



MARKET MANTHRA

18-OCT-2019

Domestic Indices

index	Close	Prv close	%Chg
NIFTY 50	11,428.3	11,341.2	0.77
NIFTY SMLCAP 50	2,612.1	2,604.1	0.31
NIFTY MIDCAP 50	4,290.7	4,268.8	0.51
NIFTY SMLCAP 250	4,504.8	4,507.6	-0.06
NIFTY BANK	28,555.1	28,182.0	1.32
NIFTY FIN SERVICE	12,904.6	12,791.2	0.89
NIFTY METAL	2,397.1	2,360.2	1.56
INDIA VIX	16.8	17.4	-3.67

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 indices ended higher for the fifth session on news of the UK and European Union reaching a deal on Brexit, while bank stocks led the gains as Altico Capital submitted a plan to repay its dues to lenders over five years. State-owned banks were also among the biggest gainers, rising 1-7%, and the Nifty PSU Bank index rose 3%, compared to the Nifty Bank index closing 1.6% higher. Investors will now start buying stocks in sectors where they see value and promise of growth, and this in turn, should be positive for the overall market. The FMCG sector, too, contributed to the indices' rise, on hopes of improvement in rural demand following a good monsoon.

Global Market

Asian shares rose in the early trade today after the UK and the European Union sealed a draft deal, moving closer towards ending a protracted uncertainty over the UK's exit from the common bloc. The deal now requires approvals from Europe's leaders and also needs to be passed in the UK Parliament, which is what the investors are still unsure of. On the other hand, China's GDP data released showed that the economy expanded 6.0% in the September quarter, hitting the lower bound of Beijing's target range for economic growth this year.

Market preview

Benchmark equity indices are likely to extend gains for the sixth straight session today, albeit modestly, aided by positive cues from global markets and upbeat sentiment at home on expectations of more government measures to spur economic growth. Investors will continue to take comfort from the recent buying momentum from institutional investors. Sentiment has been up helped by market buzz of more government support for the economy ahead of Diwali next week and increasing evidence that consumer demand has improved in the ongoing festive season spurred by deep discounts by companies, recent government measures, and loan outreach programme of state-owned banks.

News corner

Corporate

YES Bank up 17% on hope of Altico Cap debt resolution

Shares of YES Bank rose 17% today after a media report said Altico Capital had, in its debt resolution plan to lenders, proposed repayment of its debt in five years. YES Bank has significant exposure to Altico Capital's debt of 43 bln rupees and is part of the core committee of lenders. Altico Capital has said it will securitise loans worth 15 bln rupees to generate cash, and has signed term sheet with three investors to monetise its assets. The company has also said it has cash worth 3 bln rupees. Quick restructuring of the loans extended by YES Bank to Altico Capital could lower the risk of these loans turning into non-performing assets

Tata Motors surges 15% as EU, UK reach deal on Brexit

Shares of Tata Motors surged as much as 15% to a one-month high 144.35 rupees as concerns about the company's arm Jaguar Land Rover facing supply chain disruptions were allayed after it emerged that the UK and the European Union have agreed to a deal for the former's exit from the bloc, after over two years of discussions. Jaguar Land Rover is crucial to Tata Motors' operations as it contributes around 70% to the company's total revenues.

Domestic

India ranked third in 2019 Hurun Global Unicorn List

The Hurun Research Institute has released the inaugural Hurun Global Unicorn List 2019, a ranking of the world's billion-dollar tech 'start-ups' founded in the 2000s and not yet listed on a public exchange. This is the first year of the list, and follows from the sixth quarterly Hurun China Unicorn Index. Valuations are a snapshot as of 30 June 2019. India was placed third with 21 unicorns, led by payments solutions platform One97 Communications (\$10 billion) and followed by cab aggregator Ola Cabs (\$6 billion); online educator Byju's (\$6 billion) and travel-stay finder OYO Rooms (\$5 billion).

International

COMMODITY

CRUDE OIL: Futures settled higher on Wednesday on a decline in US crude supplies. On Thursday, the Energy Information Administration reported that US gasoline stock fell by 2.6 mln barrels in the week ended Friday, while distillate stockpiles, which include diesel and heating oil, fell by 3.8 mln barrels. However, the gains were capped by a larger-than-expected rise in crude stockpiles. Data released by the American Petroleum Institute late Wednesday showed that US crude supplies rose by 10.5 mln barrels for the week ended Friday. NYMEX Nov futures (a barrel): \$53.93 Thursday vs \$53.36 Wednesday. ICE Brent Dec futures (a barrel): \$59.91 Thursday vs \$59.42 Wednesday

PRECIOUS METALS: Gold futures ended higher on Thursday as investors are still unsure about whether the Brexit deal can pass the UK Parliament on Saturday. The release of weak US retail sales data for September also aided prices, at the subdued data raised concern over a slowdown in economic activity in the world's largest economy.

Stock to watch

- **ADANI ENTERPRISES:** The company has incorporated a wholly-owned subsidiary, Adani Metro Transport, which will undertake building and construction of metro rail, mono rail and rapid rail transit system
- **ADANI PORTS AND SPECIAL ECONOMIC ZONE:** The National Company Law Appellate Tribunal gave its go ahead to National Company Law Tribunal Mumbai to decide on the company's bid for Dighi Port
- **ALICON CASTALLOY:** The company has been awarded multi-year contracts of 8.1 bln rupees with two leading global automakers and two tier-1 global suppliers.
- **ARVIND FASHIONS:** The company's board will meet on Oct 23 to consider the proposal of fund-raising through a rights issue, qualified institutional placement, preferential allotment or any other mode permitted under applicable law
- **AUROBINDO PHARMA:** Has received approval from the US Food and Drug Administration for Naloxone hydrochloride injection
- **COAL INDIA:** Has commissioned a 44-km long railway track in Chhattisgarh, under East Rail Corridor, which has furthered its daily despatching capability to Maharashtra and Gujarat
- **DEWAN HOUSING FINANCE CORP:** Kotak Mahindra Asset Management Co and Axis Asset Management Co on Thursday moved the Bombay High Court against the company for recovery of their dues
- **EICHER MOTORS:** VE Commercial Vehicles, a joint venture between the Volvo Group and the company, is upbeat on the company's prospects in the Bharat Stage-VI era as it goes ahead with planned investments in a new plant and products amid an unprecedented slowdown in the commercial vehicle industry
- **FDC:** Will acquire trademark 'Enteroplus' from GLAXOSMITHKLINE PHARMACEUTICAL
- **INFOSYS:** The company's banking platform Infosys Finacle and Efma have, in a report, said only 17% of retail banks have deployed digital at scale.

Data Alert

Overseas

- CPI for rural and farm labourers for Sep, by Labour Bureau

Domestic

- EU BALANCE OF PAYMENTS for Aug. 1330 IST
- US EXPORT SALES. 1800 IST

Actions watch

BONUS

Company	Ratio	Ex.date
AARTIIND	1:1	27-SEP
IMPAL	1:2	25-OCT

Major Dividends

Company	Div/Share	Ex.date
ACCELYA	Rs 15.00	10-OCT
GOCLCORP	Rs.2.00	14-OCT
INFY	Rs. 8.00	23-OCT
TCS	Rs.5.00	17-OCT
ALPHAGEO	Rs.8.00	19-SEP

DERIVATIVES IN BAN PERIOD

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RESULTS TODAY

AMBUJACEM	SASKEN
SEL	RELIANCE
KIRLFER	PIONDIST
RADHEDE	

Thought of the day

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

**Previous Tracker****Disclaimer**

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