

14-05-2020

CORPORATE AND ECONOMY NEWS

- Kotak Mahindra Bank Q4FY20 Result(YoY):** Net interest income, or core income from operations, increased 17.25 percent to Rs 3,560 crore. Provisions jumped six-fold to Rs 1,047.5 crore. The bank made a Covid-19 related general provision of Rs 650 crore. Its gross bad loan ratio contracted to 2.16 percent from 2.33 percent in the quarter ended December, while net NPA ratio fell to 0.7 percent from 0.87 percent. Net profit declined 10 percent year-on-year to Rs 1,266.6 crore.
- Maruti Suzuki Q4FY20 Result(YoY):** Revenues down 15% at Rs 18199 Crore. EBITDA down 32% at Rs 1521.8 Crore. EBITDA Margins at 8.4% vs 10.5%. The company spent more on promotions during the quarter to boost sales, which hurt margin. Net profit down 28% at Rs 1292 Crore. Board approved supply of derivative model of Vitara Brezza to Toyota Kirloskar Motor. Board had also approved supply of derivative model of Baleno to Toyota Kirloskar Motor. Company said this will result in incremental sales. The carmaker has also approved acquiring 49.13 percent stake in JJ Impex from Japan's Sumitomo Corporation for Rs 21.7 crore.
- Mphasis Q4FY20 Result(QoQ):** Revenue up 3.1 percent to Rs 2,346 crore. Ebit up 3.7 percent to Rs 383 crore. Ebit margins flat at 16.3 percent from 16.2 percent. Net profit up 20.3 percent to Rs 353 crore. Other income up 45 percent to Rs 53 crore.
- Godrej Consumer Products Q4FY20 Result(YoY):** Revenue down 12.2 percent to Rs 2,153.8 crore. EBITDA down 17.8 percent to Rs 476.6 crore. EBITDA margins narrow to 22.1 percent from 23.6 percent. Net profit down 75.4 percent to Rs 229.9 crore. Deferred tax reversal of Rs 533.5 crore in the base quarter. India business volumes see a contraction of 15 percent.
- Schaeffler India Q1CY20 Result(YoY):** Revenue down 20.8 percent to Rs 928.5 crore. EBITDA down 25.5 percent to Rs 137.3 crore. EBITDA margin narrows to 14.8 percent from 15.7 percent. Net profit down 26.2 percent to Rs 78.4 crore. Decline in topline due to deferred offtake by customers and slowdown in short-cycle business due to Covid-19.
- ABB India Q1CY20 Result (YoY):** Revenue down 17.7 percent to Rs 1,522 crore. EBITDA down 90 percent to Rs 14.5 crore. EBITDA margin down to 1 percent from 7.9 percent. Net profit down 44.4 percent to Rs 64.6 crore. Higher other expenses due to Covid-19 impacts margins. Orders increased by 10 percent with order backlog at Rs 4,444 crore.
- Siemens India Q4FY20 Result(YoY):** Revenue down 20.7 percent to Rs 2,837.9 crore. EBITDA down 42.8 percent to Rs 237.5 crore. EBITDA margin at 8.4 percent from 11.6 percent. Net profit down 38.2 percent to Rs 175.7 crore. Margins impacted by higher other expenses due to Covid-19. Board has agreed in-principle to sell its mechanical drives business to parent company Siemens AG. The aforementioned segment accounts for 5 percent of the turnover of the company.
- Power Finance Corporation, REC:** To extend loans up to Rs 90,000 crore to power discoms to pay dues to power generating companies.
- CSB Bank:** The lender shared its March quarter update where total deposits rose 4.4 percent to Rs 15,790.7 crore. Gross Advances were up 6 percent to Rs 11,558.9 crore. Liquidity coverage ratio stood at 245 percent as compared to 214.8 percent during the same period last year.
- Infosys:** Announces strategic partnership with NICE Actimize to offer end-to-end financial crime solutions.
- FM Sitharaman detailed the Rs 20 lakh crore economic stimulus package under the Atmanirbhar Bharat Abhiyan.** Finance Minister Nirmala Sitharaman on May 13 announced a Rs 30,000- crore special liquidity scheme for non-banking finance companies (NBFCs), housing finance companies (HFCs) and micro-finance institutions (MFIs). She also announced an extension of the partial credit guarantee scheme worth Rs 45,000 crore under which the first 20 percent loss in debt papers will be borne by the government. AA and below rated and unrated papers will be eligible for this investment.

MARKET SCAN

INDIAN INDICES

Index	Clsg	Chg
Sensex	32009	2.03%
Nifty	9384	2.03%
Bank Nifty	19635	4.09%
IND VIX	38.84	1.65%

GLOBAL INDICES

DJIA	23248	-2.17%
Nasdaq	8863	-1.55%
FTSE	5904	-1.51%
CAC	4345	-2.85%
DAX	10543	-2.56%
Nikkei	20100	-0.82%
Hang Seng	23770	-1.70%

Source: in.investing.com; As on 7.20 am IST

SECTOR INDEX (NSE)

IT	13777	0.65%
Infra	2762	2.28%
Energy	12911	1.95%
FMCG	26747	-0.41%
Pharma	9148	-1.07%
Auto	5845	2.38%
Metals	1761	2.51%
Midcap	13064	2.29%
Nifty 500	7667	1.94%

DII/FII INVESTMENT (IN.CR.)

FII/FPI	-283.43
DII	232.65

FOREX MARKET

USDINR	75.51	0.19%
EURINR	81.63	0.15%

COMMODITY MARKET

Gold (\$/OZ)	1719	0.17%
Copper(\$/lb)	2.34	-0.34%
Brent (\$/Bbl)	29.07	-1.16%
Silver(\$/OZ)	15.68	0.04%

Source: in.investing.com; As on 7.20 am IST

- **Key Results today:** Escorts, Aavas Financiers, Biocon, Oracle Financial, Manappuram Finance, Tata Consumer, Indian Energy Exchange, Zensar Technologies, TV Today Network, Datamatics Global Services

Source: Bloomberg, Economic Times, Business Standard, Business Line, Times of India, Mint, Indian Express, Business Today, Indian Express.

GLOBAL MARKETS

DJIA and NASDAQ Composite

Wall Street's three major indexes closed lower for the second day in a row after Federal Reserve Chairman Jerome Powell warned on Wednesday of extended economic weakness due to the coronavirus pandemic and called for Congress to agree on additional fiscal support. The Dow Jones Industrial Average fell 516.81 points, or 2.17%, to 23,247.97, the S&P 500 lost 50.12 points, or 1.75%, to 2,820 and the Nasdaq Composite dropped 139.38 points, or 1.55%, to 8,863.17.

Crude Oil

Oil prices crept up on Thursday, supported by a surprise decline of US crude inventories, but gains were capped by worries that a potential second wave of the coronavirus pandemic might trigger fresh lockdowns and slam fuel demand once again. Brent crude futures rose 6 cents, or 0.2%, to \$29.25 per barrel at 0045 GMT. US West Texas Intermediate (WTI) crude futures were up 8 cents, or 0.3%, to \$25.37 a barrel.

SGX Nifty: Trends on SGX Nifty indicate a Negative opening for the index in India with a 143 points loss. The Nifty futures were trading at 9256 on the Singaporean Exchange around 08:00 hours IST.

TECHNICAL VIEW

Nifty Outlook:

Nifty opened gap up at 9584 on Wednesday, made a high and low of 9584, and 9351 respectively before closing positive at 9384 levels. For the day, support for the Nifty exists at 9200 and 9000 levels, whereas resistance for Nifty stands at 9500 and 9600 levels.

Bank Nifty Outlook:

Bank Nifty opened gap up at 20018 on Wednesday, made a high of 20122, made a low of 19430, and closed positive at 19635 levels. For the day, support for Bank Nifty exists at 19000 and 18500 levels, whereas resistance for Bank Nifty stands at 20100 and 20500 levels.

DERIVATIVES INDICATORS

		NIFTY OPTIONS ACTIVITY (28-MAY SERIES)	
NIFTY	9383.55 (+187.00) (+2.03%)	CALL	9400 CE +0.86 lac Shares
NIFTY MAY FUT	9393.55 (10.00 Points Premium)	CALL	9500 CE -1.83 lac Shares
NIFTY PCR - OI	1.12 (-0.16)	PUT	9400 PE +1.88 lac Shares
NIFTY OI (Total)	0.84 Cr. (+2.23%)	PUT	9500 PE +1.15 lac Shares
INDIA VIX	38.84 (+1.65%)		
BANKNIFTY	19634.95 (+4.09%)		
BANKNIFTY MAY FUT	19617.00 (17.95 Points Discount)		
BANKNIFTY OI (Total)	12.68 Lakh (-16.26%)		

FII DERIVATIVES STATISTICS (In Cr.)

INDEX FUTURES	-48.87
INDEX OPTIONS	-2252.98
STOCK FUTURES	469.46
STOCK OPTIONS	1.76

Securities in Ban for Trade Date 14-MAY-2020: IDEA, BHEL

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