

Morning Notes

05 August 2020

CORPORATE AND ECONOMY NEWS

- **Tata Consumer Products Q1FY21 Result (YoY):** Revenue up 13.4% to Rs 2,173.9 crore. Net profit up 88% to Rs 327.6 crore. Ebitda up 37.6% to Rs 482.7 crore. Ebitda margin at 17.8% from 14.7%. Exceptional gain of Rs 63 crore this quarter due to conversion of a JV company into a wholly-owned subsidiary. Indian Branded Tea business sees volume growth of 4%. India food business sees volume growth of 8%.
- **PI Industries Q1FY21 Result (YoY):** Revenue up 40.6% to Rs 1,060.1 crore. Net profit up 43.2% to Rs 145.5 crore. Ebitda up 50.3% to Rs 229.2 crore. Ebitda margin at 21.6% from 20.2%.
- **Astral Poly Technik Q1FY21 Result (YoY):** Revenue down 33% to Rs 403.9 crore. Net profit down 57.7% to Rs 19.9 crore. Ebitda down 41.7% to Rs 54.3 crore. Ebitda margin at 13.4% from 15.3%. Sales at 21,784 MT from 32,752 MT.
- **Gujarat Gas Q1FY21 Result (YoY):** Revenue down 59.4% to Rs 1,083 crore. Net profit down 76% to Rs 58.7 crore. Ebitda down 56.5% to Rs 185.8 crore. Ebitda margin at 17.2% from 16%. Total volumes down 58% to 377 mmscm.
- **Unichem Laboratories Q1FY21 Result (YoY):** Revenue up 16.1% to Rs 317.3 crore. Net profit of Rs 7 crore from net loss of Rs 13.7 crore. Ebitda gain of Rs 12 crore from Ebitda loss of Rs 20.2 crore. Higher other expenses impacted numbers in the base quarter.
- **Other Results:** Geojit Financial Services(Good), Jindal Saw(Weak), Narayana Hrudayalaya(Weak).
- **Axis Bank:** Launches QIP issue at Rs 442.19 per share, a 3% premium to Tuesday's closing price. The lender may offer a discount of not more than 5% on the floor price as per SEBI regulations. The deal size is worth Rs 10,000 crore. The board will meet on August 10 to consider the issue price.
- **Vodafone Idea:** According to media report, The telecom operator has paid the telecom department most of its Rs 1,200 crore dues towards licence fee and spectrum usage charge (SUC) for the April-June period, after missing the deadline of July 15.
- **Sun Pharmaceutical Industries:** The drug maker said it would soon begin selling its version of favipiravir, becoming the latest generic drugmaker to supply the antiviral to treat COVID-19 in the world's third worst-hit nation. Separately, in an annual report, the company said it will remain focused on growing its businesses faster than the market in which it operates, the company said in its Annual Report 2019-20.
- **Adani Ports and Special Economic Zone (APSEZ):** The company said it has raised \$750 million (about Rs 5,600 crore) by issuing fixed rate senior unsecured notes.
- **Maruti Suzuki:** Chairman RC Bhargava said that sales in H2FY21 will be near last year's levels. The overall market seems to be in favour of small hatchbacks and petrol and CNG cars.
- **Info Edge:** Launched a QIP issue at Rs 3,177.18 per share - a 0.3% discount to Tuesday's closing price. The board will meet on August 7 to consider the issue price and other details.
- **HPCL:** Issued NCDs worth Rs 1,200 crore on a private placement basis.
- **SH Kelkar:** The company acquired balance 49 percent equity stake in Italy based - Creative Flavours and Fragrances SpA (CFF) for around Rs 126 crore.
- **NMDC:** Production in July 2020 increased by 13% to 2.19 MT and sales up 7% to 2.57 MT YoY.
- **SRF:** BOPET film line in Hungary by SRF Europe Kft has been capitalised and commissioned at an approximate cost of 80 million euro.
- **Key Results Today:** Adani Gas, Apollo Tyres, Cadila Healthcare, Canara Bank, DLF, Godrej Properties, INOX Leisure, JK Lakshmi Cement, Jyothy Labs, Strides Pharma.

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

MARKET SCAN

INDIAN INDICES

Index	Clsg	Chg
Sensex	37688	2.03%
Nifty	11095	1.87%
Bank Nifty	21491	1.99%
IND VIX	23.82	-5.44%

GLOBAL INDICES

DJIA	26,828	0.62%
Nasdaq	10,941	0.35%
FTSE	6,036	0.05%
CAC	4,890	0.28%
DAX	12,601	-0.36%
Nikkei	22,429	-0.64%
Hang Seng	24,981	0.14%

Source: in.investing.com; As on 7.50 am IST

SECTOR INDEX (NSE)

IT	17808	-0.88%
Infra	3168	1.75%
Energy	15408	2.34%
FMCG	30902	0.46%
Pharma	11317	1.69%
Auto	7354	1.57%
Metals	2177	0.98%
Midcap	15640	1.11%
Nifty 500	9075	1.60%

DII/FII INVESTMENT (IN.CR.)

FII/FPI	703.74
DII	-665.69

FOREX MARKET

USDINR	75.06	-0.01%
EURINR	88.64	0.08%

COMMODITY MARKET

Gold (\$/OZ)	2019	0.52%
Copper(\$lb)	2.890	-0.39%
Brent (\$/Bbl)	44.36	-0.16%
Silver(\$/OZ)	25.95	-0.28%

Source: in.investing.com; As on 7.50 am IST

GLOBAL MARKETS

DJIA and NASDAQ Composite

Wall Street ended higher after a choppy session on Tuesday, lifted by Apple and energy stocks but limited by declines in AIG and Microsoft while investors awaited more U.S. government stimulus to fight economic fallout from the COVID-19 pandemic. The Dow Jones Industrial Average rose 0.62% to end at 26,828.47 points, while the S&P 500 gained 0.36% to 3,306.51. The Nasdaq Composite climbed 0.35% to 10,941.17.

Crude Oil

Brent oil futures on Tuesday closed at their highest since early March on hopes the United States is making progress on a new economic stimulus package, as well as curbing the coronavirus spread. Brent rose 28 cents, or 0.6%, to settle at \$44.43 a barrel, its highest close since March 6. U.S. West Texas Intermediate (WTI) crude rose 69 cents, or 1.7%, to \$41.70, its highest finish since July 21.

SGX Nifty: Trends on SGX Nifty indicate a positive opening for the index in India with a 40 points gains. The Nifty futures were trading at 11,112 on the Singaporean Exchange around 08:30 hours IST.

TECHNICAL VIEW

Nifty Outlook:

Nifty opened gap up on Tuesday at 10947, made a high of 11112, made a low of 10908, and closed on a positive note at 11095 levels. For the day, support for the Nifty exists at 11000 and 10950 levels, whereas resistance for Nifty stands at 11200 and 11250 levels.

Bank Nifty Outlook:

Bank Nifty opened gap up on Tuesday at 21248, made a high of 21576, made a low of 21058, and closed on a positive note at 21490 levels. For the day, support for Bank Nifty exists at 21200 and 21000 levels, whereas resistance for Bank Nifty stands at 21800 and 22000 levels.

DERIVATIVES INDICATORS

		NIFTY OPTIONS ACTIVITY (30-AUG SERIES)	
NIFTY	11095.25 (+203.65) (+1.87%)	CALL	11100 CE +0.73 lac Shares
NIFTY AUG FUT	11102.05 (6.80 Points Premium)	CALL	11300 CE -0.93 lac Shares
NIFTY PCR - OI	1.42 (+0.32)	PUT	11100 PE +1.07 lac Shares
NIFTY OI (Total)	1.15 Cr. (+4.86%)	PUT	11000 PE -2.05 lac Shares
INDIA VIX	23.82 (-5.44%)		
BANKNIFTY	21490.50 (+1.99%)		
BANKNIFTY AUG FUT	21551.85 (61.35 Points Premium)		
BANKNIFTY OI (Total)	14.56 Lakh (-9.88%)		

FII DERIVATIVES STATISTICS (In Cr.)

INDEX FUTURES	1228.39
INDEX OPTIONS	844.54
STOCK FUTURES	505.36
STOCK OPTIONS	11.90

Securities in Ban for Trade Date 05-AUG-2020: **NIL**

Retail Research Technical & Fundamental Calls for the month of Aug-2020

Positional Calls (For 1-3 Months)

Date	Company	Rec	Rec Price	Stop Loss	Target	Status	Net Returns%
29-Jun	BATAINDIA	Buy	1295-1305	1235	1400-1450	Part Book	2.74%
2-Jul	LT	Buy	935-945	874	1030-1070	Open	
6-Jul	VINATORGA	Buy	995-1005	935	1080-1120	Part Book	3.20%
10-Jul	CUMMINSIND	Buy	394-398	370	440-450	Open	
22-Jul	NESTLEIND	Buy	17000-17060	15950	18500-19000	Open	
29-Jul	CROMPTON	Buy	244-246	230	275	Open	
3-Aug	SUNPHARMA	Buy	517-523	478	580-600	Open	

Investment Idea (For Long Term)

Date	Company	Rec	Rec Price	Target	Status	Returns%
30 Aug 19	INDHOTEL	Accu	135-140	190.00	Open	
15 Oct 19	JKPAPER	Accu	111	141.00	Open	
16 Oct 19	MOLDTKPAC	Accu	298-302	344.00	Open	
2 Jan 20	PSPPROJECT	Accu	490-500	590.00	Open	
23 Jul 20	RITES	Accu	244-249	296.00	Open	

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