

THE DAILY

Date: 25 March 2021



DOMESTIC INDICES

	Close	Points	% Change
SENSEX	49180	-871	-1.74
NIFTY	14549	-265	-1.79
MIDCAP	20091	-345	-1.69
SMALL CAP	20441	-332	-1.60

SECTORAL INDICES

	Close	Points	% Change
Healthcare	20848	-54	-0.26
POWER	2543	-25	-0.95
IT	26209	-277	-1.04
TECK	11832	-138	-1.15
CD	31779	-540	-1.67
OIL & GAS	14935	-263	-1.73
CG	20867	-438	-2.06
Finance	7315	-164	-2.20
BANKEX	37491	-972	-2.53
AUTO	22418	-599	-2.60
METAL	13475	-382	-2.75
REALTY	2644	-80	-2.93

BSE 200 GAINERS/LOSERS

GAINERS	%	LOSERS	%
GSPL	3.99	ASTRAL	-5.43
AARTIIND	2.81	TATASTEEL	-5.07
ADANIPOWER	2.66	ABCAPITAL	-4.94
ATGL	2.13	RBLBANK	-4.79
CIPLA	2.11	DLF	-4.68

ADVANCE/DECLINES

	BSE	%
ADVANCES	842	27
DECLINES	2115	68
UNCHANGED	167	5

INSTITUTIONAL ACTIVITY

Rs Cr	24/03/21	23/03/21	March Total
FII	-1952	-108	-1527 (prov.)
DII	613	-530	-2669 (prov.)

Indian markets could open flat to mildly higher, following largely positive Asian markets today and despite negative US markets on Wednesday.....

U.S. stocks closed lower Wednesday, giving up earlier gains, even as investors focused on rebounding oil prices, some slippage in benchmark Treasury yields, and a brighter outlook for the economy. Investors also tuned into a second day of testimony from Federal Reserve Chairman Jerome Powell and Treasury Secretary Janet Yellen in which they reiterated expectations for a rebounding economy, but with lasting labor market challenges.

The S&P 500 index recorded its best 12-months of performance in the history of the index's publication on Tuesday, a gain of 74.78%, following its spectacular bear-market plunge a year ago.

Oil futures gained nearly 6%, in part thanks to the cargo ship mishap in the Suez Canal, with the U.S. benchmark adding \$3.42 to settle at \$61.18 a barrel on the NYME. An estimated 10% of total seaborne oil trade passes through the Suez Canal, which connects the Red Sea with the Mediterranean Sea.

In U.S. economic reports, durable-goods orders slid 1.1% in February, marking the first decline in 10 months. Service-oriented businesses such as restaurants, resorts, airlines and hotels posted the steepest increase in business in almost three years, according to economic research firm IHS Markit. The firm's "flash" service index climbed to an 80-month high of 60 from 59.8 in February. A preliminary "flash" reading of the IHS Markit eurozone composite purchasing managers index rising to 52.5 in March from 48.8 in February.

A flare up in the pandemic in the European Union is expected to compel the EU to draft emergency legislation that would allow it to control exports of COVID-19 vaccines.

Asian markets has opened largely up on Thursday after global equities dipped and U.S. investors considered which stock market sectors would most benefit from strengthening growth. Concerns about extended economic lockdowns in Europe and potential U.S. tax hikes also weighed on investor sentiment.

Indian benchmark equity indices fell the most in a month on March 24. At close the Nifty 50 index fell 1.8% to end at 14,549. The index has fallen to its lowest in nearly two months.

Nifty is close to 14468 which is the make or break level for the near term. Fall with lower volumes suggest that bottom fishers are staying away while sellers are hopeful of a bounce in the near term. On rises, 14638 could provide resistance.

GLOBAL INDICES

	Close	Points	% Chg
DOW JONES	32420	-3.09	-0.01
S & P 500	3889	-21.38	-0.55
NASDAQ	12962	-265.81	-2.01
FTSE	6713	13.70	0.20
CAC	5947	1.99	0.03
DAX	14610	-51.63	-0.35
NIKKEI	28736	330.48	1.16
SHNAGAI	3373	5.94	0.18
HANG SENG	27886	-31.89	-0.11
BOVESPA	112064	-1197.61	-1.06

EXCHANGE RATES

	Value	% Change
USD/INR	72.6	0.20
EURO/USD	1.182	0.09
USD/GBP	1.371	0.17
USD/JPY	109.0	0.22

COMMODITIES

	Value	%
Gold (\$ / Oz)	1733.0	-0.01
Silver (\$ / Oz)	25.1	-0.54
Crude Oil Futures	60.3	-1.52
Brent Oil (\$ / Barrel)	63.6	-1.30

BOND YIELD

	Value %	Chg bps
IND10 Yr Bond Yield	6.152	+0.009

ADR

	Value \$	%
Dr Reddys Labs	59.6	-0.27
HDFC Bank	78.1	-1.40
ICICI Bank	15.6	-1.88
Tata Motors	19.9	-3.63
Wipro	6.34	-0.63
Vedanta Ltd	12.30	0.82
INFOSYS	18.66	-0.27

Cadila Healthcare announced settlement of patent litigation for Revlimid in US:

Zydus Cadila announced that they have reached an agreement with Celgene Corporation (Celgene), a wholly owned subsidiary of Bristol Myers Squibb relating to patents for gRevlimid (lenalidomide). As part of the settlement, the Parties will file Consent Judgments with the United States District Court for the District of New Jersey that enjoin Zydus Cadila from marketing generic lenalidomide before the expiration of the patents-in-suit, except as provided for in the settlement.

Escorts to increase tractor prices from April:

Escorts Agri Machinery (EAM), a division of Escorts Ltd, said it will increase tractor prices with effect from next month. There has been a steady rise in commodity prices necessitating a price hike to offset the impact of the inflation.

Jubilant Foodworks announced an agreement to bring Popeyes to India, Bangladesh, Nepal and Bhutan:

Jubilant Foodworks announced that it has entered into an exclusive Master Franchise and Development Agreement with PLK APAC Pte. Ltd., a subsidiary of Restaurant Brands International Inc. (RBI), to develop, establish, own and operate hundreds of Popeyes restaurants in India, Bangladesh, Nepal and Bhutan in the coming years. Founded in New Orleans in 1972, Popeyes has more than 45 years of history and culinary tradition. Popeyes distinguishes itself with a unique New Orleans style menu featuring the iconic chicken sandwich, spicy chicken, chicken tenders, fried shrimp, and other regional items.

Grasim Industries to raise funds via debt securities, term-loan:

Grasim Industries said it plans to raise funds by availing term loans or by issuing debt securities. The board has approved the raising of funds, Grasim Industries said in a filing without informing the amount which it intends to raise.

Pokarna announced commencement of operations of quartz surface plant in Telangana:

Pokarna Engineered Stone Limited (PESL) announced the commencement of commercial operations of its second quartz surface manufacturing facility. The new plant is located at Mekaguda in Telangana, India. Equipped with the highest levels of process automation to support a wide range of Industry 4.0 standards, the factory supports PESL's objectives for eco-sensitive, sustainable production in keeping with the highest global norms. With a built up area of over 600,000 square-feet, PESL's Unit 2 is one of the world's largest quartz surfaces manufacturing facilities, equipped with most advanced 'Bretonstone' technologies, from Breton SpA of Italy, to produce Super Jumbo, Jumbo and Regular size slabs.



Cadila reduced price for Remdac to Rs 899 for a 100mg injection:

Cadila Healthcare has made its brand of Remdesivir (Remdac) more affordable at Rs. 899 for a 100 mg lyophilized injection. Remdac was launched in Aug-2020 at Rs 2800, continues to be India's most economical brand of Remdesivir and a critical drug in the treatment of COVID-19. This move to further revise the prices will go a long way in helping patients during these critical times. API for the drug has been developed and manufactured at the group's API manufacturing facilities in Gujarat.

Spectrum sold in the recent auction can be used for 5G: MoS telecom

The government said the spectrum auctioned earlier this month can be used for deploying 5G services. Recently, the government conducted an auction of spectrum in 700 MHz (megahertz), 800 MHz, 900 MHz, 1800 MHz, 2100 MHz, 2300 MHz and 2500 MHz bands in March 2021. Bidders acquired spectrum bands of 800 Mhz, 900 Mhz, 1800 Mhz, 2100 Mhz and 2300 Mhz.

TCS launches new solution for media and communication service providers:

Tata Consultancy Services (TCS) has launched the TCS Connected Consumer Home solution based on open-source software platform RDK, to help media and communication service providers offer intuitive and connected consumer experiences. TCS recently launched an 'Engineering the Future' media lab, an advanced product research and design facility, to build and showcase solutions on the RDK platform.

ONGC to make equity partnerships with global companies in tough fields:

ONGC has proposed equity partnerships in some of its toughest fields to top global oil companies, including Saudi Aramco, Shell, Total, Chevron, ENI, and Petronas to gain access to advanced technology and competencies to explore and develop such acreages, according to people familiar with the matter. For years ONGC has struggled with some of its fields located in deep-sea or high-pressure or high-temperature areas, which require special skills and advanced technology to develop, leading to delays or suboptimal outcome. The company is now looking for allies that can help plug such gaps.

CBI books DHFL promoters for creating over 2.6 lakh fake home loan accounts

The Central Bureau of Investigation (CBI) has registered another case against promoters of DHFL (Dewan Housing Finance Ltd) for allegedly creating 2.60 lakh fake home loan accounts under the Pradhan Mantri Awas Yojana. The promoters fraudulently availed benefits under PMAY to the tune of Rs 14,046 crores. The apex investigation agency found that Rs 11,755.79 crores were diverted to accounts created in name of shell companies out of the Rs 14,046 crores. DHFL had availed subsidy of Rs 1,887 crores under PMAY from the Center. The case registered by CBI is against promoters of DHFL Kapil Wadhawan and Dheeraj Wadhawan who are already facing two other cases by CBI in the Yes bank scam and UP power Corporation scam.

Time Technoplast promoter entity reduces pledging to 4.2%

Time Technoplast said that the pledge of shares has reduced from 9.55% of its holdings to 4.2%. It is to be noted that, at some point in time the total pledged shares used to be around 18%. Promoters' hold 51.3% stake in the company as on Dec-2020.



Important news/developments to influence markets

- Manufacturing purchasing managers' index (PMI) for Japan rose to 52.0 in March from the final reading of 51.4 in February after new order volumes expanded at the fastest pace since October 2018. The services PMI rose to 46.5 from February's final of 46.3.
- UK's Consumer Prices Index (CPI) slipped in February compared to the previous month as rising petrol costs failed to offset discount clothing and footwear. UK CPI rose 0.4% in the 12 months to February, down from a 0.7% rise in January.
- Surging new orders before an easing of COVID-19 lockdown restrictions has prompted a stronger rebound for British companies than expected this month. The Purchasing Managers' Index (PMI) rose to a seven-month high of 56.6 in March from 49.6 in February. Services in Britain also enjoyed a rapid recovery, in contrast to those in the euro zone. The services PMI rose to a seven-month high of 56.8 from 49.5 last month.
- Euro zone economic activity made a surprise return to growth this month as factories ramped up production to its fastest pace in over 23 years, offsetting a continuing slowdown in the bloc's dominant services industry. The composite PMI bounced above the 50 mark separating growth from contraction to 52.5 in March compared to February's 48.8.
- German factory activity rose to a record high in March and the services sector expanded after five successive months of contractions. Manufacturing sector continued to impress in March, with the PMI rising from 60.7 to a record high 66.6. On the other hand, services sector rose to a seven-month high of 50.8, up from 45.7 in February.
- New orders for key U.S.-made capital goods and shipments unexpectedly fell in February after nine straight monthly increases, but a rebound is likely as factory activity picked up early this month amid warmer temperatures. Warmer weather, the White House's \$1.9 trillion COVID-19 pandemic rescue package and increased vaccinations are expected to boost activity in March. Core capital goods orders gained 0.6% in January, and surged 8.5% on a year-on-year basis in February.
- U.S. factory activity picked up in early March amid strong growth in new orders, but supply chain disruptions because of the COVID-19 pandemic continued to exert cost pressures for manufacturers. U.S. manufacturing PMI increased to 59 in the first half of this month from a final reading 58.6 in February. Growth in the services industry is also gaining traction. The IHS Markit's flash services sector PMI climbed to 60 this month.
- U.S. commercial crude oil inventories increased by 2.9 million barrels from the previous week after a draw of 1 million barrels the previous week.



Daily Technical View on Nifty

Nifty Losing Strength

Nifty plunged 1.79% to close at 14549

This is lowest close for Nifty since 26th Feb 2021

Nifty breached its 50 days EMA support on closing basis

Below 14529, Nifty will confirm lower bottom on weekly line chart

There has been PUT writing at 14500 in last few days and that can act as a trigger level for momentum selling

BankNifty plunged 2.6% and posted the lowest close since 1st Feb 2021

BankNifty and FinNifty have broken down below the consolidation which held for previous three sessions

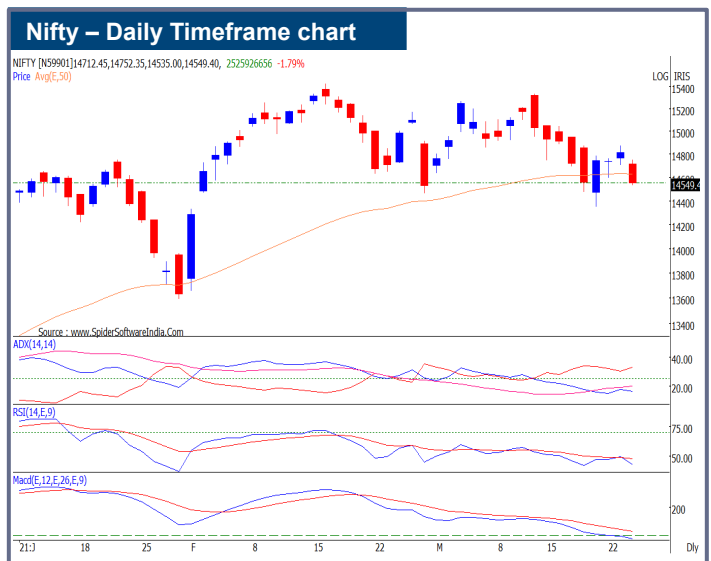
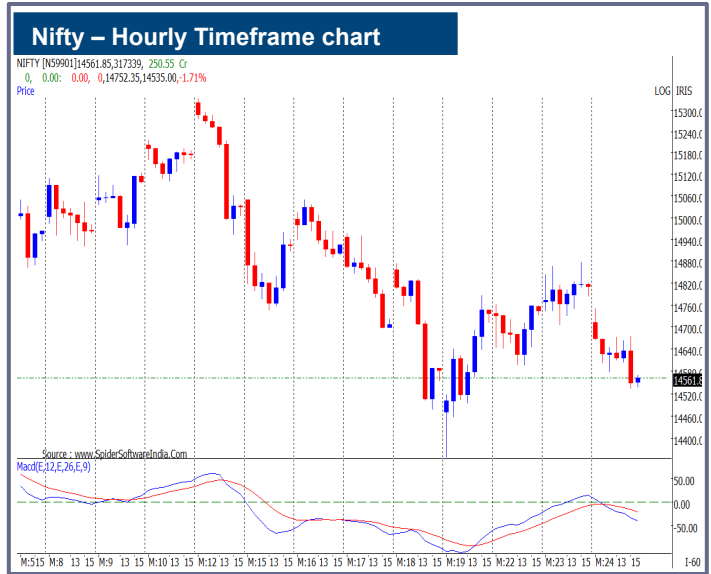
Indicators and oscillators have been showing weakness on hourly and daily chart of Nifty and BankNifty.

Close below 14500 would confirm the down trend for medium term, which could bring more downside

Resistance for Nifty has shifted down to 14740 odd levels, while in case of BankNifty same is seen at 34360.

Asian Markets have turned weak on the charts

Nifty	View for 1-2 days	Reversal	7-Day View	Reversal
14549	Bearish below 14500	14750	Bearish below 14500	14850
	14300		14000	



SHORT TERM TRADING CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET	UPSIDE %	VALID TILL
1	24-MAR-21	SELL	FIN NIFTY MAR FUT	15617-15770	15659.2	15800.0	15350.0	2	29-MAR-21
2	24-MAR-21	SELL	BANK NIFTY MAR FUT	33356.80-33650	33431.0	33800.0	32600.0	2	29-MAR-21
3	24-MAR-21	BUY	BANK NIFTY 33500 MAR PUT OPTION (1ST APRIL EXPIRY)	763.75	708.8	573.0	993.0	40	2-APR-21
4	23-MAR-21	BUY	BRITANNIA APR FUT	3550.80-3480	3535.0	3450.0	3660.0	4	26-MAR-21
5	19-MAR-21	BUY	NTPC	109.15-105	106.0	103.9	115.0	8	30-MAR-21
6	22-MAR-21	BUY	TATA MOTORS	304.65-293	294.5	290.0	326.0	11	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	523.9	516.0	610.0	675.0	29	7-APR-21
2	28-JAN-21	BUY	BIOCON*	384.3	402.1	352.0	415.0	450.0	12	28-APR-21
3	11-FEB-21	BUY	SUN TV	522.0	469.3	390.0	640.0	735.0	57	10-AUG-21
4	11-FEB-21	BUY	SADBHAV ENGINEERING*	70.2	64.6	60.0	80.0	100.0	55	10-AUG-21
6	16-FEB-21	BUY	PNB HOUSING FINANCE*	402.1	386.1	325.0	475.0	523.0	35	15-AUG-21
7	2-MAR-21	BUY	TRENT	875.0	785.1	758.0	1015.0	1095.0	39	29-AUG-21
8	3-MAR-21	BUY	TRIVENI ENGINEERING	90.4	86.6	79.0	104.0	104.0	20	1-JUN-21
9	3-MAR-21	BUY	FLURO CHEMICALS	607.7	583.0	530.0	682.0	682.0	17	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	860.3	930.0	862.0	828.0	4	TILL 29TH APR 21
2	19-MAR-21	SELL	LIC HOUSINNG APR FUT	412.1	412.2	436.0	386.0	370.0	10	TILL 29TH APR 21
3	19-MAR-21	SELL	SRF APR FUT	5325.0	5339.5	5646.0	5000.0	4810.0	10	TILL 29TH APR 21
4	19-MAR-21	BUY	BANK OF BARODA APR FUT	73.6	72.5	66.0	79.0	88.0	21	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	1454.2	1330.0	1630.0	1850.0	27	23-MAY-21
2	5-JAN-21	BUY	FINOLEX CABLE*	358.8	374.1	320.0	402.0	450.0	20	5-APR-21
3	2-MAR-21	BUY	MARUTI	7199.0	7066.2	6820.0	7580.0	7960.0	13	2-JUN-21

OPEN E-MARGIN POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	24-MAR	BUY	RAMCO CEMENT APR FUT	995.3	975.0	945	1080	-	11	TILL 29TH APR 2021
		SELL	Grasim Apr Fut	1414.85	1398.0	1485	1300	-	7	

*= 1st Target Achieved



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