



Muthoot Securities

MARKET MANTHRA

08-OCT-2018

Domestic Indices

Indices	Close	Prv close	%Chg
NIFTY 50	10,316.5	10,599.3	-2.67
NIFTY BANK	24,443.5	24,819.3	-1.51
NIFTY MIDCAP 50	4,407.5	4,553.3	-3.20
NIFTY AUTO	8,915.1	9,207.0	-3.17
NIFTY IT	15,591.7	15,441.1	0.97
NIFTY METAL	3,444.7	3,572.4	-3.57
NIFTY REALTY	208.8	214.7	-2.73
INDIA VIX	19.7	18.9	4.32

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

Market Snapshot



Nifty Spot intraday 5 Min

Market wrap up

Benchmark equity indices hit over six-month lows on Friday as the Reserve Bank of India changed its monetary policy stance to 'calibrated tightening' from neutral and the Indian currency touched record low against the US dollar. The Monetary Policy Committee of the RBI kept its key interest rates unchanged and clarified that it won't use monetary policy for supporting the Indian currency, leading to fears about a further fall in rupee and its impact on foreign investments. The Nifty 50 index hit its intraday low of 10261.90 points, and closed at 10316.45 points, down 2.7%, while the BSE-Sensex ended at 34376.99 points, down 792.17 points, or 2.3%.

Global Market

Key Asian equities were lower in early trade today tracking subdued US stocks, which fell on Friday after employment report showed that US nonfarm jobs growth in September fell to its lowest level in a year. US nonfarm payrolls rose 134,000 in September but below the market expectation of an increase of 168,000 jobs. However, the employment report was largely perceived as upbeat because unemployment rate sank to a near 49-year low of 3.7%.

Market preview

Domestic benchmark share indices are seen opening down tracking Asian equities that fell as the People's Bank of China's has eased its monetary policy. China's Shanghai Composite index was down 3%, the biggest laggard among its Asian peers, after China's central bank cut the level of cash that banks must hold as reserve for the fourth time this year, in a bid to spur growth amid concerns of an economic drag due to the trade war. The RBI's focus on inflation, and the threat from a weakening rupee appear to signal that one could see a sharp rise in interest rates. This week, market participants will keep a watch on corporate earnings for the September quarter

News corner

Corporate

YES Bank seen up as bank finalises selection panel for MD

Shares of YES Bank are seen higher today as the lender said, late on Friday, said that former Insurance Regulatory and Development Authority of India chairman T.S. Vijayan, and State Bank of India chairman O.P. Bhatt would be the two external members on the panel tasked with finding a successor to Rana Kapoor. Kapoor's fresh term, which started on Sep 1, is scheduled to end on Jan 31. The term was cut to five months by the RBI from a three-year period. Following this, the board of the private sector lender had approved setting up a committee comprising three existing board members from the nomination and remuneration committee and two external members, to find a successor to Kapoor.

Sobha Ltd seen up as new sales rise 19% YoY in Jul-Sep

Shares of Sobha Ltd are seen gaining as the company's new sales rose 19% on year to 7.4 bln rupees in the quarter ended September. Average realisations, however, declined over 8% to 7,181 rupees per sq ft. In terms of volume, the real estate company's sales grew 19% to 1.03 mln sq ft, on the back of strong growth across all its markets, except Kerala. In Kerala, sales were HIT by excessive rains and flooding. The company expects this impact to continue for at least one more quarter.

Domestic

RBI pours cold water on FX market hopes, gives rupee the shivers

After weeks of silence as the rupee stumbled from one record low to another, there was hope that in its policy statement, the Reserve Bank of India's Monetary Policy Committee would address the concerns of not just investors, but also of companies hurt by the sharp fall in the domestic currency. RBI Governor Urjit Patel and his team, however, had other ideas. After debating various measures that the RBI and the government could take to stem the slide in the Indian unit, policy statement and press briefing proved to be a huge let-down, as the central bank seemed to play down concerns related to the level of depreciation. The RBI's decision to not raise the repo rate and its comments downplaying the rupee's depreciation gave the sense that the currency's slide might not be as much of an emergency to it as other domestic issues.

International

COMMODITY

CRUDE OIL: Futures steadied on Friday after rising to a four-year high earlier this week due to supply concern over US sanctions on Iranian oil exports. US sanctions on Iran, the third largest producer of oil in the Organization of the Petroleum Exporting Countries, is scheduled to take effect from Nov 4. Gains in prices were, however, capped following Saudi Arabia and Russia's comments that they would raise output to at least partly make up for expected disruptions from Iran. --

NYMEX Nov futures (a barrel): \$74.34 Friday vs \$74.33 Thursday

GOLD: Futures ended higher the dollar softened globally on Friday. A slide in equities also increased the appeal of gold as a safe asset. --COMEX Dec futures (troy ounce): \$1,205.6 Friday vs \$1,201.6 Thursday

Stock to watch

- **AUTOLINE INDUSTRIES:** The board has approved raising 730 mln rupees through warrants
- **AVENUE SUPERMARTS:** Board will meet on Oct 13 to consider and approve fundraising by issuance of commercial paper
- **AXIS BANK:** The government has decided to postpone the sale of its 4% stake in the bank due to the recent sell off in equities market
- **BANK OF BARODA:** Has kept its marginal cost of funds-based lending rates across tenures unchanged for October
- **BHARTI AIRTEL:** Is seriously looking at predictive maintenance and services chat bots to stay ahead of the curve
- **COAL INDIA:** Has approved the performance-linked reward of 60,500 rupees for its non-executive employees against the company's performance in 2017-18 (Apr-Mar)
 - Captive power producers booked 87% of coal on offer by the company at an average premium of 21.54% in the first 10 days of an auction that offered five-year supply contract through e-auction
- **COCHIN SHIPYARD:** The company's board meeting to consider a proposal for buyback of shares has been rescheduled to Oct 17 from Oct 8
- **DCB BANK:** Will increase the marginal cost of funds-based lending rates by 22 basis points across all tenures from Saturday
- **DENA BANK:** Has said accretion to its non-performing assets is over, but higher provisioning may happen in the coming quarters due to aging of NPAs
- **GAIL (INDIA):** Has started work to transfer one of its business verticals--pipelines and marketing--into a subsidiary of the parent company, and has already hired a consultant to work out options, sources said
- **JET AIRWAYS INDIA:** Has assured pilots of paying the balance amount of August salaries by Oct 9, a source said

Data Alert

Overseas

- WMA, FOREX RESERVES as on Friday, by RBI
- US JOB CUT REPORT for September. 1700 IST

Domestic

- WMA, FOREX RESERVES as on Friday, by RBI

Actions watch

BONUS

Company	Ratio	Ex.date
CUPIN	1:5	11-OCT

Major Dividends

Company	Div/Share	Ex.date
MINDTREE		25-OCT
ICICIGI		29-OCT
DABUR		09-NOV
PGHH		20-NOV

DERIVATIVES IN BAN PERIOD

NA	
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AGM TODAY

RUBBER PRODUCTS

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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