

## Market Outlook

Indian markets are likely to see a gap up opening on the back of some investors using initial drop to pick stocks at lower levels amid expectations markets will see further upside despite mixed global cues. However, global news flows, sector specific development will be key monitorables.

## Markets Yesterday

- Domestic markets ended lower tracking a sell off across sectors amid profit booking and weak global cues
- US markets ended mixed amid uncertainty over additional stimulus and negative reaction to quarterly earnings of companies

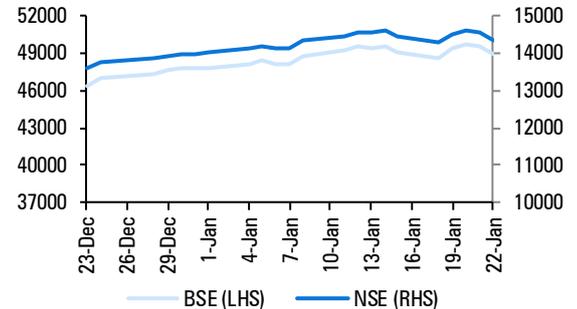
## Key Developments

- Kotak Mahindra Bank is expected to post steady advances. Coupled with stable NIMs at 4.5-4.6%, it is seen leading to 15.6% YoY growth in NII at ₹ 3965 crore. PPP is seen at ₹ 3316 crore. Provision are expected to be elevated at ~40 bps of advances. Overall, steady traction in operational performance is to keep earnings momentum healthy at 18% YoY to ₹ 1856 crore. Proforma NPA numbers remain key to be watched. Standstill on asset classification is expected to keep GNPA ratio steady at 2.5-2.6%, though proforma NPA numbers is expected to lead to ~40 bps increase in GNPA
- As per NHA, electronic toll collection through FASTag has crossed ₹ 80 crore a day with record 50 lakh transactions per day. Over 2.20 crore FASTag have been issued so far. It added that digital transaction has got a push following the recent amendment in the Central Motor Vehicle Rules

## Today's Highlights

Results: Larson & Toubro, Kotak Mahindra Bank, India Cements, Navin Fluorine, CPCL

## Index Movement



	Close	Previous	Chg (%)	MTD(%)	YTD(%)	P/E (1yrfwd)
Sensex	48,879	49,625	-1.5	2.4	2.4	29.4
Nifty	14,372	14,590	-1.5	2.8	2.8	28.5

## Institutional Activity

	CY19	CY20	YTD CY21	Yesterday	Last 5 Days
FII (₹ cr)	40,893	64,379	21,078	-636	5,783
DII (₹ cr)	44,478	-28,544	-15,760	-1,290	-3,088

## World Indices – Monthly performance

Index	Value	Chg (%)	Index	Value	Chg (%)
Kospi	3,141	14.9%	NSE	14,372	6.7%
Nikkei	28,631	8.3%	BSE	48,879	6.2%
Shanghai	3,607	7.4%	Nasdaq	13,543	5.7%
Dow Jones	30,997	2.6%	U.K.	6,695	3.0%
Germany	13,874	2.1%	France	5,560	0.7%

## Nifty Heat Map

Bajaj Auto	4,090	10.4%	Hero Moto	3,375	3.9%	HUL	2,409	1.8%	Eicher	2,973	1.6%	TCS	3,303	0.9%
GAIL	134	0.2%	Bajaj Finserv	9,071	0.2%	Infosys	1,341	0.1%	Wipro	445	0.0%	Shree Cement	23,694	-0.1%
Ultratech	5,535	-0.2%	Dr Reddy	5,037	-0.3%	Maruti	8,049	-0.3%	Tata Motors	289	-0.4%	Power Grid	194	-0.5%
Cipla	808	-0.5%	Britannia	3,608	-0.6%	L&T	1,362	-0.7%	Nestle	17,590	-0.7%	HCI Tech	986	-0.8%
Bharti Airtel	577	-0.8%	IOC	96	-1.0%	M&M	798	-1.2%	Grasim Ind	1,004	-1.3%	Sun Pharma	575	-1.3%
ITC	211	-1.4%	Kotak Bank	1,828	-1.6%	Divis Lab	3,545	-1.7%	Titan	1,491	-1.7%	SBI Life	863	-1.8%
HDFC Life	687	-1.9%	ONGC	93	-2.1%	HDFC Bank	1,444	-2.1%	NTPC	94	-2.1%	Adani Ports	536	-2.2%
Reliance Ind.	2,050	-2.4%	TechM	981	-2.4%	HDFC Ltd	2,589	-2.8%	Bajaj Finance	4,973	-2.8%	Tata Steel	647	-3.0%
BPCL	396	-3.0%	UPL	567	-3.0%	Coal India	133	-3.0%	ICICI Bank	534	-3.4%	Indusind Bank	893	-3.5%
SBI	284	-3.8%	Hindalco	239	-3.9%	Asian Paints	2,597	-4.4%	JSW Steel	375	-4.6%	Axis Bank	645	-4.6%

## Markets Today (Currency, ADRs updated till yesterday)

Commodities	Close	Previous	Chng (%)	MTD(%)	YTD(%)
Gold (₹/10 gm)	49,190	49,448	-0.5	-1.9	-1.9
Silver (₹/kg)	66,724	67,300	-0.9	-2.0	-2.0
Crude (\$/barrel)	55.4	56.1	-1.2	6.9	6.9
Copper (\$/tonne)	7,998	8,022	-0.3	3.4	3.4
Currency					
USD/INR	73.0	73.0	0.0	0.1	0.1
EUR/USD	1.2	1.2	0.1	-0.4	-0.4
USD/YEN	103.8	103.5	0.3	-0.2	-0.2
ADRs					
HDFC Bank	74.3	73.4	1.1	2.7	2.7
ICICI Bank	15.0	15.3	-2.3	0.8	0.8
Tata Motors	19.6	20.1	-2.4	56.8	56.8
Infosys	18.2	18.2	-0.1	7.3	7.3
Dr Reddys Labs	68.8	68.7	0.2	-3.4	-3.4
Wipro	6.6	6.6	-0.3	16.2	16.2

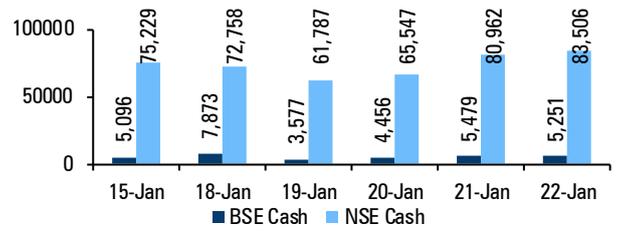
**Key Data Points**

Key Economic Indicator	Period	Latest	Prior Values
RBI Cash Reserve Ratio	N/A	3.00%	3.00%
RBI Repo Rate	N/A	4.00%	4.00%
RBI Reverse Repo Rate	N/A	3.35%	3.35%
CPI YY	Dec	4.59%	6.93%
Current Account Balance	Q2	15.5bn \$	19.8bn \$
Exports - USD	Dec	26.9 bln\$	23.5 bln\$
FX Reserves, USD Final	Dec	585 bln\$	575 bln\$
GDP Quarterly yy	Q2	-7.50%	-23.90%
GDP Annual	FY20	4.20%	6.10%
Imports - USD	Dec	42.6 bln \$	33.4 bln \$
Industrial Output yy	Nov	-1.90%	3.60%
Manufacturing Output	Nov	-1.70%	3.50%
Trade Deficit Govt - USD	Dec	-15.7bn \$	-9.9bn \$
WPI Food yy	Dec	-1.11%	3.94%
WPI Fuel yy	Dec	-8.72%	-9.87%
WPI Inflation yy	Dec	1.22%	1.55%
WPI Manuf Inflation yy	Dec	4.24%	2.97%

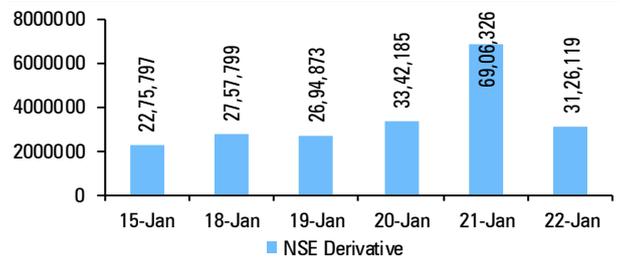
**Corporate Action Tracker**

Security name	Action	Ex Date	Record Date	Status	Price (₹)
IIFL Securities	Buyback			Ongoing	54.00
ABFRL	Rights Issue			Ongoing	
Gail India	Buyback	27-Jan-21	28-Jan-21		
CESC	Dividend	22-Jan-21	25-Jan-21		45.00
Wipro	Dividend	22-Jan-21	25-Jan-21		1.00
Gail India	Dividend	27-Jan-21	28-Jan-21		2.50
Havells India	Dividend	28-Jan-21	29-Jan-21		3.00
Zensar Technologies	Dividend	29-Jan-21	01-Feb-21		1.20

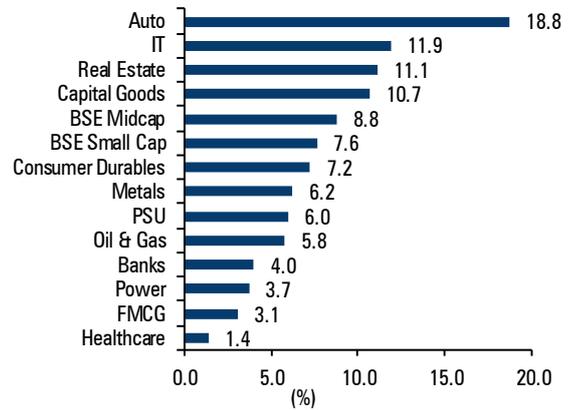
**Exchange Cash Turnover (₹ crore)**



**NSE Derivative Turnover (₹ crore)**



**Sectoral Performance – Monthly Returns (%)**



**Key News for Today**

Company/ Industry	News	View	Impact
Oberoi Realty	Oberoi Realty reported a strong operational performance with better than expected sales volumes. The company reported sales volume of 5.1 lakh sq feet vs. 1.55 lakh sq feet in Q3FY20, reporting strong growth of ~2.3x YoY. On the financial front, reported revenues grew 57.1% YoY to ₹ 828.4 crore led by residential segment revenue recognition at ₹ 703.3 crore, up 84% YoY, owing to the sale of complete/near complete projects like Esquire, Enigma and Sky City which translated into high revenue recognition. Reported EBITDA margins were up 258 bps YoY to 46.2% on account of strong revenues recognition. Reported PAT was higher at ₹ 286.7 crore, up 93.4% YoY, owing to beat at operating level	The growth in the residential segment was expected but actual volumes growth is much higher than anticipated and traction ahead will be key. Commentary on the residential launches and overall demand outlook will be key ahead	

<p>JSW Steel</p>	<p>JSW Steel a reported healthy performance for Q3FY21 wherein topline, EBITDA and PAT came in higher than our estimate. On a standalone basis, the company reported sales volume of 3.9 million tonnes (MT) (down 3% YoY, 5% YoY), broadly in line with our estimate of 4.0 MT. Standalone EBITDA/tonne came in at ₹14444/tonne, higher than our estimate of ₹13000/tonne (₹10136/tonne in Q2FY21 and ₹5598/tonne in Q3FY20). Consolidated topline came in at ₹ 21859 crore (up 13% QoQ, 21% YoY), higher than our estimate of ₹ 20857 crore. Consolidated EBITDA came in at ₹5946 crore (up 143% YoY and 35% QoQ), higher than our estimate of 5269 crores. Consolidated EBITDA margin came in at 27.2% as compared to 13.6% in Q3FY20 and 22.9% in Q2FY21 (our estimate of 25.3%). Consolidated PAT was at ₹ 2669 crore compared to our estimate of ₹ 2441 crore (consolidated PAT of ₹1595 crore in Q2FY21 and ₹ 187 crore in Q3FY20)</p>	<p>JSW Steel reported better than expected performance for Q3FY21 on the back of healthy realisations. During the quarter, JSW Steel achieved its highest ever quarterly domestic volume of sales of flat products, propelled by strong demand of coated products. The proportion of higher margin value-added steel and special steel sales increased from 51% in Q2FY21 to 57% in Q3FY21, which aided blended realisations. Also, on the back of healthy demand environment, JSW Steel improved its capacity utilisation to 91% in Q3FY21 compared to 86% in Q2FY21. Crude steel production during the period was at 4.08 MT, standalone saleable steel sales were at 3.90 MT while consolidated saleable steel sales volume was at 3.95 MT. Of this domestic sales volume was at 3.48 MT, higher by 16% QoQ and 13% YoY. During the quarter, the company calibrated its export volumes to 12% of the total sales at 0.47 MT, in order to service the Indian market</p>	
<p>Swaraj Engines</p>	<p>The company reported a healthy performance in Q3FY21. Engine sales volume for Q3FY21 were at 31,193 units; up 58% YoY amid ~20% increasing in volumes at its anchor client, implying market share gains. Net sales for Q3FY21 were at ₹ 272.4 crore, up 60% YoY. EBITDA in Q3FY21 was at ₹ 36.6 crore (EBITDA margins: 13.4%, down 30 bps QoQ) with ensuing PAT at ₹ 25 crore, up 94% YoY (low margins in base quarter)</p>	<p>Headline numbers at the company look encouraging. This amid market share gains bodes well in the long run. However, the company is still witnessing gross margin constraints with RM to sales for the quarter at ~78% vs. its history of ~75%. This limited the overall operating margin to 13.4% vs. its normalised range of ~15%. Going forward, with underlying conducive macro-economic (buoyant rural economy), healthy cash rich B/S and high dividend pay-outs, the company is well poised for incremental sales and profitability</p>	
<p>Crompton Greaves Consumer Electricals (CGCEL)</p>	<p>CGCEL reported a strong performance during Q3FY21 wherein topline and PBT increased by 26% and 46% YoY to ₹ 1348 crore and ₹ 203 crore respectively. The EBITDA margin was up by 208 bps YoY to 14.8%.</p>	<p>The strong performance was led by consumer facing business and improved EBITDA margin. We await management commentary on sustainability of the recovery in both ECD and lighting products future outlook . We maintain our positive stance on the stock</p>	

Birla Corp	Birla Corp cements revenue for the quarter Q3FY21 grew by 3.6% YoY to ₹1776.6 crore. Net profit increased by 82% YoY to ₹148.4 crore.	Capacity constraint along with flat realisation YoY kept total revenue growth of Birla Corp at low single digit. However, capacity utilization remained optimum at 92% for the quarter. EBITDA margins improved 140bps YoY to 18.6% despite flat realisations as cost of production remained lower by 2% YoY to ₹4076/t. Company reported EBITDA/t of ₹929/t vs ₹859/t last year and ₹1174 last quarter. Further, lower interest costs (down 25% YoY) led to company reporting 82% YoY growth in net profits to ₹148.4 crore for the quarter. Overall the performance remained healthy. The upcoming new capacity at Mukutbandh will drive the double digit growth for the company going forward.	
Supreme Industries	Supreme Ind reported a strong set of Q3FY21 numbers wherein revenue and PAT increased by 34% and 153% to ₹ 1844 crore and ₹ 312 crore supported by strong EBITDA margin expansion (up by 570 bps YoY) to 21.8%.	Supreme Industries performance in Q3FY21 was better than our estimates on profitability front mainly due to higher realisation (better product mix) and inventory gains. Addition to this, despite a challenging scenario company maintained its debt free status net cash balance of ₹ 432 crore by the end of Q3FY21. We await management commentary on sustainability of growth in the piping and industrial product categories. However, we maintain our positive stance on the stock	
Polycab India	Polycab India reported a strong recovery in the performance during Q3FY21, wherein consolidated revenue and PAT came in at ₹ 2799 crore and ₹ 264 crore, up by 12% and 19% YoY respectively. The wires & Cables business's revenue increased by 11% YoY to ₹ 2407 crore while FMEG segment revenue growth was strong at 41% YoY to ₹ 306 crore.	We believe, the company has witnessed strong sales recovery in the B2C category, however institutional sales are yet to pick up. Polycab being a strong brand in wires & cables industry with a healthy balance sheet is well placed among competitors to cope up the lost sales as demand returns to normalisation	
Mahindra Lifespace	Mahindra Lifespace reported sales volume growth of ~19% at 0.31 mn sq feet. On financial front, topline was down 17.3% YoY at ₹ 65.2 crore. Company reported EBITDA loss of ₹ 18.4 crore (EBITDA loss of ₹ 23 crore in base quarter). PAT loss was ₹ 11.2 crore vs. ₹ 1.8 crore profit in base quarter.	Lifespace sales volume traction has picked up but still seems lower than industry decent exposure to affordable segment which has shown resilience for other developers. The overall execution needs a step up too for meaningful recovery. Management commentary for growth will be key.	

Tata Motors	The company has notified stock exchanges that it is increasing prices of its product offering in the passenger vehicle segment by up to ₹ 26,000 with effect from 21st Jan 2020. This is in response to more than anticipated increase in raw material costs (base metals, precious metals and electronics)	Company's domestic passenger vehicle segment achieved EBITDA breakeven last quarter and is constantly gaining market share in the present fiscal (market share as of Dec 2020 at 7.8% vs. 5% as of Dec 2019). Calibrated price hikes in response to increase in input costs will help it protect margins which is healthy for its overall profitability. Separately, the company has also launched the turbo charged variant of its premium hatchback offering i.e. Altroz at an price of ₹ 7.74 lakh and above (ex-showroom)	
India logistics sector, Adani ports	As per media sources (Businessline), the State Government of Gujarat has inked an agreement with Adani Ports to set up India's largest multi-modal logistics park. The park, which will be spread across 1450 acres near Sanand automobile hub, will attract investments worth ₹50,000 crore in the logistics and transport space.	The park will be directly connected with the Dedicated Freight Corridor and all major ports. It will also have a dedicated Air Cargo Complex with a 4.6-km runway and grade-A warehouses, cold storage, retail footprint of over 3 lakh sq ft etc. It will take three years to complete the project.	
Kewal Kiran Clothing	KKCL's revenues witnessed sharp recovery with Q3FY21 revenue decline being restricted to ~7% YoY to ₹ 118 crore. Gross margins were lower (probably due to higher discounting) by 1160 bps YoY at 36.8% . Focus on cost control led to Employee, Manufacturing and selling expenses declining by 26%, 58% and 70%, respectively which led to EBITDA margin improving by 80 bps YoY to 11.4% (on a low base), with EBITDA growing marginally by 1% YoY to ₹ 13.5 crore. Lower other income led to PAT declining by 6% YoY to ₹ 10.8 crore.	Revenues for KKCL appear to be inching closer to normalcy with strong sequential recovery in revenues. Revenue recovery rate has improved from 7%/40% in Q1FY21/Q2FY21 respectively to 93% in Q3FY21 . In a tough demand scenario, KKCL has focused on cost reduction which has enabled it to arrest the decline in EBITDA margin and remain profitable inspite of lower revenues. On the balance sheet front, company continues to be net debt free.	
Aurobindo Pharma	As per media reports, Aurobindo Pharma (through Lyfius Pharma) has received government approval for setting up plants for production of Penicillin-G and 7-ACA, with committed production capacity of 15,000 MT and 2,000 MT, respectively under the PLI scheme. The committed investment for Penicillin G is ₹ 1,392 crore, and for 7-ACA is ₹ 813 crore. Aurobindo (through Qule Pharma) has also received approval for setting up plant for Erythromycin Thiocyanate (TIOC), with committed production capacity of 1,600 MT at a committed investment of ₹ 834 crore.	The commercial production is projected to commence from FY24. In addition to the government incentives for the fermentation products, it will enhance the company's backward integration in antibiotics and open-up new revenue streams to support the company's growth prospects in the future.	

<p>Caplin Point</p>	<p>The company has received USFDA approval for the generic version of Hikma Pharma's Argatroban injection in US. The drug, used as an anticoagulant for treatment of thrombosis, had annual US sales of US\$18 million as per IQVIA MAT September 2020.</p>	<p>Caplin is the first approved applicant for such competitive generic therapy (CGT) and is eligible for 180 days of CGT exclusivity. Given Caplin's US portfolio size, we believe this is a good opportunity for the company. B</p>	
<p>NBFC</p>	<p>RBI has proposed to introduce a scale-based regulatory framework for NBFCs to segregate larger entities. In a discussion paper released RBI has suggested a four-tier pyramid structure for the sector. Base layer which will have NBFCs with an asset size of up to Rs 1,000 crore, accommodating more than 95 %of the NBFCs. This layer will continue to enjoy regulatory arbitrage. The a middle layer where regulations will be stricter than now, upper layer 25-30 NBFCs can be accommodated. They will have bank like regulations. At the very top, there will be a few NBFCs that will be subjected to the regulations proposed specifically for them.</p>	<p>Discussion paper, contrary to earlier expectation, is not so disruptive. Identification of significant NBFCs and judicious utilization of regulatory framework remains main aim of the discussion paper</p>	
<p>Gas transmission companies</p>	<p>The Petroleum Ministry, which has held inter-ministerial consultations on setting up a transport service operator (TSO), would send a formal proposal to the cabinet soon and the issue would be taken before the end of this fiscal.</p>	<p>The TSO would be put in place to manage the common carrier part of the gas pipeline infrastructure and will be entrusted with the task of booking pipeline capacity for transport of gas from producers to the consumers on payment of a fee to be decided by the regulator. This would lead to more smoother and transparent functioning between buyers and sellers.</p>	
<p>Consumer Discretionary</p>	<p>The Aditya Birla group's flagship company Grasim Industries plans to enter into Paint business with the initial investment of ₹ 5000 crore over the next three years.</p>	<p>We believe Grasim has a strong foothold in the building material business through its group companies. This will help company to leverage its dealer networks and gain market share largely from the unorganized players (~25% of total industry). The decorative paint industry has grown at CAGR of 12% in last five years and has seen entrance of various national and international brands into domestic markets. However, the top players continue to maintain their market share indicating more formalisation of the paint industry.</p>	

## Key developments (Continued...)

- For Q3FY21E, we expect reasonable execution pick-up for L&T on a sequential basis as labourers have almost returned across sites at more than 95% of pre-Covid levels during the quarter. Consequently, we expect adjusted standalone revenue to grow marginally by 0.5% to ₹ 19984.8 crore. EBITDA is expected to grow by 9.9% to ₹ 1608.8 crore with margins expected to improve 30 bps to 8.0% and adjusted PAT (Ex-E&A ) expected to grow by 19.2% to ₹1260.6 crore partly due to higher other income. In our view working capital and cash flow situation will be key monitorable. During Q3FY21E, EPC order inflows announced by L&T is estimated to be more than ~₹63000 crore (as on date, ex-services segment) across High Speed Rail, construction, water effluent, Hydrocarbon, Transportation, Mining Equipment, power T&D, heavy civil infrastructure and defence segments indicating robust order inflows for the quarter
- Navin Fluorine is expected to post revenue growth of 17% YoY to ₹ 305 crore, largely led by growth in the CRAMS business. We expect CRAMS business to report growth to the tune of 50% YoY on the back of improvement in capacity utilisation post cGMP3 coming on stream. The speciality chemical segment should likely post growth of 13% YoY while other segments like inorganic fluoride should post decent growth due to better demand from steel sector for the quarter. OPM likely to expand by 450 bps to 29.7% on the back of better gross margins due to a change in product mix and operating leverage, leading to EBITDA growth of 38.2% YoY to ₹ 90.5 crore. PAT is expected to grow 47% YoY to ₹ 66.8 crore. Key Monitorable: Growth in CRAMS, speciality chemical business and gross margins
- United Spirits has entered into a definitive agreement to sell its entire shareholding in its non-operative subsidiary Tern Distilleries for a consideration of ₹ 30 crore
- Ultratech Cement reported healthy set of numbers for Q3FY21 with EBITDA margin expansion of 700bps YoY to 24.9%. Volumes for the quarter improved 14.1% YoY to 22.8MT. Realisations also improved by 3.9% YoY but broadly remained flat QoQ. Strict cost controls helped company to improve margins sharply. While revenues grew 18.5% YoY to ₹ 11,831 crore, EBITDA improved by 64.9% YoY to ₹2,944 crore due to better margins. Further, reduction in interest costs (down 25.3% YoY) helped to achieve robust PAT growth of 141% YoY to ₹1,550 crore for the quarter
- For Q3FY21 SBI Life saw premium growth of 18% YoY to ₹ 13766 crore. Growth in renewal premium continued to remain healthy at ~24% YoY to ₹ 8436 crore. NBP saw moderation in growth at 9.5% YoY to ₹ 5439 crore, led by flattish group business. Protection business (individual + group) continued to report strong growth at ₹ 710 crore in Q3FY21 vs ₹ 510 crore in Q3FY20. AUM growth accelerated 28% YoY to ₹ 209500 crore. Recovery in equity market and decline in yields led to strong investment income at ₹ 12777 crore (up 213% YoY) in Q3FY21. Commission expenses increased 13.6% YoY to ₹ 517 crore, while commission ratio declined ~80 bps to 4.7%
- HDFC Life's GWP growth was at 20.3% YoY to ₹ 9628.21 crore, led by higher traction in renewal (up 21.5% YoY) and single premium (up 21.8% YoY). NBP witnessed slight moderation at 19% YoY to ₹ 5051.23 crore, due to sluggish group business. Growth in retail protection stood at 17% YoY and 42% growth in annuity. Commission ratio increased by 50 bps QoQ to 4.7%. PAT stood at ₹ 265 crore, which was up by 6% YoY. AUM growth stood at 21% YoY to ₹ 165623 crore. Persistency ratio largely remained steady, 13th Month persistency stood at 92.9% versus 90.80% QoQ
- DCB Bank posted modest NII growth 3.6% YoY to ₹335 crore mainly on account of flattish loan growth. Opex was kept under control as a result cost-to-income ratio declined ~397 bps QoQ to 43.3%. Provisions remained elevated (up 30.6% QoQ) to ₹147.7 crore, PAT was flat on yearly basis at ₹ 96.2 crore but was up QoQ by 17%. Headline asset quality number was benefitted from standstill classification, however on proforma basis the GNPA ratio stood at 3.70% and NNPA at 1.92% up from 2.39% and 0.92% respectively. Loan book declined marginally by 0.5% YoY to ₹ 25300 crore and total deposit book reduced by 2.9% YoY to ₹ 28858 crore
- Yes Bank's NII grew 29% QoQ to ₹ 2,560 crore in Q3FY21. Due to jump in retail fees, the bank's non-interest income saw rise of 69.4%QoQ to ₹1,197 crore. Provisions rose 85.3% QoQ to ₹2,199 crore. Operating profit declined 13.1% YoY to ₹ 1,472 crore. The bank saw a net profit of ₹129.37 crore versus a net loss of ₹18,560 core YoY. Net advances at ₹ 1,69,721 crore grew 1.7% quarter-on-quarter, with strong pickup in retail and SME disbursement at ₹11,917 crores. The bank's GNPA stood at 15.4% as against 16.9% in QoQ
- JM Financial reported a 15% rise in PAT to ₹ 181 crore in Q3FY21. Revenues of the company fell by 1.6 % to ₹ 891 crore YoY. Total loan book (ex- episodic financing book) stood at ₹10,407 crore as compared to ₹ 12,662 crore YoY. During the quarter, JM offered resolution plan to customers pursuant to RBI resolution framework for COVID-19 related stress, the aggregate loan book of these accounts stood at ₹ 62 crore (0.59% of loan book as of December 31, 2020). GNPA and net NPAs stood at 1.79% and 1.16% respectively versus to 1.56% and 1.35% YoY by December 2019. On proforma basis the GNPA and NNPA would have been 3.57% and 2.04% respectively

- Alembic Pharma has received USFDA approval for the generic version of Takeda Pharma's ProAmatine (Midodrine Hydrochloride) tablets in US. The drug, indicated for the treatment of symptomatic orthostatic hypotension (OH), had an estimated market size of US\$60 million as per IQVIA MAT September 2020
- In an update to earlier announcements, Apollo Hospitals has approved allotment of 46,59,498 shares at a price of ₹ 2511 per share to raise ~ ₹ 1170 crore under the QIP route. The funds would be utilized for 1) purchasing the balance 50% stake in Apollo Gleneagles, 2) any potential inorganic opportunity, 3) reducing debt, 4) technology upgradations and 5) other general corporate purposes
- Cadila Healthcare has received USFDA approval for to market Liothyronine Sodium tablets in US. The drug, used to treat an underactive thyroid (hypothyroidism), will be manufactured at the company's Ahmedabad SEZ formulations facility
- Aster DM has entered an SSA (share subscription agreement) to acquire ~16% stake in the recently incorporated, Alfaone Medical Pvt Ltd. for a cash consideration of ~₹ 22.9 lakh in order to engage in consumer healthcare and wellness business in India
- NTPC's Unit 3 of 150 MW of Kameng Hydro-Electric project of Neepeco has been declared on commercial operation as on January 22, 2021
- IEX has divested 10% equity stake in IGX, a wholly owned subsidiary. Adani Total Gas and Torrent Gas have acquired 5% equity stake in each for a cash consideration of ₹ 3.69 crore
- Stove Kraft IPO opens today. The price band is fixed at ₹ 384-385
- CRISIL Ratings has revised its outlook on the long-term bank facilities of Vardhman Special Steels Limited (VSSL) to 'Stable' from 'Negative' while reaffirming the rating at 'CRISIL AA'. The rating on the short-term bank facility and debt programmes has been reaffirmed at 'CRISIL A1+'. CRISIL believes the operating performance will recover in line with the recovery in end user industry, while support from Vardhman group should continue. The tie-up with ASC is also expected to support business and financial risk profile
- News reports stated that NHAI has suffered a loss of ~₹ 500 crore in toll collections in Punjab and Haryana due to the farmers' protests. While toll collection has stopped completely across all the plazas on national highways in Punjab since October 5, there is very little collection across Haryana since December 25
- The government has approved construction of over 1.68 lakh new houses under Pradhan Mantri Awas Yojana (Urban) in the 52nd Meeting of the Central Sanctioning and Monitoring Committee (CSMC). The construction of a total of 1.1 crore houses has been approved under the scheme so far. Out of this, over 70 lakh houses are in various stages of construction and more than 41 Lakh houses have already been completed under the scheme
- As per the media reports, total sales of home units in top seven cities across the country increased by 78% in Q4 2020 to 110,811 units vs. 62,197 units in Q3 2020 on the back of pent-up demand and increased sales during the festive season. Sales in the Q4 2020 also increased by 25% YoY. NCR was the only region where the sales decreased by 32% while other cities including Bengaluru, Chennai, Hyderabad, Kolkata, MMR and Pune saw sales going up by 46%, 52%, 74%, 41%, 130% and 120%, respectively on QoQ comparison
- Adani Total Gas has acquired 5% stake in Indian Gas Exchange for ₹ 3.7 crore
- Multiplex industry representatives met Finance Minister in regards to demands of relaxation in restrictions, tax waiver and access to affordable finance among others as per media reports
- Gulf Oil Lubricants parent company has entered an agreement to co-invest alongside the Clean Growth Fund (CGF) in Indra, the electric vehicle (EV) and smart energy technology company developing innovative charging and energy storage solutions for home and commercial use. Hence, Gulf Oil Lubricants can leverage and synergise the technology of parent to cater future EV demand in India

Nifty Weekly Chart

NSE NIFTY [N59901]14453.30,14753.55,14222.80,14371.90, 15754475520 -0.43%  
Price Avg(E,10)



Source : www.SpiderSoftwareIndia.Com

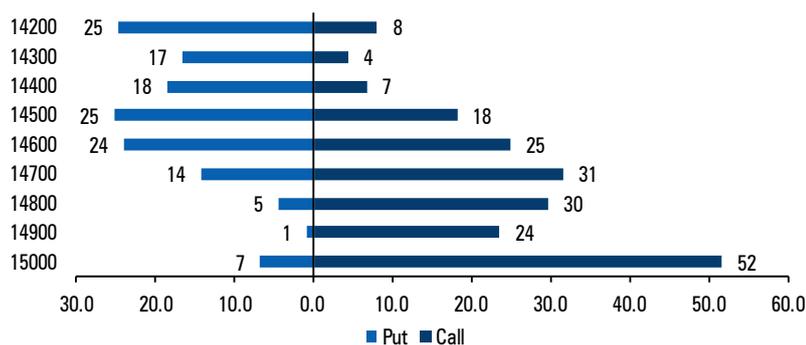
Stoch(5,3,5,3)

19:ASO N D 20:J F M A M J J A S O N D 21:J Wkl

Pivot Points

Index/Stocks	Trend	Close	S1	S2	R1	R2
SENSEX	Negative	48878.5	48581	48284	49426	49974
Nifty 50	Negative	14371.9	14280	14188	14542	14712
ACC Ltd	Negative	1694.9	1663	1630	1719	1742
Axis Bank Ltd	Positive	4089.5	3844	3597	4234	4377
HEROMOTOCO	Positive	3374.9	3262	3148	3487	3598
SBI	Negative	289.9	286	280	299	308
HINDALCO	Negative	239.2	234	228	248	256
MOTHERSUMI	Positive	156.3	153	149	163	169
Tata Motors	Negative	117.5	115	114	120	122
MCDOWELL-N	Negative	625.1	617	607	640	653
BERGEPAIN	Negative	773.4	759	744	801	828
TCS	Negative	2213.5	2202	2189	2233	2251
INDUSINDBK	Negative	893.3	878	862	922	950
COLPAL	Negative	1519.8	1508	1495	1543	1565
PETRONET	Negative	241.4	240	238	245	248
Reliance Industries	Negative	1109.4	1095	1082	1131	1152
BALKRISIND	Negative	1678.5	1648	1617	1730	1781
ESCORTS	Neutral	1293.7	1281	1267	1313	1331

Nifty Call – Put Strike (Number of shares in lakh) – January, 2020



Technical Outlook

Equity benchmarks concluded the highly volatile week at 14372, down 0.4%. Since September low (10790) the Nifty has maintained the rhythm of not correcting for more than 2-3 consecutive sessions. In the coming session, as index has already corrected for past 2 sessions, we expect the index to maintain the same rhythm by holding Friday's low (14358). Hence, after a gap up opening use intraday dip towards 14400-14425 in Nifty January future for creating long position for target of 14514.

Key point to highlight over past 11 sessions is that, the index has been oscillating in ~500 points range (14750-14220), indicating breather with positive bias which would make market healthy ahead of key major event of Union Budget. Going ahead, we do not expect index to breach the strong support zone of 14000-13800. Hence, any dip from here on should be capitalized as incremental buying opportunity as we expect Nifty to head towards 14900 in coming month.

CNX Nifty Technical Picture

Nifty 50	Intraday	Short Term
Trend	Up	Range Bound
Support	14420-14360	14200
Resistance	14490-14560	14900
20 day EMA	0	14259.0
200 day EMA	0	12150.0

Advances/Declines

	Advances	Declines	Unchanged
BSE	910	2072	135
NSE	475	1468	80

Daily Technical Calls

- Daily Technical Calls**
- Buy Hindustan Unilever in the range of 2405.0-2409.0
  - Buy Tata Consumer in the range of 444.00-446.00
- All recommendations of January Future

[See Momentum Pick for more details](#)

Intraday Derivative Strategy

i) TVS Motors

Buy TVSMOT JAN Fut at ₹523.00-524.00

CMP: 523.5

Target 1: 529.9 Target 2: 539.6

Stop Loss: 517.1

ii) Berger Paints

Sell TATASTE JAN Fut at ₹775.00-776.00

CMP: 773

Target 1: 767.3 Target 2: 755

Stop Loss: 783.7

[See Derivatives view for more details](#)

Results/Events Calendar

11	January Monday	12	January Tuesday	13	January Wednesday	14	January Thursday	15	January Friday	16	January Saturday
JP Current Account		Tata Elxsi, IN CPI YoY Filatex IN Industrial Production IN Manufacturing Output(MoM) IN Cumulative Industrial Prod.		Wipro, Infosys, CESC GTPH Hathway, 5 Paisa CH Imports, CH Exports US CPI YoY, JP PPI CH Trade Balance		IN WPI Inflation US Initial Jobless Claims IN WPI Manufacturing Inflation IN WPI Food, IN WPI Fuel IN M3 Money Supply		HCL Tech, Shoppers Stop PVR, US Retail Sales CH FDI, US Industrial Prod. US PPI (MoM) EU Trade Balance		HDFC Bank CH GDP QoQ	
18	January Monday	19	January Tuesday	20	January Wednesday	21	January Thursday	22	January Friday	23	January Saturday
Mindtree, Rallis India Mart, Majesco		Larsen & Toubro Infotech Alembic Pharma CEAT, Tata Metaliks Vardhman Special Steel Tata Communication		Bajaj Finance, Bajaj Finserv Philips Carbon, Havells Ind HDFC AMC, Synegeene, Newgen Sagar Cement, Hind Zinc VST Ind., Sterlite Tech.		Mphasis, Cyient, Biocon Bajaj Auto, Saregama India Zensar, Asian Paints, Bandhan Kajaria Ceramics, JK Tyre, MCX Music Broadcast, CPCL, IEX		JSW Steel, Crompton Greaves HDFC Life, Oberoi Realty Swaraj Engines Kewal Kiran, Symphony Ltd. SBI Life		Supreme India Mahindra Lifespace Supreme Ind. Polycab India UltraTech Cement	
25	January Monday	26	January Tuesday	27	January Wednesday	28	January Thursday	29	January Friday	30	January Saturday
Navin fluorine, CPCL Larsen & Toubro India Cements APL Apollo Tubes Kotak Mahindra Bank		UK Unemployment Rate CH Industrial Profit		Axis Bank, Quess Digvijay Cement, HUL USL, Marico, Jyothy Lab United Spirits JP Retail Sales		M&M Fin., Action Const., Lupin Bharat Elect., Maruti Suzuki, Coforge KEC Int., Engineers India, Teamlease Laurus Labs, United Breweries, Eclerx Sudarshan Chem., Pidilite Ind.		Mahindra Log., Shankara Build. Dr.Reddy's, Atul Ltd., Taj GVK Sun Pharma, Persistent, Accelya Cipla, Dabur, Exide Ind., Grindwell Tata Motors, PNC Infratech		Dwarikesh Sugar, Anup Eng. Hester Bio, Titagarh Wagons Shree Cement Relaxo Tech Mahindra	
01	February Monday	02	February Tuesday	03	February Wednesday	04	February Thursday	05	February Friday	06	February Saturday
Kansai Nerolac, Mastek Castrol EU Manufacturing PMI US Unemployment Rate US Manufacturing PMI		Alkyl Amines, Intellect Nocil, Siyaram Silk, Ajanta Mangalam Cem., Balrampur Chini Siyaram Silk, Escorts Ratnamani Metals		Ramco Cement, SIS India Transport Corporation Thermax, PNC Infratech Hawkins Cooker, KPR Mill SIS India, Birlasoft		Concor, TCI Express Wabco India, Matrimony Hero Motocorp, Sonata Trent, IPCA Lab, Somany Cera. Sonata, Matrimony		Sumitomo Chemical SKF US Unemployment Rate US Trade Balance		JK Cement, Divi's Lab BHEL DLINK India	
08	February Monday	09	February Tuesday	10	February Wednesday	11	February Thursday	12	February Friday	13	February Saturday
ABFRL, Torrent Pharma Globus Spirits		Indoco, Mahanagar Gas Endurance Tech, Firstsource Aster DM, TCI Express Firstsource HEG		TTK Prestige Titan		Bosch		TV Today Info Edge, Morpen Labs		Amara Raja Batteries	

Major Economic Events this Week

Date	Event	Country	Period	Actual	Expected
26-Jan	Unemployment Rate	UK	Nov	5.1%	4.9%
26-Jan	CB Consumer Confidence	US	Jan	89.0	88.6
27-Jan	Chinese Industrial Profit	CH	Dec	-	15.5%
27-Jan	M3 Money Supply	IN	Jan	-	12.5%
27-Jan	Crude Oil Inventories	US	Jan	-1.167M	4.351M
27-Jan	Retail Sales	JP	Dec	-0.4%	0.6%
28-Jan	Consumer Confidence	EU	Jan	-	-15.5
28-Jan	GDP QoQ	US	Dec	4.0%	33.4%
28-Jan	Initial Jobless Claims	US	Dec	878k	900k
28-Jan	New Home Sales	US	Dec	1.5%	-11.0%
28-Jan	Unemployment Rate	JP	Jan	3.0%	2.9%
29-Jan	Federal Fiscal Deficit	IN	Jan	-	10,755.0B
29-Jan	Deposit Growth	IN	Jan	-	6.7%
29-Jan	FX, Reserves	IN	Jan	-	11.5%
29-Jan	GDP Annual	IN	Jan	-	4.2%
29-Jan	Infrastructure Output	IN	Jan	-	-2.6%

Result Preview

Company ₹ Crore	Revenue Chg(%)			EBITDA Chg(%)			PAT Chg(%)		
	Q3FY21E	YoY	QoQ	Q3FY21E	YoY	QoQ	Q3FY21E	YoY	QoQ
Kotak Mahindra	3,964.9	30.6	8.5	3790.8	-69.3	-4.0	2,435.2	-75.8	4.5
Navin Fluorine	305.0	17.1	-4.4	90.5	38.2	-0.3	66.8	47.0	-1.6
Larsen & Toubro	19,984.9	0.5	26.6	1,608.8	9.9	30.7	1,260.6	19.2	19.9

Recent Releases

Date	Report
January 24, 2021	<a href="#">Result Update-HDFC Life Insurance</a>
January 24, 2021	<a href="#">Result Update- Multi Commodity Exchange</a>
January 24, 2021	<a href="#">Result Update-SBI Life Insurance</a>
January 23, 2021	<a href="#">Result Update-Symphony Limited.</a>
January 23, 2021	<a href="#">Company Update-Zensar.</a>



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