

# Morning Notes

04 January 2021

## CORPORATE AND ECONOMY NEWS

- **BEML:** Government to divest 26% stake in the company along with the management control. SBI Capital Markets has been appointed as the transaction advisor for the strategic divestment process. The process is to be implemented through an open competitive bidding route. The government currently holds 54.03% stake in the company.
- **Reliance Industries:** SEBI imposes penalties on the company, Chairman Mukesh Ambani and two other entities for alleged manipulative and fraudulent trading in the shares of erstwhile Reliance Petroleum, back in November 2007. Fines of Rs 25 crore and Rs 15 crore have been imposed on Reliance Industries and Mukesh Ambani respectively. Also, Navi Mumbai SEZ Pvt. Ltd. has been asked to pay a penalty of Rs 20 crore.
- **Rashtriya Chemicals & Fertilisers:** Government plans to sell 10% stake in the company through an Offer For Sale and has invited bids from merchant bankers and legal firms to manage the share sale process. The government currently holds 75% stake in the company.
- **I.T. Stocks:** U.S. President Donald Trump extends a ban on new green cards and work visas until March 31, citing continued weakness in the U.S. labor market due to the pandemic.
- **SAIL:** State-owned Steel Authority of India Ltd (SAIL) said Soma Mondal has taken charge as its chairperson. Prior to this, she was the director (commercial) of SAIL, the country's largest steel-making company said.
- **Coal India:** Production in December up 0.5% year-on-year to 58.3 MT while Off take declined 2.1% year-on-year to 52.6 MT.
- **NMDC:** December production up 23% to 3.86 MT from 3.13 MT year-on-year. Sales up 19% to 3.62 MT versus 3.04 MT year-on-year.
- **Adani Green:** Adani Green Energy's subsidiary has received the contract to build a 600 megawatts (mw) wind-solar hybrid power project, taking the company's total project portfolio to 14,795 mw, the Gautam Adani led-company said in a statement on Friday.
- **December Auto Sales: Tata Motors:** Total domestic sales up 21% to 53,430 units from 44,254 units. **Eicher Motors:** Total Royal Enfield sales in December up 37% to 68,995 units from 50,416 units. Exports up 82% to 3,503 units from 1,927 units. **Hero MotoCorp:** Total sales in December rise 5.15% to 4,47,335 units from 4,24,845. **TVS Motor:** Overall sales up 17.5% year-on-year to 2,72,084 units as compared to 2,31,571 units. **VST Tiller Tractors:** Power Tiller sales up 62% to 2,290 units from 1,410 units. Tractor sales up 48% to 542 units from 366 units.
- **Adani Gas:** Name of the company now changed to Adani Total Gas Ltd. from January 1, 2021.
- **E.I.D.-Parry (India):** The Board of Directors have decided that the sugar unit of the company at Pettavaithalai, Tamilnadu, which is not in operation due to continuous non-availability of adequate sugar cane, will not be operated in future as the expectation of a revival of the cane cultivation in the area is low due to a variety of factors.
- The **Drugs Controller General of India (DCGI)** on January 3 granted restricted emergency use authorisation for the Serum Institute of India (SII)'s 'Covishield' and Bharat Biotech's 'Covaxin' vaccines against COVID-19, the disease caused by the novel coronavirus.
- **Foreign portfolio investors (FPIs)** remained net buyers for the third month in a row by investing Rs 68,558 crore in Indian markets as global investors continued betting on emerging markets. For the equity segment, this is the highest quantum of money invested ever since the FPI data has been made available by the National Securities Depository Ltd.

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      | Clsq  | Chg    |
|------------|-------|--------|
| Sensex     | 47869 | 0.25%  |
| Nifty      | 14019 | 0.26%  |
| Bank Nifty | 31226 | -0.12% |
| IND VIX    | 19.56 | -7.28% |

### GLOBAL INDICES

|           |        |        |
|-----------|--------|--------|
| Nikkei    | 27,315 | -0.47% |
| Hang Seng | 27,403 | 0.63%  |
| Sgx Nifty | 14,134 | 0.84%  |

Source: in.investing.com; As on 8.05 am IST

### SECTOR INDEX (NSE)

|           |       |       |
|-----------|-------|-------|
| IT        | 24456 | 0.84% |
| Infra     | 3674  | 0.64% |
| Energy    | 16976 | 0.32% |
| FMCG      | 34392 | 0.63% |
| Pharma    | 13002 | 0.67% |
| Auto      | 9273  | 0.86% |
| Metals    | 3259  | 0.13% |
| Midcap    | 21091 | 1.19% |
| Nifty 500 | 11575 | 0.49% |

### DII/FII INVESTMENT (IN.CR.)

|         |        |
|---------|--------|
| FII/FPI | 506.21 |
| DII     | 69.4   |

### Top Open Interest Gainers

| Stock    | OI Chg | Price Chg |
|----------|--------|-----------|
| PNB      | 172%   | 4.95%     |
| L&TFH    | 19%    | 4.18%     |
| BHEL     | 18%    | 8.18%     |
| CHOLAFIN | 18%    | 5.91%     |

### Top Open Interest Losers

|            |     |       |
|------------|-----|-------|
| AMBUJACEM  | -6% | 0.86% |
| INDUSTOWER | -5% | 1.50% |
| MFSL       | -4% | 2.11% |
| GLENMARK   | -3% | 1.87% |

### FOREX MARKET

|        |       |        |
|--------|-------|--------|
| USDINR | 73.11 | -0.01% |
| EURINR | 89.57 | 0.14%  |

### COMMODITY MARKET

|                |       |       |
|----------------|-------|-------|
| Gold (\$/OZ)   | 1923  | 1.47% |
| Copper(\$/lb)  | 3.565 | 1.28% |
| Brent (\$/Bbl) | 52.16 | 0.85% |
| Silver(\$/OZ)  | 27.20 | 3.00% |

Source: in.investing.com; As on 8.10 am IST

### GLOBAL MARKETS

#### Asian Markets

Asian share markets hit pause on Monday as reports of a possible tightening in coronavirus emergency rules for Tokyo pulled Japanese stocks off 30-year highs, while also lifting the safe-haven yen. Japan's Nikkei shed its early gains to fall 1.1% when Fuji TV reported the government was considering a state of emergency for capital Tokyo and three surrounding prefectures. MSCI's broadest index of Asia-Pacific shares outside Japan edged up 0.1%, a whisker from a record high.

#### Crude Oil

Oil prices edged lower on Monday, the first day of 2021 trading, ahead of a meeting of OPEC and allied producers to discuss output levels for February with fears for first-half demand seeping into the market as the coronavirus pandemic lingers. Brent crude for March was at \$51.76 a barrel, down 4 cents or 0.08%, by 0038 GMT while U.S. West Texas Intermediate crude for February fell 9 cents, or 0.2%, to \$48.43 a barrel.

**SGX Nifty:** Trends on SGX Nifty indicate a positive opening for the index in India with a 118 points gain. The Nifty futures were trading at 14,134 on the Singaporean Exchange.

### TECHNICAL VIEW

#### Nifty Outlook:

Nifty opened gap up on Friday at 13996, made a high of 14050, made a low of 13991, and closed on a positive note at 14018 levels. For the day, support for the Nifty exists at 13900 and 13800 levels, whereas resistance for the Nifty stands at 14060 and 14120 levels.

#### Bank Nifty Outlook:

Bank Nifty opened gap up on Friday at 31297 made a high of 31384, made a low of 31188, and closed on a negative note at 31226 levels. For the day, support for Bank Nifty exists at 31000 and 30800 levels, whereas resistance for Bank Nifty stands at 31500 and 31700 levels.

### DERIVATIVES INDICATORS

|                      |                                 | NIFTY OPTIONS ACTIVITY (28-JAN SERIES) |                           |
|----------------------|---------------------------------|--|---------------------------|
| NIFTY                | 14018.50 (+36.75) (+0.26%)      | CALL                                   | 14000 CE +2.38 lac Shares |
| NIFTY JAN FUT        | 14053.85 (35.35 Points Premium) | CALL                                   | 14200 CE +1.81 lac Shares |
| NIFTY PCR - OI       | 1.37 (-0.15)                    | PUT                                    | 14000 PE +4.04 lac Shares |
| NIFTY OI (Total)     | 1.31 Cr. (+3.36%)               | PUT                                    | 13600 PE +3.33 lac Shares |
| INDIA VIX            | 19.56 (-7.28%)                  |  |                           |
| BANKNIFTY            | 31225.85 (-0.12%)               |  |                           |
| BANKNIFTY JAN FUT    | 31309.35 (83.50 Points Premium) |  |                           |
| BANKNIFTY OI (Total) | 14.92 Lakh (+1.62%)             |  |                           |

#### FII DERIVATIVES STATISTICS (In Cr.)

|               |         |
|---------------|---------|
| INDEX FUTURES | -264.90 |
| INDEX OPTIONS | 1502.16 |
| STOCK FUTURES | 523.81  |
| STOCK OPTIONS | -305.84 |

Securities in Ban for Trade Date 04-JAN-2021: **NIL**.

