

CORPORATE AND ECONOMY NEWS

- L&T Finance Holdings Q1FY21 Result (YoY):** Net Interest Income down 15.7% to Rs 1,408.9 crore. Net profit down 73% to Rs 148.3 crore. Incremental provision of Rs 577 crore out of which provision for Covid-19 this quarter stands at Rs 277 crore. Exceptional gain of Rs 225.6 crore on divestment of entire stake in L&T Capital Markets. Moratorium on Retail lending book at 44% from 79% in the previous quarter. Overall moratorium for infrastructure finance, real estate borrowers remains close to 40%. Disbursement momentum may pick-up, especially in Rural portfolio. Raised Rs 3,200 crore till July 15.
- Cyient Q1FY21 Result (QoQ):** Revenue down 7.6% to Rs 991.7 crore. Net profit up 76.2% to Rs 81.4 crore. Ebit up 22.2% to Rs 40.2 crore. Ebit margin at 4% from 3%. Impairment of non-current assets worth Rs 40 crore in the base quarter. Lower employee and other expenses, higher other income aid net profit growth.
- L&T Technology Services Q1FY21 (YoY):** Revenue down 3.9% to Rs 1,294.7 crore. Net profit down 42.5% to Rs 117.2 crore. Ebitda down 24.5% to Rs 205.9 crore. Ebitda margin at 15.9% from 20.2%. Higher employee costs impact margins. Other income of Rs 56.5 crore in the base quarter.
- L&T Technology Services:** To acquire Orchestra Technologies for \$25 million. The sum will be paid in tranches. The target company is based in the U.S. and specialises as a technology solutions provider to the telecom industry.
- PTC India:** Exploring opportunities for monetisation of investment in PTC India Financial Services and to sell controlling stake. The company currently has 65% stake in the financial services business, the market value of which stands at Rs 884 crore as of July 16. The final date of submission of interest in bidders is July 31.
- Coal India:** Coal India has introduced a special spot e-auction scheme for importers to boost sales and reduce India's dependence on imports. Buyers including traders who imported coal after March 2018 are eligible for bidding under the scheme.
- NTPC:** Country's largest power producer NTPC on Thursday said it entered into a Memorandum of Understanding (MoU) with National Investment and Infrastructure Fund (NIIF) to explore opportunities for investments in areas like renewable energy, power distribution among other areas of mutual interest in India.
- BPCL:** Arm finalises senior debt financing of \$14.9 billion for 2-train LNG project. Final investment decision for the same was made in June 2019.
- Endurance Technologies:** Italian arm to undertake consolidation of its foundry activities whereby the plant operations including workmen and necessary plant and machinery from Grugliasco are shifted to the Chivasso plant. Post the consolidation of plant operations, the group now has nine manufacturing plants - six in Italy and three in Germany.
- Symphony Business Update:** Several orders were cancelled towards the end of March. Current quarter sales severely impacted. OEMs facing production constraints due to labour shortages and logistical bottlenecks.
- Century Plyboards:** Operations at Joka unit in West Bengal, which were partially suspended due to cyclone AMPHAN on May 20, have normalised.
- Metropolis Healthcare:** The pledge released on 16.47 percent stake by Vistra ITCL India.
- Key Results Today:** Britannia Industries, HCL Technologies, Coffee Day Enterprises, GNA Axles, Granules India, ICICI Lombard, Hathway Cable
- The domestic rating agency ICRA has revised its forecast for contraction in India's GDP in FY21 to 9.5 percent from 5 percent it expected earlier, as continued lockdowns in some states have affected the recovery seen in May and June. Most of the analysts have projected the country's GDP to contract in the range of 5-6.5 percent in this fiscal.

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	36472	1.16%
Nifty	10740	1.15%
Bank Nifty	21597	1.20%
IND VIX	25.36	-3.53%

GLOBAL INDICES

DJIA	26,735	-0.50%
Nasdaq	10,474	-0.73%
FTSE	6,251	-0.67%
CAC	5,085	-0.46%
DAX	12,875	-0.43%
Nikkei	22,781	0.04%
Hang Seng	25,232	1.05%

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

SECTOR INDEX (NSE)

IT	16926	2.83%
Infra	3016	0.07%
Energy	14340	0.26%
FMCG	31182	0.13%
Pharma	10382	1.68%
Auto	7016	1.22%
Metals	2071	0.72%
Midcap	15034	0.55%
Nifty 500	8767	0.88%

DII/FII INVESTMENT (IN.CR.)

FII/FPI	-1091.08
DII	1659.91

FOREX MARKET

USDINR	75.18	0.01%
EURINR	86.60	0.04%

COMMODITY MARKET

Gold (\$/OZ)	1798	-0.12%
Copper(\$/lb)	2.908	0.48%
Brent (\$/Bbl)	43.40	0.07%
Silver(\$/OZ)	19.46	-0.54%

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

GLOBAL MARKETS

DJIA and NASDAQ Composite

The S&P 500 dropped on Thursday, pulled lower by Microsoft Corp and Apple Inc, as elevated levels of unemployment claims heightened concerns about the economic toll from rising coronavirus cases. The Dow Jones Industrial Average fell 0.5% to end at 26,734.71 points, while the S&P 500 lost 0.34% to 3,215.57. The Nasdaq Composite dropped 0.73%, to 10,473.83.

Crude Oil

Oil prices fell 1% on Thursday after OPEC+ agreed to ease record supply curbs and as new infections of the novel coronavirus continue to surge in the United States. Brent fell 42 cents, or 1%, to settle at \$43.37 a barrel. U.S. West Texas Intermediate (WTI) crude fell 45 cents, or 1.1%, to settle at \$40.75 a barrel.

SGX Nifty: Trends on SGX Nifty indicate positive opening for the index in India with a 77 points gains. The Nifty futures were trading at 10,776 on the Singaporean Exchange around 08:15 hours IST

TECHNICAL VIEW

Nifty Outlook:

Nifty opened gap up on Thursday at 10706, made a high of 10755, made a low of 10595, and closed on a positive note at 10740 levels. For the day, support for the Nifty exists at 10600 and 10500 levels, whereas resistance for Nifty stands at 10800 and 10900 levels.

Bank Nifty Outlook:

Bank Nifty opened gap up on Thursday at 21453, made a high of 21671, made a low of 21028, and closed on a positive note at 21597 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-JUL SERIES)	
NIFTY	10739.95 (+121.75) (+1.15%)	CALL	10900 CE +1.09 lac Shares
NIFTY JUL FUT	10713.85 (26.10 Points Discount)	CALL	10700 CE +0.98 lac Shares
NIFTY PCR - OI	1.61 (+0.46)	PUT	10600 PE +4.35 lac Shares
NIFTY OI (Total)	1.22 Cr. (+8.69%)	PUT	10500 PE +2.03 lac Shares
INDIA VIX	25.36 (-3.53%)		
BANKNIFTY	21597.15 (+1.20%)		
BANKNIFTY JUL FUT	21571.30 (25.85 Points Discount)		
BANKNIFTY OI (Total)	16.76 Lakh (-4.57%)		

FII DERIVATIVES STATISTICS (In Cr.)

INDEX FUTURES	-644.24
INDEX OPTIONS	3968.40
STOCK FUTURES	715.13
STOCK OPTIONS	-40.77

Securities in Ban for Trade Date 17-JULY-2020: **SUNTV, IDEA, CENTURYTEX, PNB, CANBK, L&TFH.**

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	
3-Jul	NESTLEIND	Buy	16770-16800	15900	18000-18500	Booked	4.80%
6-Jul	CADILAHC	Buy	365-368	344	400-410	Open	
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	Open	
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	Open	
16-Jul	CDSL	Buy	288-290	272	320-330	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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