



Muthoot Securities

MARKET MANTHRA

08-AUG-2018

Domestic Indices

Indices	Close	Prv close	%Chg
NIFTY 50	11,244.7	11,346.2	-0.89
NIFTY BANK	27,356.0	27,596.6	-0.87
NIFTY MIDCAP 50	4,997.8	4,997.0	0.02
NIFTY AUTO	10,733.7	10,890.1	-1.44
NIFTY IT	14,552.6	14,679.4	-0.86
NIFTY METAL	3,327.8	3,320.0	0.23
NIFTY REALTY	268.8	273.4	-1.66
INDIA VIX	12.6	12.5	0.45

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

Headline indices could not sustain early gains as investors were circumspect of expensive valuations of blue-chip stocks that have been leading gains in the market, while focus turned to Apr-Jun earnings of companies, making activity in domestic equities largely stock-specific. Concerns that the ongoing global trade war will hit economic growth and view that upcoming general elections will change the rhetoric for equities made investors question steep valuations of large-cap stocks. The likes of Reliance Industries, Housing Development Finance Corp and State Bank of India, which have rallied the most over the past few weeks, saw profit booking

Global Market

Equities in Asia gained today tracking US stocks overnight as market participants looked beyond the looming concerns of a full-blown trade war. Robust corporate earnings for the quarter ended June remained in focus and buoyed share indices across the globe. On the trade front, China's local media continued its aggressive rhetoric against US President Donald Trump, accusing the US of being "double faced". The dollar index, retreated from its highest level in 14 months

Market preview

Benchmark equity indices may see a lacklustre start today as investors are unsure about the recent sharp gains sustaining, said money managers. Indices are likely to shrug off the positive cues from other Asian equity markets and US equities overnight that rose on strong corporate earnings. At a time when escalating trade war between the US and China, the world's two largest economies, has led to concern over global growth, strong corporate earnings in the US have helped underpin expectation. Today, trade is likely to be stock-specific as four Nifty 50 companies--Bharat Petroleum Corp, Cipla, Hindustan Petroleum Corp and Lupin--will detail their Apr-Jun earnings.

News corner

Corporate

Mphasis seen up on Apr-Jun consol PAT, share buyback

Shares of Mphasis are seen higher today as the company, post market hours on Tuesday, posted an 8.7% on-quarter rise in consolidated net profit to 2.58 bln rupees for the quarter ended June. The company's revenue from operations rose 4.3% on quarter to 18.20 bln rupees. However, its operating margin contracted to 17.58% in Apr-Jun from 17.74% in the quarter-ago period. The company's board also approved buying back 7.32 mln shares or 3.79% stake at a maximum price of 1,350 rupees per share, totalling to 9.88 bln rupees. It also recorded the intentions of the promoter to participate in the proposed buy back.

Hindalco seen up on arm Novelis' robust Apr-Jun results

Shares of Hindalco are seen gaining today as the company's US-based subsidiary Novelis Inc reported a net profit of \$137 mln for the quarter ended June compared with \$101 mln in the year-ago period. Novelis' net sales rose 16% on year to \$3.1 bln, while shipments during the quarter rose 2% on year to 797,000 tn.

Domestic

GST: Centre extends suspension of reverse charge mechanism by one year

In a business-friendly move, the Centre has extended the suspension of the reverse charge mechanism on purchase of goods or services by registered dealers from unregistered dealers within the state till September 30. The suspension was earlier valid till September 30 this year. However, this has been extended by one year. The suspension would now be valid till September 30, 2019, the Central Board of Indirect Taxes and Customs (CBIC) has said. This is not the first time such dispensation is being extended. This suspension was earlier available till March 31, 2018, and then extended to June 2018 and then to September 30, 2018. It has now been extended to September 30, 2019. With this, any registered dealer can purchase goods or services from unregistered dealers without forking out GST under reverse charge till September 30 next year, tax experts said.

International

COMMODITY

CRUDE OIL: Prices ended marginally higher, at their highest level on Tuesday since Jul 30, due to prevailing concerns over disruption of Iranian exports after US reimposed some economic sanctions on Iran on Tuesday. Further, US Energy Information Administration on Tuesday lowered its forecast for crude oil production in the US to 11.7 mln barrels a day in 2019, compared with 11.8 mln barrels a day estimated last month, which also supported the prices. It also now expects output at 10.70 mln barrels per day this year, marginally down from 10.79 mln barrels projected last month. --NYMEX Sep futures (a barrel): \$69.17 Tuesday vs \$69.01 Monday **GOLD:** Futures ended higher by 1% on Tuesday as the dollar weakened globally due to a rise in Chinese yuan. Decline in greenback makes dollar-denominated commodities, such as gold cheaper for holders of other currencies. --COMEX Dec futures (troy ounce): \$1,218.3 Tuesday vs \$1,217.7 Monday

Stock to watch

- **ADANI ENTERPRISES:** Board has approved a buyback of non-convertible debentures from its holders out of a total outstanding 1,500 such debentures of face value 1 mln rupees each, which are listed on the BSE
- **AUROBINDO PHARMA:** Expects to start phase-I clinical trials for its first bio-similar cancer drug Bevacizumab in the current fiscal, the company said in its 2017-18 (Apr-Mar) annual report
- **BHAGERIA INDUSTRIES:** Will acquire land at GIDC, Vapi in Gujarat
- **DHANLAXMI BANK:** Has kept its marginal cost of funds-based lending rates unchanged for August. The rates remain in the range of 8.60-9.70%
- **DR REDDY'S LABORATORIES:** Alok Sonig, the chief executive of developed markets at the company, has quit barely five months after he was promoted to the role
- **GAIL INDIA:** The Gujarat High Court has upheld the relief granted to the company by the Gujarat Sales Tax Tribunal regarding a 34.5- bln-rupee sales tax demand
- **GE POWER INDIA:** Most power plants are likely to miss the revised deadlines for complying with stricter air pollution emission norms, said Andrew DeLeone, managing director
- **GOCL CORP:** Arm IDL Explosives has received an order worth 2.03 bln rupees from Singareni Collieries Co for supply of explosives, and accessories
- **GOL OFFSHORE:** Has shut down after lenders failed to find an investor for the company
- **GRASIM INDUSTRIES:** Lockout at the company's Jaya Shree textiles division at Rishra was lifted on Tuesday, and the factory had resumed operations
- **GVK POWER & INFRASTRUCTURE:** The company-led Mumbai International Airport has decided to expand the capacity of the Navi Mumbai airport by 50% to 90 mln passengers

Data Alert

Overseas

- US MORTGAGE APPLICATIONS SURVEY
- US PETROLEUM STATUS REPORT for week ended

Domestic

- RAINFALL for week to Aug 8, by IMD.

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
KALPATPOWER	02.50 Rs	30-JUL
NCC	01.00 Rs	30-JUL
DHANUKA	03.50 Rs	30-JUL
ALLSEC	05.00 Rs	30-JUL
JMCPROJECT	03.00 Rs	30-JUL

DERIVATIVES IN BAN PERIOD

NA	
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RESULT TODAY

x	x
x	x
x	xx
x	x
x	x

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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