

## Equity Research Desk

Indices	Value	Pts	Chg (%)
SENSEX	51937.4	514.6	1.00
NIFTY	15582.8	147.2	0.95
SGX NIFTY*	15628.8	55.8	0.36
DOW Jones	34529.5	64.8	0.19
S&P	4204.1	3.2	0.08
Nasdaq	13748.7	12.5	0.09
FTSE	7022.6	2.9	0.04
CAC	6447.2	(36.9)	-0.57
DAX	15421.1	(98.9)	-0.64
Shanghai Composite*	5285.7	(45.8)	-0.86
Nikkei*	28734.7	(125.4)	-0.43
Hang Seng*	29124.1	(27.8)	-0.10

\*As at 8.00 am

Most Active Call & Put			
Symbol	Strike Price	OI (000)	Chg (%)
NIFTY	16000CE	45085	-20.1
NIFTY	15400PE	56295	47.7

Commodity	Price	Pts	Chg (%)
NYMEX Crude (USD)	67.6	1.3	1.9
Brent Crude (USD)	70.1	0.8	1.1
Gold (USD)	1915.5	10.2	0.5
Silver (USD)	28.35	0.34	1.2
Copper (USD)	468.15	0.4	0.09
Cotton (USD)	83.48	0.16	0.19

Currency	Value	Pts	Chg (%)
USD/Rupee	72.47	-0.04	-0.05
Euro/Rupee	88.67	-0.01	-0.01
Pound/Rupee	103.17	0.15	0.15
USD/Euro	1.22	0.03	0.02
Dollar Index	89.77	-0.06	-0.07

Indicators	Value	Pts	Chg (%)
CBOE VIX	16.8	0.0	0.1
India VIX	16.9	-0.5	-3.0

Indicators	Value	Bps chg
India 10-Yr Yield	6.02	1.8
US 10-Yr Yield	1.61	2.0

Trade Statistics	BSE	NSE	F & O
Turnover (INR Crs)	5316	72336	3079550
Advance (Nos)	22	39	NA
Declines (Nos)	8	11	NA
Unchanged	0	0	NA

## Market Summary

The 50-pack Nifty could make a dash for another record high in today's trade, boosted by a better than expected GDP print, firm global cues and easing coronavirus cases. SGX Nifty was ruling 56 points higher at 15,629. Amid the coronavirus pandemic, India's GDP grew at 1.6 per cent in the January-March quarter of the fiscal year 2020-21, higher than the market forecast of 1 per cent, but witnessed a contraction of 7.3 per cent for the entire fiscal year. Even then, the figure beat the CSO's estimate of 8 per cent contraction. Analysts believe the better than expected data will provide relief to the central bank as it announces its credit policy later this week.

Meanwhile, on the global market front, most Asian stocks were steady as traders await a host of manufacturing activity and key American jobs data later in the week to help assess the economic outlook. While Japan's Nikkei 225 declined 0.34 per cent, South Korea's Kospi added 0.82 per cent and Hong Kong Hang Seng rose 0.24 per cent. US markets were shut on Monday for a holiday.

In other news, the 75 per cent margin norms will come into effect from today onwards. Market players fear this move will further dent volumes, particularly in the intraday cash and future segments.

Now, a look at the stock-specific triggers that are likely to guide the market today: A total of 17 companies are slated to post their March quarter numbers today, including ITC, Balrampur Chini Mills, Gujarat Gas and Radico Khaitan.

Analysts expect ITC to post high single-digit revenue growth on a yearly basis during the quarter under review, although the profit after tax (PAT) is expected to fall. Defence stocks will be on investor radar today after the Defence Ministry on Monday notified the second negative import list of 108 items that can now be only purchased from indigenous sources.

## Macro News

## Centre's fiscal deficit for FY21 settles at 9.2% of GDP vs target of 9.5%

The Centre's fiscal deficit for the financial year 2020-21 settled at 9.2 per cent of the gross domestic product, marginally below the government's revised target of 9.5 per cent. This was on the back of better-than-expected revenue receipts with expenditure staying broadly at the level targeted in the revised estimates of the Budget. In absolute terms, India's fiscal deficit was Rs 18.21 trillion, about Rs 27,194 crore lower than the projected Rs 18.48 trillion, as per the provisional estimates released by Controller General of Accounts. The fiscal deficit of 9.2 per cent has been estimated based on provisional estimates for FY21 GDP of Rs 197.46 trillion.

## India's GDP grows 1.6% in fourth quarter, contracts 7.3% in FY21

Amid coronavirus pandemic, India's gross domestic product (GDP) grew at 1.6 per cent in the January-March quarter of fiscal year 2020-21, but witnessed a contraction of 7.3 per cent for the entire fiscal year, showed government data on Monday. This is the first full-year contraction in the Indian economy in the last four decades since 1979-80, when GDP had shrunk by 5.2 per cent. This is also the second straight quarter of expansion since India exited a rare recession.

## Eight core sectors' output grows 56% in April on low base effect

The output of eight core sectors jumped by 56.1 per cent in April mainly due to low base effect and uptick in production of natural gas, refinery products, steel, cement and electricity, official data released on Monday showed. The eight infrastructure sectors of coal, crude oil, natural gas, refinery products, fertilisers, steel, cement and electricity had contracted by 37.9 per cent in April 2020.

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Institutional Activity	Cash	
	31-May-21	28-May-21
<b>FII (INR Crs)</b>		
Buy	7456.51	5917.71
Sell	5044.12	5004.12
Net	2412.39	913.59
<b>DII (INR Crs)</b>		
Buy	4912.06	6440.88
Sell	4732.28	5165.66
Net	179.78	1275.22

## FII Derivative Statistics

Particulars	Buy (INR Crs)	Sell (INR Crs)	OI (Nos)
INDEX FUTURES	3460.39	3022.68	122500
INDEX OPTIONS	230505.76	228818.46	820786
STOCK FUTURES	12863.38	13838.83	1402140
STOCK OPTIONS	11574.21	12187.41	128345
Total	258403.74	257867.38	

Gainers & Losers	Price	Chg (%)
<b>Gainers (INR)</b>		
JSWSTEEL	712.20	3.25
ICICIBANK	662.35	3.00
RELIANCE	2153.50	2.80
BHARTIARTL	536.00	2.37
TATASTEEL	1127.05	2.13
<b>Losers (INR)</b>		
M&M	809.00	-4.36
ADANI PORTS	769.15	-0.90
HDFCLIFE	665.20	-0.56
IOC	109.35	-0.46
INDUSINDBK	1014.80	-0.45

Sectoral Performance	Value	Pts	Chg (%)
S&P BSE Small Cap	23595.98	117.29	0.50
S&P BSE Mid-Cap	21758.39	96.56	0.45
S&P BSE Auto	23541.12	-31.28	-0.13
S&P BSE BANKEX	40344.68	481.20	1.21
S&P BSE Capital Goods	22498.27	21.37	0.10
S&P BSE FMCG	13130.73	135.01	1.04
S&P BSE Healthcare	24534.98	117.54	0.48
S&P BSE IT	27584.81	-42.50	-0.15
S&P BSE Metals	18877.33	415.85	2.25
S&P Oil & Gas	16472.31	221.22	1.36

## Key News

**Construction firm J Kumar Infraprojects bags Rs 1,307.8 cr order from MMRDA**

Civil engineering and construction company J Kumar Infraprojects Ltd on Monday said it has bagged an order worth Rs 1,307.88 crore from the Mumbai Metropolitan Region Development Authority. In a regulatory filing the company said the order is for part design and construction of balance works of Mumbai Metro Rail project.

**Carlyle Group to acquire controlling stake in PNB Housing Finance**

Private equity firm Carlyle Group and associates will acquire a controlling stake of over 50 per cent in PNB Housing Finance by investing in the Rs 4,000 crore preferential issue of equity and warrants of the Delhi-based mortgage lender. After the proposed transactions, expected to be completed by January 1, 2022, Carlyle will also have the right to nominate the chairperson of PNB Housing Finance (PNB HF). This right will continue as long as it holds at least 40 per cent of the share capital on a fully diluted basis. Pluto Investments, affiliate of Carlyle Asia Partners, will invest up to Rs 3,185 crore through a preferential allotment of equity shares and convertible warrants at Rs 390 per share, for a 30.2 per cent in PNB HF's expanded capital.

**Cipla says close to committing \$1 billion to Moderna for booster vaccine**

Seeking fast-track approvals to bring Moderna's single-dose Covid-19 booster vaccine in India expeditiously, Cipla has requested the government for indemnification and exemptions from price capping, bridging trials and basic customs duty, while stating that it is close to committing over \$1-billion as advance to the US major, sources said on Monday. Commending the government for its efforts to increase the vaccine availability in the country for achieving effective protection against Covid-19, the Indian pharma giant has said its discussions with Moderna on the Covid-19 booster vaccine are nearing finalisation and for that, they are seeking the "partnership and support of the government to make this programme successful".

**Order book position of road EPC firms to get better, says CRISIL**

The order book position of road engineering, procurement and construction (EPC) companies, which currently stands at over three times revenue at present, is expected to improve further supported by new project awarding momentum. The sale of operational road assets through monetisation will further add to their growth. Asset monetisation in the roads sector will see an acceleration as EPC companies in this space pursue growth and is also aided by various government initiatives, according to domestic rating agency Crisil.

**NBFC Magma Fincorp net loss widens to Rs 648 crore in March quarter**

Non-banking finance company Magma Fincorp on Monday reported widening of its consolidated net loss to Rs 647.72 crore for the last quarter of FY21 on accelerated write-offs and provisions. The company had posted net loss of Rs 355.08 crore during the January-March period of FY20. However, there was a net profit of Rs 13 crore in the preceding quarter ended December 2020. Total income during Q4 FY21 also fell to Rs 587.14 crore as against Rs 617.62 crore earlier, Magma Fincorp said in a regulatory filing. For the full year 2020-21, the non-banking lender reported a loss of Rs 558.96 crore as against a profit of Rs 27.05 crore in 2019-20. Income during the year also fell to Rs 2,352.48 crore from Rs 2,562.88 crore. The interest income was down at Rs 2,165.68 crore as against Rs 2,324.34 crore.

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