



# MARKET MANTHRA

21-JAN-2020

## Domestic Indices

index	Close	Prv close	%Chg
NIFTY 50	12,352.4	12,355.5	-0.03
NIFTY SMLCAP 50	3,058.2	3,044.4	0.45
NIFTY MIDCAP 50	4,986.6	4,968.9	0.36
NIFTY SMLCAP 250	5,253.8	5,234.0	0.38
NIFTY BANK	31,590.7	31,853.9	-0.83
NIFTY FIN SERVICE	14,561.8	14,655.4	-0.64
NIFTY METAL	2,864.7	2,884.8	-0.70
INDIA VIX	14.1	14.2	-0.91

## 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

The benchmark indices ended lower as some investors booked profits in index heavyweights Reliance Industries and HDFC Bank and on fall in Kotak Mahindra Bank and Tata Consultancy Services. These companies have a combined weightage of 30% of the Nifty 50 index. However, investor sentiment remains positive on hopes of government measures to revive the economy in the upcoming Union Budget. The indices had opened the day higher, led by gains in RIL and HDFC Bank. The Nifty 50 index ended 127.80 points or 1.03% lower at 12224.55, and the Sensex ended down 416.46 points or 0.99% at 41528.91. The Nifty Bank index ended 1.6% lower.

## Global Market

Major Asian equity indices were sharply lower in early trade today as investor sentiment took a hit after the International Monetary Fund cautioned that the outlook for global growth was "sluggish" with "no clear signs of a turning point". The multilateral agency has now scaled down its global growth forecast for 2020 by 10 basis points to 3.3%, and for 2021 by 20 bps to 3.4%. The IMF has made huge downward revisions to its growth forecasts for India for the current and next two years, with its estimate for 2019-20 (Apr-Mar) being a massive 130 basis points lower than its previous projection.

## Market preview

Benchmark indices are seen opening lower today tracking losses in the other Asian markets and as the IMF has cut its growth forecast for India for the current year to 4.8%. The fund has also slashed its global growth forecast by 10 bps to 3.3% for the current year. Shares of Zee Entertainment Enterprises will remain in focus today head of its Oct-Dec earnings.

**News corner****Corporate****Prestige Estates surges on Lokhandwala DB Realty buy**

Shares of Prestige Estates Projects jumped as much as 9% to hit a lifetime high of 413.70 rupees as the company's arm Prestige Falcon Realty Ventures has acquired 50% stake in Lokhandwala DB Realty LLP. Sentiment for the company remains upbeat, given its strong sales in markets such as Bengaluru and Hyderabad, which have sustained despite the slowdown in the economy.

**Lupin falls as Vizag unit gets 5 US FDA observations**

Shares of Lupin fell nearly 4% to a one-month low of 737.20 rupees as the company's Vizag manufacturing facility received five observations from the US Food and Drug Administration. The inspection was carried out between Jan 13 and Jan 17, the drugmaker said in an exchange filing. The unit does not affect the company's current revenues as it was recently commissioned. The drugmaker's plans for manufacturing drugs at the unit may, however, face some delays as the regulator is unlikely to approve any future drug application from the same facility.

**Domestic****IMF cuts India's FY20 growth forecast to 4.8%**

The International Monetary Fund has slashed its estimate on India's 2019 economic growth to 4.8% from the 6.1% expansion it projected in October, citing a sharper-than-expected slowdown in local demand and stress in the non-bank financial sector. The steep cut in India's growth rate has weighed on IMF's projection on the world economy, which it now expects to have expanded 2.9% in 2019 compared with the previous forecast of 3.0%. The IMF's World Economic Outlook (WEO) Update revised India's 2020 growth forecast to 5.8%, down 0.9 percentage point from the previous estimate. For 2021, the estimate is 6.5%.

**International****COMMODITY**

**CRUDE OIL:** Futures pared most gains on Monday as a weak outlook on demand outweighed expectations of disruption in supply from Iraq and Libya. On Monday, the International Monetary Fund trimmed its forecast for world economic growth, reducing prospects for energy demand. In early trade, oil prices had jumped over 1% on Monday as oil production in Libya almost ground to a halt when armed forces closed a critical pipeline. Also, escalating protests had stopped work at a minor oilfield in Iraq on Sunday.

The March Brent crude oil futures contract was at \$65.34 per barrel in early trade today. Trading volumes were subdued on Monday due to a market holiday in the US on account of Martin Luther King Day.

## Stock to watch

- **AARTECH SOLONICS:** Kanak Steel Mills has bought 72,000 shares or 1% stake in the company at 33.40 rupees apiece via a bulk deal on the BSE
- **ADANI ENTERPRISES:** An arbitration tribunal has restrained South African firm Bidvest Group, or Bid Services, from transferring its stake in GVK Airport Holdings, the main holding company for Mumbai International Airport. Adani Group is in the race to buy Bidvest's equity
- **ASHOK LEYLAND:** Has said that transition to Bharat Stage-VI emission norms will be a smooth affair and it has no worry on the inventory front as it is at a manageable level now
- **ATUL AUTO:** Aditya Birla Sun Life Mutual Fund bought 0.9% stake or 190,000 shares in the company at 251.50 rupees via bulk deal on the National Stock Exchange
- **BANK OF BARODA:** The government appointed STATE BANK OF INDIA Deputy Managing Director Sanjiv Chadha as managing director and chief executive officer of the bank for three years
- **BANK OF INDIA:** The Appointments Committee of the Cabinet appointed the bank's Executive Director Atanu Kumar Das as managing director and chief executive officer of the bank, for three years
- **BHARAT ELECTRONICS:** Has commissioned the first phase of the real time train information system for Indian Railways to increase its operational efficiency and improve passenger safety
- **BHARTI AIRTEL:** The company and VODAFONE IDEA have moved the Supreme Court seeking more time to pay dues arising out of the apex court's recent order on calculation of adjusted gross revenue
- **CAN FIN HOMES:** The board has approved raising up to 60 bln rupees through issuance of non-convertible debentures on a private placement basis

## Data Alert

### Overseas

- US BLOOMBERG CONSUMER COMFORT INDEX. 2015 IST
- US NAHB HOUSING MARKET INDEX for Jan. 2030 IST

### Domestic

- WATER LEVEL IN MAJOR RESERVOIRS as on Jan 16, by CWC

## Actions watch

### BONUS

Company	Ratio	Ex.date
SIS	1:2	15-JAN

### Major Dividends

Company	Div/Share	Ex.date
RITES	Rs 6.00	09-JAN
HCLTECH		24-JAN

### DERIVATIVES IN BAN PERIOD

YES BANK

### RESULTS TODAY

GRANULES	HATSUN
HAVELLS	HDFCAMC
ICICIPRULI	POLYCAB
SASKEN	ZEEL
SNOWMAN	SUKHJITS

## 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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