

Morning Notes

18 September 2020

CORPORATE AND ECONOMY NEWS

- **Dr Reddy's Laboratories:** The company said it has settled a litigation with a unit of Bristol Myers Squibb related to patents for Revlimid (lenalidomide) capsules, used to treat various kinds of cancer.
- **HDFC Bank:** US based Rosen Law Firm has filed a class action lawsuit against private lender HDFC Bank, alleging that the senior management engaged in reckless acts and caused damages to several investors who relied upon alleged misleading statements.
- **Vodafone Idea:** Faced with regulatory heat on its controversial plan, Vodafone Idea Ltd (VIL) has dropped faster data speed claims, which formed a prominent part of its pay-more-for-priority-treatment offering, and has filed a revised plan with Trai, PTI reported citing a source.
- **Hindustan Zinc:** Vedanta group firm Hindustan Zinc (HZL) on Thursday said it proposes to raise up to Rs 4,000 crore via debentures.
- **Vedanta:** After mobilising \$3.15 billion to fund the delisting of its Indian subsidiary, Vedanta Resources Ltd has approached the Securities and Exchange Board of India (Sebi) for necessary approvals to start the reverse book building process, PTI reported citing sources in the know of the development.
- **Sterling and Wilson Solar:** The company said it has won a 106.71 MW solar project in Chile, its fifth in Latin America, worth \$62.6 million (about Rs 462 crore).
- **Hindalco:** The company has signed a Memorandum of Understanding (MoU) for the long-term purchase and sale of copper concentrate, produced by the state-owned, Hindustan Copper.
- **Telcos:** The adjusted gross revenue (AGR) of the telecom service sector rose almost 10% on a sequential basis during the March quarter, according to data from Trai, which also pointed to improved realisations from customers driven by tariff hikes.
- **NBCC:** State-run NBCC (India) has assured the homebuyers of Amrapali of proper monitoring of ongoing construction work after residents complained of safety issues.
- **EIH:** Hospitality major EIH, which runs hotels and resorts under the Oberoi brand, said its rights issue committee has approved raising of up to Rs 350 crore. The company set rights share issue price at Rs 65 per share and shareholders will get 8 rights shares for every 85 shares held.
- **TVS Motor:** Announced their new distribution partnership with Autotecnica Colombiana SAS - a motorcycle assembler in Colombia. This entity will operate 50 dealerships exclusive to TVS Motor and create dedicated space for the brand in over 600 retail outlets.
- **Tata group companies:** Shapoorji Pallonji (SP) Group has slapped a notice on Tata Sons Ltd's board, seeking unspecified damages for blocking the group's plan to raise funds by pledging its shares in the Tata group holding company. It added that Tata Sons has created panic among its lenders and financial institutions and caused damage to the SP group.
- **Essel Propack:** Bloomberg News reports that the company's promoter Blackstone Group's entity - Epsilon Bico is planning to sell up to 7.26 crore shares or 23% of the total outstanding capital. Floor price for the proposed sale is set at Rs 255 per share, a 6.5% discount to Thursday's closing price.
- **IRCTC:** Bloomberg News reports that the government will levy user fee at some railways stations.
- **Happiest Minds Technologies:** Plutus Wealth Management acquired 10 lakh shares at Rs 350 per share.
- **Bharat Dynamics:** Government proposes to offer up to 4,58,204 equity shares to the eligible employees of the company at a discounted price of Rs 310 per share. Employee OFS will remain open from September 21-23.

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	38980	-0.82%
Nifty	11516	-0.76%
Bank Nifty	22320	-1.12%
IND VIX	20.10	2.24%

GLOBAL INDICES

DJIA	27,902	-0.47%
Nasdaq	10,910	-1.27%
FTSE	6,050	-0.47%
CAC	5,040	-0.69%
DAX	13,208	-0.36%
Nikkei	23,341	0.09%
Hang Seng	24,337	-0.01%

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

SECTOR INDEX (NSE)

IT	19818	0.24%
Infra	3193	-0.78%
Energy	15688	-0.89%
FMCG	30652	-0.60%
Pharma	11736	0.41%
Auto	8129	-0.34%
Metals	2363	-1.38%
Midcap	17411	-0.24%
Nifty 500	9567	-0.68%

DII/FII INVESTMENT (IN.CR.)

FII/FPI	-249.82
DII	-1067.83

FOREX MARKET

USDINR	73.61	0.01%
EURINR	87.20	0.01%

COMMODITY MARKET

Gold (\$/OZ)	1958	0.44%
Copper(\$/lb)	3.090	0.33%
Brent (\$/Bbl)	43.37	0.16%
Silver(\$/OZ)	27.23	0.49%

Source: in.investing.com; As on 8.09 am IST

GLOBAL MARKETS

DJIA and NASDAQ Composite

US stocks fell on Thursday as technology-related shares slid for a second day and as government data showed high levels of weekly jobless claims. The Dow Jones Industrial Average fell 130.4 points, or 0.47%, to 27,901.98, the S&P 500 lost 28.48 points, or 0.84%, to 3,357.01 and the Nasdaq Composite dropped 140.19 points, or 1.27%, to 10,910.28.

Crude Oil

Oil prices drifted lower on Friday, pausing after three days of gains, as producers prepared to resume operations in the Gulf of Mexico and data showed Saudi Arabian exports rose from record lows. Brent crude was down 6 cents at \$43.24 a barrel by 0112 GMT, while U.S. oil futures dropped 6 cents to \$40.91 a barrel.

SGX Nifty: Trends on SGX Nifty indicate a Flat to positive opening for the index in India with 16 points gains. The Nifty futures were trading at 11,543 on the Singaporean Exchange around 08:15 hours IST.

TECHNICAL VIEW

Nifty Outlook:

Nifty opened gap down on Thursday at 11539, made a high of 11587, made a low of 11498, and closed on a negative note at 11516 levels. For the day, support for the Nifty exists at 11450 and 11370 levels, whereas resistance for Nifty stands at 11580 and 11630 levels. Nifty future can be sold around 11550 levels with a stop loss of 11630 for the price target of 11400.

Bank Nifty Outlook:

Bank Nifty opened gap down on Thursday at 22352, made a high of 22504, made a low of 22267, and closed on a negative note at 22320 levels. For the day, support for Bank Nifty exists at 22000 and 21800 levels, whereas resistance for Bank Nifty stands at 22500 and 22700 levels.

DERIVATIVES INDICATORS

		NIFTY OPTIONS ACTIVITY (24-SEP SERIES)	
NIFTY	11516.10 (-88.45) (-0.76%)	CALL	11600 CE +8.57 lac Shares
NIFTY SEP FUT	11522.40 (6.30 Points Premium)	CALL	11500 CE +9.74 lac Shares
NIFTY PCR - OI	1.43 (-0.17)	PUT	11400 PE +3.39 lac Shares
NIFTY OI (Total)	1.30 Cr. (+0.24%)	PUT	11200 PE -1.13 lac Shares
INDIA VIX	20.10 (+2.24%)		
BANKNIFTY	22320.35 (-1.12%)		
BANKNIFTY SEP FUT	22391.95 (71.60 Points Premium)		
BANKNIFTY OI (Total)	19.90 Lakh (+2.97%)		

FII DERIVATIVES STATISTICS (In Cr.)

INDEX FUTURES	-672.93
INDEX OPTIONS	2581.73
STOCK FUTURES	-1158.60
STOCK OPTIONS	71.71

Securities in Ban for Trade Date 18-SEP-2020: **ADANIEN, AUROPHARMA, BANKBARODA, BHEL, CANBK, ESCORTS, IBULHSGFIN, JINDALSTEL, VEDL TATACHEM, IDEA, L&TFH, SAIL.**

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

Positional Calls (For 1-3 Months)

Date	Company	Rec	Rec Price	Stop Loss	Target	Status	Net Returns%
20-Aug	THERMAX	Buy	780-790	730	880-900	Part Book	4.30%
21-Aug	VGUARD	Buy	171-173	160	195	Part Book	4.14%
28-Aug	WHIRLPOOL	Buy	2135-2150	1980	2400-2500	Booked	4.22%
1-Sep	SUNPHARMA	Buy	514-520	487	560-580	Open	
2-Sep	NESTLEIND	Buy	15900-16100	15300	17000-17500	Open	
2-Sep	MGL	Buy	900-910	850	1000	Part Book	3.07%
14-Sep	JKLAKSHMI	Buy	262-265	248	290	Open	
14-Sep	GODFRYPHLP	Buy	920-930	870	1020-1050	Open	
14-Sep	CHOLAFIN	Buy	228-231	217	250-255	Booked	5.08%
14-Sep	HAVELLS	Buy	660-666	630	730	Open	
14-Sep	GREAVESCOT	Buy	79-79.5	74	88-90	Open	
14-Sep	INDIACEM	Buy	123-125	115	140-145	Part Book	3.23%
17-Sep	SIEMENS	Buy	1242-1252	1180	1350-1380	Open	
17-Sep	MCX	Buy	1655	1520	1850-1900	Booked	5.22%

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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