investments in securities market are subject to market risks, read all the related documents carefully before investing.

Mehta Equities Limited (MEL) has used information that is publically available and information developed in-house. Some of the information used in the document may have been obtained from members/persons other than the MEL and/or its affiliates and which may have been made available to MEL and/or its affiliates. MEL however does not warrant the accuracy, reasonableness and/or completeness of any information and does not take responsibility of updating any data/information. For data reference to any third party in this material, no such party will assume any liability for the same. All data/information used in preparation of this material is dated and may or may not be relevant at any time after the issuance of this material. MEL (including its affiliates) and any of its officers, directors, personnel and employees, shall not be liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any arising form the use of this material in any manner. Nothing contained in this document shall be construed to be an investment advice/recommendation on an assurance of the benefits of investing. Recipient alone shall be fully responsible for any investment decision taken on the basis of this document.

MEHTA EQUITIES LTD

BSE: - Membership Clearing No. 122 - SEBI Regn. No. INB010683856, NSE: - Membership Clearing No. 13512- SEBI Regn. No. INB231351231, NSE FO SEBI Regn. No. INF231351231, CIN No: U65990MH1994PLC078478
MSEI: - Membership Clearing No. 51800 - SEBI Regn. No. INB261351234

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