

Morning Notes

21 July 2020

CORPORATE AND ECONOMY NEWS

- **ACC Q2CY20 Result(QoQ):** Revenue down 37.3% to Rs 2,602.2 crore. Net profit down 40.5% to Rs 270.9 crore. Ebitda down 32.9% to Rs 525.3 crore. Ebitda margin at 20.1% from 18.8%. Volumes down 33.3% to 4.8 MT. Realisations flat at Rs 5,315 per tonne. Ebitda per tonne flat at Rs 1,094.
- **Bombay Dyeing Q1FY21 Result(QoQ):** Revenue down 85.9% to Rs 91.2 crore. Net loss of Rs 129.3 crore from net profit of Rs 27.7 crore. Ebitda loss of Rs 22.3 crore from Ebitda gain of Rs 133.6 crore.
- **Den Networks Q1FY21 Result(QoQ):** Revenue down 3.8% to Rs 301.3 crore. Net profit down 47.7% to Rs 58.7 crore. Ebitda up 55.1% to Rs 63.9 crore. Ebitda margin at 21.2% from 13.2%.
- **InterGlobe Aviation:** IndiGo, impacted by the pandemic, is flying only a small percentage of its fleet of 250 airplanes and will cut 10% of its workforce, CEO Ronojoy Dutta said in a statement. Impacted employees will be given a severance pay while medical insurance has been extended till December.
- **NTPC:** Added 800MW of Lara Super Thermal Power Project, to the company's installed capacity. With this, the total installed capacity of NTPC and NTPC group has become 51,155 MW and 62,910 MW respectively.
- **INOX Leisure:** The country's second biggest multiplex chain said it will not shut any cinema halls and that the plan to build 1,000 screens is on track, even as theatres continue to be shut and online video-streaming services gain popularity amid the Covid-19 outbreak.
- **Bank of India, Central Bank of India, Indian Overseas Bank , UCO Bank Bank of Maharashtra and Punjab & Sind Bank :** India is looking to privatise more than half of its state-owned banks to reduce the number of government-owned lenders to just five as part of an overhaul of the banking industry, Reuters reported citing government and banking sources. The first part of the plan would be to sell majority stakes in Bank of India, Central Bank of India, Indian Overseas Bank , UCO.
- **Marico:** The FMCG firm's foray into honey has begun more on a bitter than sweet note. Barely weeks after its launch of Saffola Honey, rival Dabur has filed a case in the Delhi High Court alleging that its Mumbai rival "imitated" the bottle, trade-dress, label and packaging of Dabur's honey.
- **Wipro:** Announced a partnership with Compliance Quest to develop management solutions for the medical devices and life sciences industries.
- **Majesco:** Company to sell US subsidiary to Thoma Bravo for \$420.7 million.
- **NHPC:** The company signed pact with Odisha Green Energy Body to develop solar projects.
- **Apollo Hospitals:** LIC increased stake in the company to 4.63% in June quarter, from 3.91% in March quarter, and HDFC Life Insurance also raised stake to 1.55% from 1.28% in same period.
- **Gateway Distriparks:** Company to open rights issue of Rs 115.97 crore on July 30, till August 13. The issue price fixed at Rs 72 per share, a 20% discount to Monday's closing price.
- **Balaji Telefilms:** Resumed shoot of all television shows from July 16.
- **AstraZeneca's experimental COVID-19 vaccine** was safe and produced an immune response in early-stage clinical trials in healthy volunteers, data showed on Monday.
- **Markets regulator SEBI on Monday released framework to enable verification of upfront collection of margins from clients in cash and derivatives segments.** The new framework will come into effect from December 1, 2020, the Securities and Exchange Board of India (SEBI) said in a circular.

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	37419	1.08%
Nifty	11022	1.11%
Bank Nifty	22322	1.62%
IND VIX	24.71	2.30%

GLOBAL INDICES

DJIA	26,681	0.03%
Nasdaq	10,767	2.51%
FTSE	6,262	-0.46%
CAC	5,093	0.47%
DAX	13,047	0.99%
Nikkei	22,860	0.63%
Hang Seng	25,475	1.66%

Source: in.investing.com; As on 7.57 am IST

SECTOR INDEX (NSE)

IT	17258	2.60%
Infra	3104	0.40%
Energy	14936	-0.04%
FMCG	31536	0.31%
Pharma	10305	-1.60%
Auto	7176	0.54%
Metals	2106	0.14%
Midcap	15389	0.96%
Nifty 500	8985	1.01%

DII/FII INVESTMENT (IN.CR.)

FII/FPI	1709.97
DII	-1521.99

FOREX MARKET

USDINR	74.75	-0.18%
EURINR	85.66	0.15%

COMMODITY MARKET

Gold (\$/OZ)	1818	0.04%
Copper(\$/lb)	2.925	0.14%
Brent (\$/Bbl)	43.33	0.12%
Silver(\$/OZ)	20.40	1.04%

Source: in.investing.com; As on 8.00 am IST

GLOBAL MARKETS

DJIA and NASDAQ Composite

Wall Street gained ground on Monday and surging technology shares pushed the Nasdaq to a record closing high, as promising trial results from potential COVID-19 vaccines helped investors look beyond spiraling new cases of the disease. The Dow Jones Industrial Average rose 8.92 points, or 0.03%, to 26,680.87, the S&P 500 gained 27.11 points, or 0.84%, to 3,251.84 and the Nasdaq Composite added 263.90 points, or 2.51%, to 10,767.09

Crude Oil

Oil prices were little changed on Monday as coronavirus cases increased in many countries, though a flurry of announcements about a potential COVID-19 vaccine and ongoing talks over a European Union fund to revive economies hit by the pandemic curbed losses. Brent crude settled up 14 cents, or 0.3%, at \$43.28 per barrel, while U.S. West Texas Intermediate (WTI) rose 22 cents, 0.5%, to \$40.81.

SGX Nifty: Trends on SGX Nifty indicate a positive opening for the index in India with a 107 points gains. The Nifty futures were trading at 11,117 on the Singaporean Exchange around 08:10 hours IST

TECHNICAL VIEW

Nifty Outlook:

Nifty opened gap up on Monday at 10999, made a high of 11038, made a low of 10953, and closed on a positive note at 11022 levels. For the day, support for the Nifty exists at 10900 and 10800 levels, whereas resistance for Nifty stands at 11080 and 11200 levels.

Bank Nifty Outlook:

Bank Nifty opened gap up on Monday at 22307, made a high of 22520, made a low of 22188, and closed on a positive note at 22322 levels. For the day, support for Bank Nifty exists at 22200 and 22000 levels, whereas resistance for Bank Nifty stands at 22600 and 22800 levels.

DERIVATIVES INDICATORS

		NIFTY OPTIONS ACTIVITY (30-JUL SERIES)	
NIFTY	11022.20 (+120.50) (+1.11%)	CALL	11000 CE +0.56 lac Shares
NIFTY JUL FUT	11008.60 (13.60 Points Discount)	CALL	11200 CE +1.46 lac Shares
NIFTY PCR - OI	1.75 (0.00)	PUT	10900 PE +3.51 lac Shares
NIFTY OI (Total)	1.29 Cr. (+3.83%)	PUT	11000 PE +5.90 lac Shares
INDIA VIX	24.71 (+2.30%)		
BANKNIFTY	22321.85 (+1.62%)		
BANKNIFTY JUL FUT	22287.30 (34.55 Points Discount)		
BANKNIFTY OI (Total)	16.80 Lakh (+1.98%)		

FII DERIVATIVES STATISTICS (In Cr.)

INDEX FUTURES	-68.11
INDEX OPTIONS	-299.02
STOCK FUTURES	-275.02
STOCK OPTIONS	-22.11

Securities in Ban for Trade Date 21-JULY-2020: **SUNTV, ADANIET, IDEA, CENTURYTEX, CANBK, L&TFH, BHEL, GLENMARK, NATIONALUM, M&MFIN.**

Key Results Today: Hindustan Unilever, Bajaj Finance, Bajaj Finserv, Axis Bank, HDFC Life, ICICI Prudential, SBI Life, Syngene, Tata Elxsi, Polycab, IndiaMART InterMESH, Hindustan Copper, Hindustan Zinc, Mahindra CIE, Somany Home Innovation.

Retail Research Technical & Fundamental Calls for the month of July-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	CADILAHC	Buy	365-368	344	400-410	Part Book	3.70%
6-Jul	AKZOINDIA	Buy	1800-1820	1670	2000-2100	Part Book	2.79%
6-Jul	VINATIORGA	Buy	995-1005	935	1080-1120	Part Book	3.20%
6-Jul	TORNTPHARM	Buy	2340-2350	2210	2550-2600	Part Book	3.68%
8-Jul	AARTIIND	Buy	935-943	880	1020-1050	Open	
8-Jul	SUPREMEIND	Buy	1130-1140	1065	1250-1270	Part Book	3.83%
10-Jul	CUMMINSIND	Buy	394-398	370	440-450	Open	
13-Jul	TATACHEM	Sell	300-304	323	265	Part Book	3.17%
14-Jul	ENGINERSIN	Buy	70.5	64.50	80-84	Part Book	4.16%
15-Jul	CROMPTON	Buy	238-240	224	265-270	Booked	5.27%
16-Jul	CDSL	Buy	288-290	272	320-330	Booked	4.74%
17-Jul	BALKRISIND	Buy	1250-1260	1190	1350-1370	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	

Asit C. Mehta

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