



MARKET MANTHRA

07-SEP-2018

Domestic Indices

Indices	Close	Prv close	%Chg
NIFTY 50	11,477.0	11,520.3	-0.38
NIFTY BANK	27,376.1	27,430.8	-0.20
NIFTY MIDCAP 50	5,139.7	5,147.6	-0.15
NIFTY AUTO	10,788.4	10,754.1	0.32
NIFTY IT	16,039.9	16,048.7	-0.05
NIFTY METAL	3,623.2	3,585.6	1.05
NIFTY REALTY	265.1	268.1	-1.12
INDIA VIX	13.6	13.8	-1.03

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

After moving between gains and losses through the session, benchmark equity indices ended the day higher, snapping a six-session losing run. The losses in equities, after the rupee breached the 72-a-dollar level, were offset by gains in the shares of index major Reliance Industries, Kotak Mahindra Bank and Housing Development Finance Corp. Today, the rupee fell below 72 a dollar because foreign banks aggressively added long positions on the greenback amid increasing concerns about intensifying global trade conflict, and due to demand for dollars from importers. Nifty 50 ended the session at 11536.90 points, up 59.95 points or 0.5%. The Sensex closed at 38242.81 points

Global Market

US indices ended down on Thursday after a sharp sell off in shares of technology companies and as concerns over global trade war linger. The technology sector-heavy Nasdaq Composite index fell for the third successive session as stocks of index heavyweights Apple and Amazon slipped nearly 2% each. Chip-making companies were among the biggest laggards on the US indices as the stocks fell after a Morgan Stanley analyst issued demand warnings for the semiconductor space.

Market preview

Domestic benchmark indices may see moderate gains at open but are likely to fall later in the session on escalating global trade tensions and investors' concern over the turmoil in emerging markets currencies. The September futures contract of the SGX Nifty 50 indicated a positive start for the benchmarks. However, any fall in the index is likely to be limited because of expected buying by domestic investors. Investors were cautious as the US may soon slap tariffs on Chinese imports worth \$200 bln after the deadline for public comments on the same ended on Thursday. US President Donald Trump had earlier indicated that he may impose tariffs as soon as the deadline ended.

News corner

Corporate

Tata Motors at 3-week high as JLR UK Aug sales jump 66%

Shares of Tata Motors recovered to hit a three-week high of 271 rupees after data showed that the company's arm Jaguar Land Rover's total sales in the UK jumped 66% on year to 3,444 units in August. Land Rover sales rose 45.6% to 2,202 units, while those of Jaguar more than doubled on year to 1,242 units. The company's sales in Europe, the UK and China have been hit for the past few quarters because of a slowdown in demand and uncertainty over policies relating to diesel cars.

Jet Air seen up as Air France-KLM may deepen alliance

Shares of Jet Airways India are likely to rise on reports that Air France-KLM, which signed an enhanced cooperation agreement with Jet Airways last year, wants to deepen its alliance with the Indian carrier. Air France-KLM, which are also working towards aligning their frequent flyer programmes with the domestic carrier, wants to exploit an expected double-digit growth in the air travel markets of India and North America. The agreement between Jet Airways and Air France-KLM gave the former wider access to Europe and North America.

Domestic

Rupee breaches 72-mark against dollar

The rupee today crashed below the 72-mark to hit an all-time low of 72.12 against the US currency, extending losses as a rout in emerging markets kept investors on edge.

Huge dollar purchases by oil importing companies along with speculative activity largely weighed on the rupee, a currency investors remained concerned over sustained foreign capital outflows and widening current account deficit in the wake of soaring crude oil prices. The rupee opened higher at 71.66 but could not sustain the gains and fell sharply to a low of 72.12 at one point in afternoon trade. In pre-close trade, the rupee was quoting at 71.97. The Reserve Bank of India was not spotted intervening after the rupee pierced the 72 level, two dealers said. It had been suspected of selling dollars earlier in the day.

International

COMMODITY

CRUDE OIL: Prices ended at their lowest level in over two weeks on Thursday, weighed by concerns over a potential decline in global demand for crude oil in the wake of escalating trade disputes between the US and China and its impact of economic growth across the globe. However, the fall in the prices was supported by persistent risks to oil supply from Iran due to US sanctions and a hefty decline in US crude inventories. Data released by the US Energy Information Administration late on Thursday showed crude supply fell by 4.3 mln barrels in the week ended Aug 31, as against market estimate of a 2.5 mln-barrel fall. --NYMEX Oct futures (a barrel): \$67.77 Thursday vs \$68.72 Wednesday

GOLD: Prices extended gains on Thursday due to a weak US dollar globally. A weak US greenback makes dollar-denominated commodities such as gold cheaper for holders of other currencies. The rebound in prices above the crucial \$1,200-an-ounce mark prompted traders to cover their short positions, which boosted the prices of the precious metal

Stock to watch

- **AMARA RAJA BATTERIES:** Will build a lithium-ion assembly plant as it seeks to grab a slice of the market for electric vehicle power packs that is set to grow to \$300 bln by 2030
- **BAJAJ AUTO:** Autorickshaws running on alternative fuels will no longer need permits to ply and the company plans to capitalise on this opportunity by producing more three-wheelers
- **DCB BANK:** Has raised its Base Rate by 20 basis points to 10.64%, effective Wednesday.
- **HINDUSTAN UNILEVER:** Has contested directorate general of anti-profiteering's charge that the consumer goods major has made undue gains to the tune of 4.95 bln rupees after goods and services tax on some products was reduced in November
- **HOUSING DEVELOPMENT FINANCE CORP:** Has completed the sale of 2.49 mln shares, or 5.1% stake, in Computer Age Management Services to Great Terrain Investment, an affiliate entity of Warburg Pincus Group, for 1.70 bln rupees.
- **INFOSYS:** Is looking to find use cases internally for Panaya, the cloud-based application delivery and testing unit that it has put up for sale, till it closes on a buyer, sources said
- **INTERGLOBE AVIATION:** The company promoted budget carrier IndiGo has plans to start flights to Yangon, Istanbul, Riyadh and Gatwick, sources said
- **JAIPRAKASH POWER VENTURES:** Failing to find resolutions for stressed power sector companies, lenders have decided to refer 11 companies, including Prayagraj Power Generation, GMR Chhattisgarh Energy and the company, to the National Company Law Tribunal, sources said
- **JAYPEE INFRATECH:** Homebuyers of the company have emerged as the largest group of financial creditors to the debt-ridden company having 62.3% voting rights in the committee of creditors

Data Alert

Overseas

- GERMANY SERVICES PMI for August. 1325 IST
- EUROZONE SERVICES PMI for August. 1330 IST

Domestic

- NIKKEI SERVICES AND COMPOSITE 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
ASIAN TILES	01.30 Rs	10-SEP
ARROWGREEN	2.00 Rs	10-SEP
IEX	22.00 Rs	10-SEP
POWERGRID	02.80 Rs	10-SEP
MARATHON	02.00 Rs	10-SEP

DERIVATIVES IN BAN PERIOD

NA	
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AGM TODAY

RELIGARE

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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