



# MARKET MANTHRA

04-Jul-2018

## Domestic Indices

Indices	Close	Prv close	%Chg
NIFTY 50	10,699.9	10,657.3	0.40
NIFTY BANK	26,204.1	26,230.3	-0.10
NIFTY MIDCAP 50	4,883.8	4,820.8	1.31
NIFTY AUTO	10,779.2	10,665.8	1.06
NIFTY IT	14,222.6	14,072.3	1.07
NIFTY METAL	3,366.2	3,378.6	-0.37
NIFTY REALTY	268.3	267.9	0.15
INDIA VIX	12.9	13.4	-3.59

## 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

Domestic benchmark indices rebounded after Monday's losses, aided by recovery in US stock futures and on positive cues from European markets. However, gains in the indices were capped by subdued cues from other Asian equities, which ended lower on investors' concerns over China's trade relations with the US. Indices recovered from their intraday losses aided by gains in shares of pharmaceutical, automobile and information technology companies. Nifty Pharma index, up 2.1%, was the top gainer among sectoral indices on NSE Nifty 50 ended 10699.90 points, up 42.60 points or 0.4%. BSE-Sensex ended the session 114.19 points or 0.3% higher at 35378.60 points.

## Global Market

Most equity markets in Asia were in the red today, tracking overnight weakness in US stock markets. Sentiment was also weak as investors braced for US' tariffs on Chinese imports that come into effect Friday and are likely to be followed by a retaliatory move by Beijing. On Tuesday, US stock indices declined as investors exercised caution with import tariffs on Chinese goods set to come into effect soon and due to profit booking in shares of technology companies.

## Market preview

Domestic equity indices are poised to open with mild losses today tracking the weakness in most other Asian equity markets and US equities overnight. Investors are likely to remain circumspect ahead of the imposition of fresh tariffs by the US against Chinese goods later this week. Intra-day traders will keenly await a follow-up on Tuesday's gains by the indices as they believe that recent gains have been mere technical pullback with selling likely to resume in the near-term. With the index's performance trajectory uncertain brokerage firm CLSA Asia-Pacific markets has advised investors to gradually increase their exposure to shares of information technology and pharmaceutical companies

**News corner****Corporate****Fortis Health up as IHH Healthcare submits binding bid**

Shares of Fortis Healthcare surged 10% after IHH Healthcare Berhad submitted a binding offer to buy the company. The offer made by IHH Healthcare will remain valid till Jul 16. Fortis Healthcare had deferred the deadline for submission of bids till today from Jun 14 earlier as the company wanted to give prospective suitors a chance to assess the findings of an internal investigation into alleged financial irregularities and Jan-Mar earnings.

**Tata Group companies surge on report of likely restructuring**

Shares of Tata Group companies surged after media reports said that the group is considering a massive overhaul of its organisation structure, which may trim the size of the conglomerate. The group is exploring separating salt and branded lentils business of Tata Chemicals and merging them into Tata Global Beverages, reports said. The group is also weighing merging Tata Coffee into Tata Global Beverages and enter the dairy segment, reports said.

**Domestic****BSE to delist 222 companies today**

Leading stock exchange BSE will delist as many as 222 companies from tomorrow as trading in their shares has remained suspended for over six months. The move comes at a time when authorities are clamping down on shell companies, listed as well as unlisted, for being allegedly used as conduits for illicit fund flows. In August last year, the Securities and Exchange Board of India (SEBI) had directed exchanges to act against 331 suspected shell companies, while the government has already deregistered more than 2 lakh firms that have not been carrying out business activities for long. Under the compulsory delisting regulations, the delisted company, its whole-time directors, promoters and group firm would be debarred from accessing the securities market for ten years from the date of compulsory delisting.

**International****COMMODITY**

**CRUDE OIL:** Prices rose in volatile trade on Tuesday and had topped the \$75-a-barrel mark intraday due to supply concern as Iran's President Hassan Rouhani said oil exports may be hit if the US tried to pressure its allies into stopping purchase of crude oil from the country. However, prices fell briefly after traders booked profits ahead of a holiday in the US today. Prices also rose due to production outages in a major oil facility Canada and concern about crude exports in Libya. In post-settlement trade, prices extended gains after the the American Petroleum Institute reported that US crude supplies fell by 4.5 mln barrels for the week ended Jun 29. Supply data from the Energy Information Administration is due Thursday, a day later than usual because of Independence Day holiday in the US today.

--NYMEX Aug futures (a barrel): \$74.14 Tuesday vs \$73.94 Monday

### Stock to watch

- **8K MILES SOFTWARE SERVICES:** Kotak Mahindra Investments, a subsidiary of KOTAK MAHINDRA BANK, has sold 170,000 shares or 0.6% stake in the company at 323.54 rupees apiece through a bulk deal on the National Stock Exchange
- **ADANI GREEN ENERGY:** Is planning to raise \$500 mln-\$750 mln by selling dollar bonds, as it plans to refinance its debt and expand its business, sources said.
- **ALLCARGO LOGISTICS:** Shashi Kiran Shetty, promoter of the company, has bought 1.23 mln shares or 0.5% stake in the company at 110 rupees a share through a bulk deal on BSE
- **APL APOLLO TUBES:** The board will meet on Friday to consider and approve allotment of non-convertible debentures on private-placement basis
- **AXIS BANK:** Managing Director and CEO Shikha Sharma saw her basic salary increase by 7.8% to 29.1 mln rupees last fiscal, according to bank's annual report for 2017-18
- **BANK OF MAHARASHTRA:** In an oblique reference to the bank's case, Union Minister Arun Jaitley said states and investigative agencies must keep federalism and statesmanship in mind to ensure that economic decision-making in the country is not "derailed"
- **BHARTI AIRTEL:** The company and music streaming app Saavn were among select partners that received special exemptions from Facebook to obtain user data even after it discontinued access in 2015, the social media giant disclosed to the US Congress last week
- **BIOCON:** Plans to sell partial stake in its research subsidiary SYNGENE INTERNATIONAL to raise funds for capital expenditure over 2018-19 (Apr-Mar) and 2019-20, Chief Financial Officer Siddharth Mittal said
- **BSE:** Has decided to delist 222 companies as trading in their shares has remained suspended for over six months.

### Data Alert

#### Overseas

- US GOLDMAN SACHS WEEKLY CHAIN STORE SALES INDEX
- US JOHNSON REDBOOK RETAIL SALES INDEX

#### Domestic

- Union Cabinet meeting. 1100 IST, New Delhi

### Actions watch

#### BONUS

Company	Ratio	Ex.date
AVANTIFEED	1:2	26-JUN
GICRE	1:1	12-JULY
NIACL	1:1	27-JUN

#### Major Dividends

Company	Div/Share	Ex.date
RIL	03.50 Rs	04-JUL
SUNDARMFN	07.00 Rs	04-JUL
HAVELLS	04.00 Rs	04-JUL
TATASTEEL	10.00 Rs	05-JUL
BAJAJ-AUTO	60.00 Rs	05-JUL

#### DERIVATIVES IN BAN PERIOD

#### RESULT TODAY

### Thought of the day

**Successful traders always follow the line of least resistance. Follow the trend. The trend is your friend**  
**Jesse Livermore**

**Previous Tracker****Disclaimer**

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