

THE DAILY

Date: 24 March 2021



DOMESTIC INDICES

	Close	Points	% Change
SENSEX	50051	280	0.56
NIFTY	14815	78	0.53
MIDCAP	20435	192	0.95
SMALL CAP	20773	154	0.75

SECTORAL INDICES

	Close	Points	% Change
BANKEK	38462	573	1.51
REALTY	2723	28	1.05
Finance	7480	69	0.93
POWER	2568	22	0.86
CG	21305	162	0.76
Healthcare	20902	150	0.73
AUTO	23017	105	0.46
CD	32319	107	0.33
IT	26486	40	0.15
TECK	11970	14	0.12
OIL & GAS	15198	-68	-0.45
METAL	13856	-103	-0.74

BSE 200 GAINERS/LOSERS

GAINERS	%	LOSERS	%
IOB	9.97	ENDURANCE	-2.83
BANKINDIA	9.94	HINDZINC	-2.79
ATGL	9.22	FRETAIL	-2.70
ADANITRANS	6.84	ONGC	-2.28
ADANIANT	6.79	NIACL	-2.28

ADVANCE/DECLINES

	BSE	%
ADVANCES	1668	53
DECLINES	1292	41
UNCHANGED	213	7

INSTITUTIONAL ACTIVITY

Rs Cr	23/03/21	22/03/21	March Total
FII	-108	-787	-717 (prov.)
DII	-530	543	-2140 (prov.)

Indian markets could open lower, following negative Asian markets today and negative US markets on Tuesday.....

U.S. stocks tumbled on Tuesday as concerns about the cost of infrastructure spending and potential tax hikes to pay for President Joe Biden's \$1.9 trillion relief bill weighed on investors who also fear further downside in the market. Remarks by Treasury Secretary Janet Yellen that the U.S. economy remains in crisis from the pandemic as she defended developing plans for future tax increases to pay for the new public investments put investors on alert. U.S. stocks ended lower as concerns rose around rising COVID-19 cases in Europe that have prompted extended business lockdowns.

In prepared remarks released on Monday, Powell said that the U.S. economy has recovered more quickly than generally expected "and looks to be strengthening," but cautioned that the comeback is far from complete.

Shares in Asia-Pacific were lower in Wednesday trade as concerns over the world's recovery from the pandemic weighed on investor sentiment. The au Jibun Bank Flash Japan Manufacturing Purchasing Managers' Index (PMI) rose to a seasonally adjusted 52.0 in March from a final 51.4 in February.

Indian benchmark equity indices ended higher in another volatile session on March 23 after making an intra day low at 1130 Hrs. At close, the Nifty 50 index ended 0.53% or 78 points higher at 14,815.

Nifty seems to have halted the upmove seen over last three sessions, though temporarily. After a brief correction, it could resume its gradual grind upwards. 14598-14707 could provide support while 14879-14919 could offer resistance over the next 1-2 sessions.

GLOBAL INDICES

	Close	Points	% Chg
DOW JONES	32423	-308.05	-0.94
S & P 500	3911	-30.07	-0.76
NASDAQ	13228	-149.84	-1.12
FTSE	6699	-26.91	-0.40
CAC	5945	-23.18	-0.39
DAX	14662	4.81	0.03
NIKKEI	28525	-470.92	-1.62
SHNAGAI	3392	-19.51	-0.57
HANG SENG	28076	-421.38	-1.48
BOVESPA	113262	-1717.06	-1.49

EXCHANGE RATES

	Value	% Change
USD/INR	72.6	0.20
EURO/USD	1.185	-0.01
USD/GBP	1.373	-0.12
USD/JPY	108.5	-0.06

COMMODITIES

	Value	%
Gold (\$ / Oz)	1732.9	0.45
Silver (\$ / Oz)	25.3	0.19
Crude Oil Futures	57.8	0.02
Brent Oil (\$ / Barrel)	60.8	0.03

BOND YIELD

	Value %	Chg bps
IND10 Yr Bond Yield	6.144	-0.036

ADR

	Value \$	%
Dr Reddys Labs	59.8	-0.53
HDFC Bank	79.2	1.11
ICICI Bank	15.9	0.13
Tata Motors	20.7	-1.24
Wipro	6.38	-1.24
Vedanta Ltd	12.20	-1.21
INFOSYS	18.71	-1.89

Supreme Court verdict on Banks Moratorium Case:

The Supreme Court in its verdict stated that the interim relief granted earlier to not declare the accounts of respective borrowers as non-performing assets now stands vacated, ending the blanket ban on classification of non-performing assets (NPAs). In September last year, the Supreme Court had directed that accounts not declared NPAs as of August 31 should not be classified as such until further orders. This has since then put an effective ban on classification of bad loans. The Supreme Court has also ordered waiver of compound interest for all borrowers who availed the loan moratorium announced amid the Covid-19 pandemic. The government in October 2020 had announced a scheme for waiver of compound interest during moratorium for small ticket loans up to Rs 2 crore. This had cost Rs 5,500 crore to the government. The court observed that there was no rationale in the Centre's policy to limit the benefit of waiver of interest on interest or compound interest only to certain loan categories. The top court refused to interfere with the Centre's and Reserve Bank of India (RBI's) decision to not extend the loan moratorium beyond August 31 last year, saying it is a policy decision. The court cannot do judicial review of the Centre's financial policy decision unless it is malafide and arbitrary. The apex court said it cannot interfere with the government's decision to fix priorities for relief during the pandemic which has affected all across the country.

Saudi Aramco still in discussion to pick up stake in RIL's O2C business:

Saudi Aramco remains in discussion with Reliance Industries Ltd (RIL) for a potential deal to buy a 20% stake in its oil-to-chemical (O2C) unit. Saudi Aramco's CY20 conference call indicated that it is still in discussion with Reliance to evaluate existing opportunities as potential partners, regarding the non-binding MoU signed with Reliance for its O2C business.

Adani Ports to acquire controlling stake in Gangavaram Port for Rs 3,604 crore:

Adani Ports and Special Economic Zone (APSEZ) will acquire controlling interest in Gangavaram Port Ltd (GPL) from DVS Raju and family for Rs 3,604 crore taking its stake in GPL to 89.6 per cent. APSEZ had announced acquisition of Warburg Pincus' 31.5 per cent stake in GPL on March 3, 2021, and together with this acquisition, APSEZ would have 89.6 per cent stake in GPL. Gangavaram Port Limited (GPL) is engaged in the business of handling various types of Dry bulk and Break bulk cargo. GPL is a multi-cargo facility and handled 34.8 MMT of cargo in FY 20. It has a capacity of 64 MMT. The operational revenue for FY20 was at Rs. 1,082 crores. GPL is the gateway port for a hinterland spread over 8 states across eastern, southern and central India, the statement said adding it will benefit from APSEZ's pan-India footprint.



RVNL to sell 15% stake to raise around Rs 800 crore:

The central government will sell 15% of its stake in Rail Vikas Nigam Ltd (RVNL) through an offer for sale (OFS) to raise around Rs 800 crore. The issue will open on Wednesday first for non-retail investors and on Thursday for retail investors. At present, government has 87.84% stake in RVNL with the rest 12.16% with the public. After selling 15% stake, RVNL will meet the minimum 25% public shareholding norm set by the market regulator SEBI. The floor price has been fixed at Rs 27.5 per share, a 9.5% discount to closing price (March 23) of Rs 30.4 apiece. The base issue size of the OFS is 10% or over 18.32 crore equity shares, with a green-shoe option to retain over-subscription of 5% or over 9.16 crore shares.

Rossari Biotech to issue equity shares at Rs 996 per share aggregating to Rs 300cr:

The Board has approved issuance of up to 30.12 lakh equity shares at Rs 996 per share to institutional investors. This preferential issue is subject to necessary approvals, including from the Company's shareholders. Key names include SBI MF, Malabar Fund and India Acorn Fund. The funds from this issue, if approved, will further strengthen the Company's balance sheet profile and will also augment the financial flexibility to address medium-to-long term growth prospects. Rossari proposes to utilize the net proceeds to evaluate & invest in inorganic growth opportunities, within its core chemistries, with a view to diversify its product portfolio, expand geographical reach and augment end-user industry applications.

India Grid Trust will raise Rs 1284 crore via rights issue:

India Grid Trust said that its board approved raising Rs 1284 crore via issue of rights shares to its shareholders. The company will issue as many as 116.70 million shares at a price of Rs 110 a piece. The issue will open on 6 April and close on 13 April.

Hero MotoCorp to increase prices of its vehicles from April as input cost rises:

Hero MotoCorp Ltd – country's largest two-wheeler manufacturer – will increase prices of its vehicles across categories from April as a result of substantial increase in prices of commodities like steel, copper and crude oil in the international market. It further added that the price increase across the range of two-wheelers will be up to Rs. 2500, and the exact quantum of the increase will vary on the basis of the model and the specific market.

Airtel Africa to sell 1,424 towers in Madagascar, Malawi:

Bharti Airtel's Africa unit has signed a pact with Helios Towers Plc to sell 1,229 towers in Madagascar and Malawi for US\$ 108 million. Airtel Africa Plc will also build 195 sites across the two regions over the next three years for US\$ 11 million, which will be handed over to Helios Towers upon completion.

TCS bags digital project from construction company Skanska:

Tata Consultancy Services (TCS) Ltd has been selected as a strategic partner by leading construction company Skanska to help in its digital transformation. As part of this multi-year partnership, TCS will leverage its Machine First Delivery Model (MFDM) framework to streamline Skanska's journey to the cloud and help it transition to a more proactive IT model with automated processes, such as a chatbot for support services.

Airtel acquires additional 3.33% stake in Avaada Energy subsidiary:

Bharti Airtel has acquired an additional 3.33% stake in Avaada MHBuldhana Pvt. Ltd, a special purpose vehicle formed to own and operate a captive power plant. The transaction is expected to be completed by 30 April. Company had picked up a 5.2% stake in Avaada MHBuldhana in November, a solar power firm, for Rs 4.55 crore in an all-cash deal.

5G auctions: Airtel, Jio, Vodafone Idea push DoT to seek base prices for mmWave bands from Trai:

India's Big 3 telcos have urged telecom secretary to push the sector regulator to quickly start a fresh consultation on including the coveted millimeter wave bands – 26 GHz, 28 GHz and 37 GHz -- for the upcoming 5G spectrum sale, with recommendations around their quantum and reserve prices.

JioMart inches closer to market leader BigBasket's user base:

Reliance Industries' e-commerce venture JioMart has inched closer to market leader BigBasket's monthly and daily active user base, according to a BofA Global Research report. The DAU/MAU ratio (daily active users/monthly active users), a function of retention, is also highest for Big Basket and JioMart at 17% and 16% respectively.



After Mercedes, JLR lines up its first electric vehicle I-Pace in India:

Luxury passenger vehicle manufacturer, Jaguar Land Rover, announced the launch of its first battery electric vehicle, Jaguar I-PACE, for the Indian market at a price of Rs 105.9 lakh. Jaguar I-PACE is the second electric vehicle (EV) to be launched in India by a luxury vehicle manufacturer after Mercedes Benz's EQC. The Jaguar I-PACE is powered by a 90 kWh battery that delivers 294 kW power and 696 Nm torque, allowing the I-PACE to accelerate from 0-100 km/h in just 4.8 seconds. JLR has ensured customer will not experience any hassle when it comes to owning electric vehicles, with 22 retail outlets across 19 cities EV ready and over 35 EV chargers installed and more underway. These chargers are a combination of 7.4 kW AC chargers and 25 kW DC (fast) chargers.

TRAI bats for strict SMS regulation:

The Telecom Regulatory Authority of India (TRAI) would continue to strictly implement the SMS regulation, aimed to prevent spam messages and online frauds, and is reviewing the status of the progress made so far. The new SMS regulations under the Telecom Commercial Communication Customer Preference Regulations (TCCCPR), 2018 were kicked in early this month to discourage pesky or fraudulent text communication that has resulted in disruption to several online services including net banking, Aadhaar authentication, and eCommerce where one-time password (OTP) is mandatory.

Important news/developments to influence markets

- Unemployment in the UK fell for the first time since the corona-virus pandemic began despite the toughest lockdown measures since the first wave spread a year ago. Unemployment rate fell back slightly to 5% in the three months to January, representing 1.7 million people – down from 5.1% in the three months to December.
- UK factories have seen their strongest order books for nearly two years this month as the economy fights back after a year of Covid-19 restrictions, according to new figures. balance for total order books improved from minus 24% in February to minus 5% this month – the best result since April 2019.
- U.S. sales of new homes declined in February to a nine-month low as severe winter weather in parts of the country limited foot traffic against a backdrop of elevated prices that may be restraining momentum. Purchases of new single-family homes decreased 18.2%.

Daily Technical View on Nifty

Nifty Trading in Choppy Trend

It was the third consecutive day, where Nifty closed higher than the open. BankNifty closed at four days high.

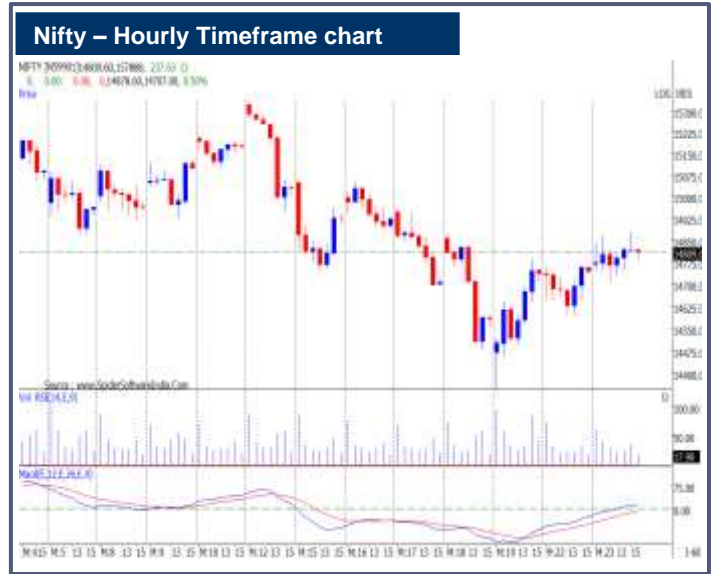
Nifty has been consolidating for last 6 Weeks in the Weekly closing range of 14550-15200. On 19th March, Nifty found support in Gap zone of 14336-14469 and registered sharp recovery. On 19th March, Nifty formed Bullish Piercing Line Candlestick pattern on daily chart, indicating short term bullish reversal. This week has started with the narrow move, where Nifty has formed small inside bar on the daily chart.

Last Week, Nifty found support on upward sloping trend-line on the weekly charts, which indicates that primary uptrend is still up.

Indicators and oscillators like RSI, MACD and DMI have not been showing any sign of strength in the Index. They have been gradually weakening on the daily charts. However, unless price breaks the crucial support, downward trend confirmation would not come. So, it would be advisable to turn bearish only if Nifty breaks 14500 levels.

Support for the day in Nifty is seen at 14700 and with that stoploss Traders should remain bullish. Resistance for the day in Nifty is seen in the range of 14900-14950 range.

Nifty	View for 1-2 days	Reversal	7-Day View	Reversal
14814	Bullish	14500	Bullish	14500
	14850		15000	





SHORT TERM TRADING CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET	UPSIDE %	VALID TILL
1	23-MAR-21	BUY	FIN NIFTY 16000 MAR CALL OPTION (25H MAR EXPIRY)	180	155.5	125.0	270.0	74	26-MAR-21
2	23-MAR-21	BUY	BANK NIFTY 34300 MAR CALL OPTION (1ST APR EXPIRY)	753	710.0	585.0	980.0	38	1-APR-21
3	22-MAR-21	BUY	CUMMINS INDIA MAR FUT	889.40-870	892.3	862.0	916.0	3	25-MAR-21
4	23-MAR-21	BUY	BRITANNIA APR FUT	3550.80-3480	3564.1	3450.0	3660.0	3	26-MAR-21
5	16-MAR-21	BUY	ASIAN PAINTS	2459-2385	2410.3	2340.0	2607.0	8	25-MAR-21
6	19-MAR-21	BUY	NTPC	109.15-105	108.7	103.9	115.0	6	30-MAR-21
7	22-MAR-21	BUY	TATA MOTORS	304.65-293	307.4	290.0	326.0	6	31-MAR-21

OPEN CASH POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	7-JAN-21	BUY	NESCO*	563.0	533.8	516.0	610.0	675.0	26	7-APR-21
2	28-JAN-21	BUY	BIOCON*	384.3	400.8	352.0	415.0	450.0	12	28-APR-21
3	11-FEB-21	BUY	SUN TV	522.0	481.2	390.0	640.0	735.0	53	10-AUG-21
4	11-FEB-21	BUY	SADBHAV ENGINEERING*	70.2	68.0	60.0	80.0	100.0	47	10-AUG-21
6	16-FEB-21	BUY	PNB HOUSING FINANCE*	402.1	398.8	325.0	475.0	523.0	31	15-AUG-21
7	2-MAR-21	BUY	TRENT	875.0	813.8	758.0	1015.0	1095.0	35	29-AUG-21
8	3-MAR-21	BUY	TRIVENI ENGINEERING	90.4	86.4	79.0	104.0	104.0	20	1-JUN-21
9	3-MAR-21	BUY	FLURO CHEMICALS	607.7	587.5	530.0	682.0	682.0	16	1-JUN-21

*= 1st Target Achieved

OPEN DERI POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	9-MAR-21	SELL	AMARA RAJA BATTERIES APR FUT*	896.0	883.0	930.0	862.0	828.0	6	TILL 29TH APR 21
2	19-MAR-21	SELL	LIC HOUSINNG APR FUT	412.1	421.4	436.0	386.0	370.0	12	TILL 29TH APR 21
3	19-MAR-21	SELL	SRF APR FUT	5325.0	5378.0	5646.0	5000.0	4810.0	11	TILL 29TH APR 21
4	19-MAR-21	BUY	BANK OF BARODA APR FUT	73.6	75.0	66.0	79.0	88.0	17	TILL 29TH APR 21

OPEN E-MARGIN POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	23-NOV-20	BUY	BATA INDIA*	1464.0	1488.2	1330.0	1630.0	1850.0	24	23-MAY-21
2	5-JAN-21	BUY	FINOLEX CABLE*	358.8	372.0	320.0	402.0	450.0	21	5-APR-21
3	2-MAR-21	BUY	MARUTI	7199.0	7186.3	6820.0	7580.0	7960.0	11	2-JUN-21
4	23-MAR-21	BUY	ZENSAR TECHNOLOGY	307.2	294.7	282.0	340.0	-	15	23-JUN-21

*= 1st Target Achieved

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