



Muthoot Securities

# MARKET MANTHRA

02-DEC-2019

## Domestic Indices

index	Close	Prv close	%Chg
NIFTY 50	12,079.0	11,914.4	1.38
NIFTY SMLCAP 50	2,752.7	2,732.6	0.73
NIFTY MIDCAP 50	4,679.8	4,618.9	1.32
NIFTY SMLCAP 250	4,783.2	4,744.4	0.82
NIFTY BANK	31,564.6	31,111.6	1.46
NIFTY FIN SERVICE	14,161.0	13,952.1	1.50
NIFTY METAL	2,599.0	2,521.2	3.09
INDIA VIX	15.0	14.9	0.87

## Global indices

Indices	Close	Prv close	%Chg
NASDAQ	7,344.0	7,190.0	-1.80
FTSE	7,069.0	7,086.0	0.42
CAC 40	5,236.0	5,243.0	0.29
DAX	12,247.0	12,248.0	0.30
NIKKIEI	12,380.0	12,319.0	-0.47
HANGSENG	31,549.0	31,563.0	0.11
KOSPI	2,485.0	2,504.0	0.42
SHANGHAI	3,290.0	3,305.0	0.34

As on 8.00 IST

## Nifty Watch



Nifty Spot intraday 5 Min

## Market wrap up

Benchmark equity indices closed mixed as investors were worried over India's GDP growth slowing to a 26-quarter low of 4.5% in Jul-Sep. This was despite a bullish trend in global markets due to an unexpected jump in China's manufacturing activity in November. Shares of market heavyweight Reliance Industries, and Bharti Airtel and Vodafone rose on news of steep tariff hikes, which led to a positive opening for benchmark indices. Nifty 50 closed at 12048.20, down 7.85 points or 0.07%, while the 30-stock Sensex closed 8.4% or 0.02% higher at 40802.17 points. The indices are consolidating at the current levels after their steep 9% gains in last three months

## Global Market

Asian indices were down in early trade after US President Donald Trump announced that the country would be reinstating tariffs on steel and aluminium imports from Brazil and Argentina. Trump accused the two countries of "massive devaluation of their currencies," which he said is hurting US farmers. This sparked concerns over trade. Further, weak US manufacturing data weighed on investor sentiment. On Monday, Institute for Supply Management's manufacturing index showed that manufacturing activity in US continued to contract in November.

## Market preview

Benchmark indices are seen moving in a narrow range TODAY as investors are unlikely to take aggressive positions until they see signs of a revival in government spending, improvement in liquidity with non-bank lenders, and news of progress in trade negotiations between the US and China. Caution ahead of the Reserve Bank of India's bi-monthly monetary policy later this week and the US Federal Reserve's policy review the week after could also keep investors on the sidelines. The Nifty 50 is seen testing 12100-point level, with support seen at 12000 points

## News corner

## Corporate

**Maruti Suzuki down for 3rd session as Nov sales fall on year**

Shares of Maruti Suzuki India were down for the third trading session as the company's sales in November were down on year, dealers said, adding that investors say the company could improve its performance in the coming months with the launch of more Bharat Stage-VI models. For November, Maruti Suzuki India reported total sales of 150,630 units, down 1.9% on year. Of these, exports fell by a sharp 7.7% on year to 6,944 units. Maruti Suzuki India's sales in its biggest segment--compact cars--rose 7.6% on year to 78,013 units, while the performance in the mini- and mid-size bought the overall performance down.

**Bharti Infratel up 7% as telecom companies to raise tariffs**

Shares of Bharti Infratel jumped 7% today to 296.50 rupees, rising for the third day, following gains in telecom companies after they announced a hike in tariffs. Higher tariffs would ease financial constraints for telecom operators, and thereby improve demand for tower tenancy. Shares of Bharti Infratel have risen nearly 40% in the past 30 days, while those of Bharti Airtel have gained 28%. Vodafone Idea, Bharti Airtel, and Reliance Jio Infocomm will raise tariffs for prepaid subscribers by up to 45% from this week

## Domestic

**Crisil slashes FY'20 growth forecast to 5.1%**

Rating agency Crisil on Monday sharply cut its growth forecast for the current financial year to 5.1 per cent from an earlier estimate of 6.3 per cent. The move comes ahead of the RBI's announcement on lending rates on December 5. The RBI's monetary policy committee (MPC) will meet between December 3-5 to review the interest rates. Crisil's revision, which is among the lowest after Japanese brokerage Nomura's 4.7 per cent forecast, comes within days of the official data showing a further slip in the second quarter growth to 4.5 per cent. This leaves the first half (April-September) growth at 4.75 per cent, a multi-year low.

## International

**COMMODITY**

**CRUDE OIL:** Futures settled higher on Monday on reports that the Organization of the Petroleum Exporting Countries may agree to deepen output cuts and as upbeat Chinese manufacturing data suggested revival in demand for the commodity. OPEC and allied oil producers will consider deepening their existing oil output cuts by about 400,000 barrels per day to 1.6 mln barrels per day, Reuters reported quoting Iraq's oil minister. NYMEX Jan futures (a barrel): \$55.96 Monday vs \$55.17 Friday

**PRECIOUS METALS:** Gold futures ended lower on Monday as upbeat Chinese manufacturing data eased the concerns of global economic slowdown and thereby, reducing demand for the safe-haven commodity. COMEX Feb gold futures (troy ounce): \$1,469.2 Monday vs \$1,472.7 Friday

## Stock to watch

- **APOLLO TYRES:** Entered Saudi Arabia through a tie-up with Al-Jomaih Tyres Co. The company is looking at the large and growing truck-bus radial and passenger car tyre market, aiming to capture a sizeable market share in each of the segments in the next couple of years
- **BIOCON:** The company and Mylan have launched trastuzumab Ogivri, a biosimilar of Herceptin brand, in the US
- **CADILA HEALTHCARE:** The board has approved merger of four wholly-owned subsidiaries--Zydus Technologies, Alidac Pharmaceuticals, Liva Pharmaceuticals, and Dialforhealth India with the company
- **COX & KINGS:** IFCI sold 1.5% stake or 2.6 mln shares in the company at 1.8 rupees apiece in a bulk deal on the National Stock Exchange
- **DEWAN HOUSING FINANCE CORP:** The National Company Law Tribunal has admitted the Reserve Bank of India's plea for initiation of corporate insolvency proceedings against the company under the Insolvency and Bankruptcy Code, the first mortgage lender to be referred to the tribunal by the regulator
- **GLENMARK PHARMACEUTICALS:** Integrated Core Strategies Asia sold 0.64% stake, or 1.83 mln shares, in the company at 329.57 rupees apiece through a bulk deal on the National Stock Exchange
- **GRANULES INDIA:** Expects revenue to grow at a compound annual growth rate of 20% and sees a steady operating margin at over 21% in the next 2-3 years
- **HDFC BANK:** Kotak Mahindra Asset Management Co Managing Director Nilesh Shah was critical of MSCI Emerging Market Index for not including the bank in its index, citing the high levels of foreign holding in the bank
- **IDBI BANK:** Plans to raise 15 bln rupees from asset sales, with a major portion from the divestment of its stake in a life insurance joint venture
- **IFCI:** Has received bids for sale of its entire stake in National Stock Exchange

## Data Alert

### Overseas

- EU PPI for Oct. 1530 IST
- US ISM-NY REPORT ON BUSINESS for Nov. 2015 IST

### Domestic

- NA

## Actions watch

### BONUS

Company	Ratio	Ex.date
BALMLAWRIE	1:2	26-DEC

### Major Dividends

Company	Div/Share	Ex.date
RAIN	Rs 1.00	25-NOV
REDINGTON	Rs.8.00	19-NOV
PGHH	Rs. 48.0	19-NOV
LALPATHLAB	Rs.6.00	20-NOV
MRF	Rs.3.00	21-NOV

### DERIVATIVES IN BAN PERIOD

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### RESULTS TODAY

VLSFINANCE

## Thought of the day

**"Wide diversification is only required when investors do not understand what they are doing."  
Warren Buffett**



## Previous Tracker

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