



MARKET MANTHRA

03-SEP-2018

Domestic Indices

Indices	Close	Prv close	%Chg
NIFTY 50	11,676.8	11,691.9	-0.13
NIFTY BANK	28,103.3	28,224.1	-0.43
NIFTY MIDCAP 50	5,330.5	5,321.4	0.17
NIFTY AUTO	11,007.6	11,057.2	-0.45
NIFTY IT	15,529.9	15,525.0	0.03
NIFTY METAL	3,665.3	3,634.3	0.85
NIFTY REALTY	276.1	274.4	0.60
INDIA VIX	12.4	12.4	-0.48

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
NIKKEI	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

Market Snapshot



Nifty Spot intraday 5 Min

Market wrap up

The benchmark indices ended flat as losses in the shares of YES Bank, index-major Reliance Industries, metal, and oil and gas companies were offset by gains in the shares of pharmaceutical and information technology companies. Concerns of a full blown trade war between the US and China also dampened the investor sentiment as reports said that US President Donald Trump is ready to move forward with the tariffs on an additional \$200 bln worth of Chinese goods as early as next week. The rupee fell to its record low level for the fourth consecutive-session because demand for the emerging market assets fell due to escalating trade war tensions.

Global Market

Equities in Asia edged lower as appetite for riskier emerging market assets was dented due to growing concerns over an escalation in the trade war between the US and China, and its potential impact on the currencies of developing countries. Market participants remained risk averse as they anticipate additional tariffs on \$200-bl n worth of Chinese imports by US President Donald Trump as early as this week, after a public comment period on the plan ends on Thursday.

Market preview

Benchmark equity indices are set to shrug off weak cues from other Asian markets and open higher on better-than-expected GDP growth in the quarter ended June. India's GDP grew at 8.2% in Apr-Jun, the fastest pace in nine quarters, trouncing economists' expectations of 7.6% growth on the back of a favourable base effect and acceleration in manufacturing and construction activity. However, gains may be capped as cues from global equities remained largely negative as investors brace themselves for an escalation in trade tensions between the US and China. Expectations of a continued fall in the rupee and likely losses in government bond prices will also keep the optimism in check.

News corner

Corporate

Sun Pharma hits 16-mo high as UBS ups price aim by 16%

-Shares of Sun Pharmaceutical Industries hit a 16-month high of 658 rupees on the back of a surge in volumes, after reports said UBS Securities has raised its price target for the stock by 15.6% to 740 rupees. So far in 2018, the stock has risen 15%.

RInfra off lows on EPC contract worth 19 bln rupees

Shares of Reliance Infrastructure were off their day's low of 455.20 rupees after the company said it had received a letter of acceptance from Maharashtra State Road Development Corp for the seventh constructing package of the Nagpur-Mumbai Samruddhi Expressway project on an engineering, procurement and construction basis. The bid cost for the project is 19.07 bln rupees and the construction is expected to be completed in 30 months. With this, the company's engineering, procurement and construction order book for Maharashtra has exceeded 100 bln rupees.

Domestic

Q1 GDP growth beats all expectations

Beating all expectations, the Indian economy recorded a growth of 8.2 per cent during first three months (April-June) of the current fiscal, the best performance in over two years. With this, India has become the world's fastest-growing economy, leaving China (6.7 per cent) much behind. Also, the government can now claim that demonetisation is now showing a positive outcome after the 5.6 per cent growth recorded during the first quarter of the last fiscal. Better rainfall this year, and government spending have given households more money to buy consumer durables, which helped the manufacturing sector post 13.5 per cent growth in the June quarter. sharp contrast to the 1.8 per cent contraction recorded a year ago. The farm sector recorded 5.3 per cent growth, against 3 per cent growth during the corresponding quarter of the last fiscal.

International

COMMODITY

CRUDE OIL: Futures fell on Friday due to concerns that the escalating trade war between the US and China could lead to a slowdown in global economy, which may then lower demand for commodities, including that for crude oil. Worries about crude supplies tightening after US sanctions on Iran come into effect were offset by the expectations of demand being dented due to a global trade war. Further, data from oilfield services firm Baker Hughes on Friday showed the number of US oil drilling rigs rose by two to 862, indicating an expansion in output, which also resulted in prices falling.

GOLD: Futures rose marginally on Friday as renewed fears of the trade war between the US and China drove demand for the safe haven metal. --COMEX Dec futures (troy ounce): \$1,206.7 Friday vs \$1,205.0 Thursday

Stock to watch

- **ABBOTT INDIA:** Plans to bring in new products in the toddler and infant vaccines segment
- **ASHOK LEYLAND:** Reported a 27% year-on-year and 14% on-month rise in its total sales volume for August to 17,386 units
- **ATUL AUTO:** Sold 4,430 vehicles in August, up 10.12% on year
- **AUROBINDO PHARMA:** Has received approval from the US Food and Drug Administration to market Efavirenz tablets, a generic of Sustiva tablets, in 600-mg strength
- **AVENUE SUPERMARTS:** Plans to add 50-60 stores over the next two years, of which more than 75% of the stores will be located in the existing clusters
- **BALKRISHNA INDUSTRIES:** Will invest around 17 bln rupees to raise its domestic and US production capacity over the next 30 months
- **CENTRAL BANK OF INDIA:** Has increased the marginal cost of funds-based lending rates by 10 basis points across tenures, effective Saturday
- **CIPLA:** At the annual general meeting held on Thursday, shareholders approved the company's plan to raise up to 20 bln rupees each through equity and debt.
- **COAL INDIA LTD:** Posted 3.2% rise in coal output at 38.8 mln tn for the month of August
- **DENA BANK:** Has increased the marginal cost of funds-based lending rates by 5-10 basis points across all tenures, effective Saturday
- **DLF:** Competition Commission of India has dismissed two complaints alleging abuse of dominance against the company with regard to conditions in the sale agreement of residential apartments in Gurugram
- **EICHER MOTORS:** Total commercial vehicle sales were at 6,069 units in August as against 4,571 units a year ago
- **HCL TECHNOLOGIES:** Has partnered with ScienceLogic for automated information technology operations

Data Alert

Overseas

- JAPAN AUTO SALES DATA for Aug. 1030 IST
- GERMANY MANUFACTURING PMI for Aug. 1325 IST

Domestic

- NIKKEI MANUFACTURING PMI for Aug, by IHS Markit. 1030 IST.

Actions watch

BONUS

Company	Ratio	Ex.date
KARURVYSA	1:10	14-AUG
BOROSIL	3:1	02-AUG
WHEELS	1:1	08-AUG

Major Dividends

Company	Div/Share	Ex.date
ALKEM	07.00 Rs	23-AUG
SUTLEJTEX	01.30 Rs	23-AUG
MANAPPURAM	01.00 Rs	24-AUG
ICICIBANK	01.50 Rs	24-AUG
CARERATING	06.00 Rs	24-AUG

DERIVATIVES IN BAN PERIOD

NA	
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RESULT TODAY

ARIHANTINS

KAMAHOLD

KDJHRL

SAIBABA

PADALPO

Thought of the day

Everyone has the brainpower to follow the stock market. If you made it through fifth-grade math, you can do it
Peter Lynch



Previous Tracker

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