

Market Outlook

The Indian markets are likely to open on a positive note today tracking a rebound in Asian equities following a mixed session on wall street overnight. However, investors remain concerned over nagging inflation and tightening central banks.

Markets Yesterday

- Domestic markets ended lower tracking losses across sectors amid fear of another Rate hike by RBI in June to tame higher inflation.
- US markets ended flat amid uncertainty over global economy and fear of another rate hike by Fed.

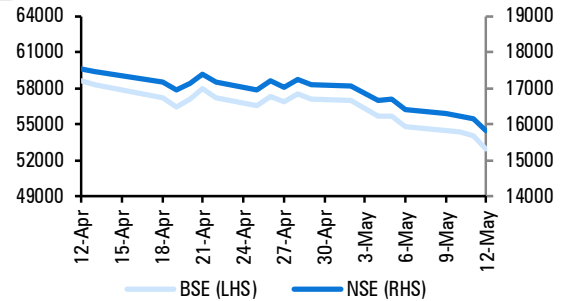
Key Developments

- CPI Inflation for the month of February 2022 came in sharply higher at 7.79% in April 2022 as compared to 6.95% in March and as against market expectation was around 6.5%. Rise in inflation is broad based with food inflation ring to 8.4% in April versus 7.7% in March while core inflation rise to 7% vs 6.3% during similar period. Rise in food inflation may be attributed unfavourable base in vegetables and cereals and MoM rise in cereal, milk, fruits and spices. Within core inflation, a 3% MoM rise in Fuel and Light (LPG) and transport and communication (Petrol) led to higher print. In non-food, MoM rise continues in clothing and footwear and household goods (utensils, FMCG items etc.). While inflation print may have peaked in April (base effect favourable going forward), better monsoon and fall in global commodity prices will keenly watched for meaningful respite in inflation.

Today's Highlights

Results: Escorts, Eicher Motors, BKT, Tech M, SBI, BOB, Bandhan Bank, Elgi Equipments, PPAP., Amber Ent, DB Corp

Index Movement



	Close	Previous	Chg (%)	MTD(%)	YTD(%)	P/E (1yrfwd)
Sensex	52,930	54,088	-2.1	-7.2	-9.1	19.0
Nifty	15,808	16,167	-2.2	-7.6	-8.9	17.8

Institutional Activity

	CY20	CY21	YTD CY22	Yesterday	Last 5 Days
FII (₹ cr)	64,379	-95,085	-1,99,922	-5,256	-18,524
DII (₹ cr)	-28,544	95,934	1,58,097	4,816	15,461

World Indices – Monthly performance

	Germany	Kospi	U.K.	Shanghai
Nikkei	25,749	2,550	7,233	3,055
	-2.2%	-4.4%	-4.6%	-4.9%
	Dow Jones	BSE	NSE	Nasdaq
France	31,730	52,930	15,808	1,371
	-7.3%	-9.6%	-9.8%	-15.0%

Nifty Heat Map

Wipro	474	TCS	3,409	Dr Reddy	3,880	HCL Tech	1,059	Eicher	2,385
	0.4%		-0.1%		-0.1%		-0.1%		-0.2%
Asian Paints	3,040	Sun Pharma	850	Bajaj Auto	3,585	Tata Consum	738	TechM	1,213
	-0.4%		-0.6%		-0.8%		-0.8%		-1.0%
ITC	253	HUL	2,139	Infosys	1,509	Britannia	3,217	ONGC	157
	-1.1%		-1.1%		-1.2%		-1.3%		-1.3%
Power Grid	236	Divis Lab	4,233	Coal India	167	Nestle	16,220	Cipla	921
	-1.4%		-1.4%		-1.6%		-1.8%		-1.8%
Maruti	7,254	Reliance Ind.	2,399	BPCL	340	HDFC Bank	1,303	Bharti Airtel	705
	-1.9%		-2.0%		-2.1%		-2.3%		-2.4%
Ultratech	6,185	SBI Life	1,061	M&M	865	ICICI Bank	696	NTPC	149
	-2.4%		-2.4%		-2.5%		-2.6%		-2.6%
Apollo Hospitals	3,581	Kotak Bank	1,761	Hero Moto	2,401	L&T	1,526	HDFC Life	547
	-2.7%		-2.7%		-2.8%		-2.8%		-2.9%
SBI	463	HDFC Ltd	2,150	Titan	2,049	Grasim Ind	1,486	Shree Cement	22,627
	-2.9%		-3.1%		-3.1%		-3.2%		-3.2%
Axis Bank	650	UPL	765	Bajaj Finserv	12,851	Bajaj Finance	5,593	JSW Steel	625
	-3.4%		-3.4%		-3.6%		-3.7%		-3.7%
Hindalco	406	Tata Motors	372	Tata Steel	1,118	Indusind Bank	870	Adani Ports	713
	-4.0%		-4.1%		-4.1%		-5.8%		-6.1%

Markets Today (Updated till Yesterday)

Commodities	Close	Previous	Chng (%)	MTD(%)	YTD(%)
Gold (₹/10 gm)	50,734	50,822	-0.2	-2.0	5.5
Silver (₹/kg)	60,156	60,752	-1.0	-5.3	-4.0
Crude (\$/barrel)	105.7	107.5	-1.7	-3.3	35.9
Copper (\$/tonne)	9,359	9,236	1.3	-4.2	-3.9
Currency					
USD/INR	77.4	77.6	-0.2	-1.3	-4.0
EUR/USD	1.0	1.1	-0.8	-1.1	-8.2
USD/YEN	128.8	127.6	0.9	0.7	-10.6
ADRs					
HDFC Bank	53.4	53.7	-0.7	-3.4	-18.0
ICICI Bank	18.2	18.4	-1.0	-4.5	-8.1
Tata Motors	24.5	25.5	-3.9	-13.3	-23.8
Infosys	19.4	19.8	-1.8	-2.3	-23.3
Dr Reddys Labs	49.6	50.6	-1.9	-7.6	-24.1
Wipro	6.0	6.2	-3.4	-6.7	-38.4

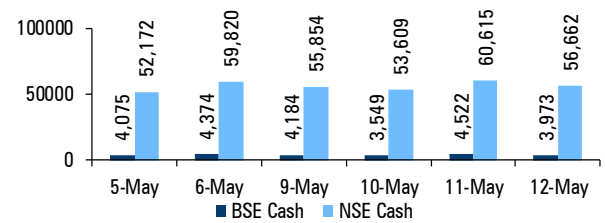
Key Data Points

Key Economic Indicator	Period	Latest	Prior Values
RBI Cash Reserve Ratio	N/A	4.50%	4.00%
RBI Repo Rate	N/A	4.40%	4.00%
RBI Reverse Repo Rate	N/A	3.35%	3.35%
CPI YY	Apr	7.79%	6.95%
Current Account Balance	Q3	-9.9bln \$	-9.6bln \$
Exports - USD	Apr	38.19bln\$	34.5bln\$
FX Reserves, USD Final	Mar	631.92 bln\$	634.28 bln\$
GDP Quarterly yy	Q3	5.40%	8.40%
GDP Annual	FY21	-7.30%	4.20%
Imports - USD	Apr	58.26 bln \$	59.07 bln \$
Industrial Output yy	Mar	1.9%	1.3%
Manufacturing Output	Mar	0.9%	1.1%
Trade Deficit Govt - USD	Mar	-20.07 bln \$	-18.51 bln \$
WPI Food yy	Feb	8.2%	9.6%
WPI Fuel yy	Feb	31.5%	32.3%
WPI Inflation yy	Feb	13.1%	13.0%
WPI Manuf Inflation yy	Feb	9.8%	9.4%

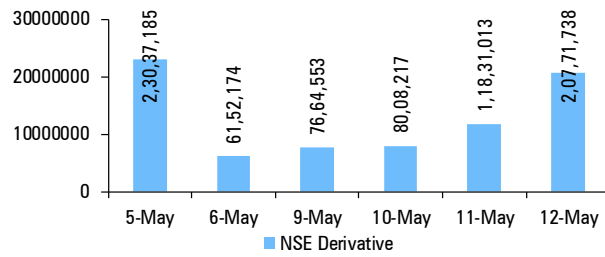
Corporate Action Tracker

Security name	Action	Ex Date	Record Date	Status	Price (₹)
Laurus Labs Ltd	Dividend	10-May-22	11-May-22		1.20
HDFC Bank Ltd	Dividend	12-May-22	13-May-22		15.50
G.M.BREWERIES	Dividend	13-May-22	14-May-22		5.00
Indus Towers	Dividend	13-May-22	17-May-22		11.00

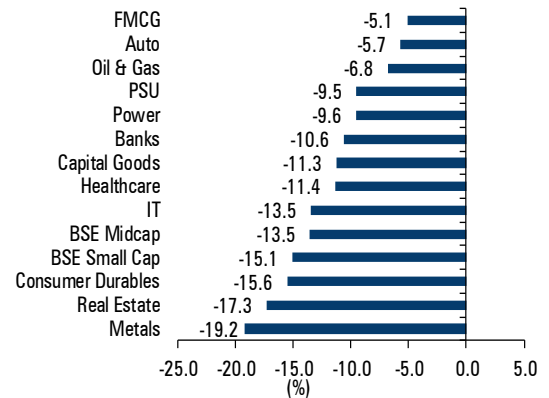
Exchange Cash Turnover (₹ crore)



NSE Derivative Turnover (₹ crore)








Sectoral Performance – Monthly Returns (%)










Key News for Today


Company/ Industry	News	View	Impact
Tata Motors	Company reports healthy performance in Q4FY22 with consolidated sales for the quarter coming in at ₹ 78,439 crore up 8.6% QoQ. EBITDA for the quarter came in at ₹ 11,494 crore with corresponding EBITDA margin at 14.7% (up 220 bps QoQ). PAT in Q4FY22 was at negative ₹1,033 crore. CV business reported EBITDA margins of 5.9% (up 330 bps QoQ) while the same in PV business stood at 6.9% (up 270 bps QoQ) and at JLR stood at 12.6% (up ~60 bps QoQ).	Q4FY23 performance outperformed our expectations with QoQ jump in EBITDA margins a positive surprise. Gross margins decline for the quarter stood at ~150 bps QoQ however margin outperformance was largely due to savings realised in other expense which declined ~310 bps QoQ (operating leverage gains). The company guided for robust demand prospects (JLR order-book at 1.68 lakh units, up 13,000 units QoQ) coupled with healthy profitability going forward. It continues to lead the domestic EV space with market share pegged at ~87% during FY22 and remains committed to its long term electrification goals at JLR.	

<p>Larsen & Toubro</p>	<p>L&T reported consolidated revenues of ₹ 156,521 crore for the year ended March 31, 2022 recording YoY growth of 15%, L&T's adj. standalone revenues (Ex- E&A & Hydrocarbon business) for the quarter grew by 10.9% YoY to ₹ 32989.2 crore. Order inflows came were quite strong at ₹ 73900 crore, up 46% YoY with higher contribution from Infrastructure, Hydrocarbon and international orders. Standalone EBITDA margins came in at 10.3%. Consequently, for Q4FY22, standalone Adj. PAT (Ex-E&A) came in at ₹ 2901.2 crore, increased by 17.6% on YoY (Vs. our estimates of ₹ 2971 crore). The consolidated Adj. PAT for Q4FY22 came in at ₹ 3621 crore (Vs ₹ 3292 crore in Q4FY21. The working capital to sales ratio stood at 19.9% in FY22 which has considerably improved from 22.2% in FY21.</p>	<p>Infrastructure segment revenue grew by 13% to ₹ 29730 crore on YoY basis. Power segment revenues grew by 22% to ₹ 1480 crore on YoY basis. On the other side Heavy engineering segment revenue de-grew by 13% to ₹ 870 crore on YoY basis while Defence Engineering segment revenue de-grew by 21% to ₹ 890 crore. Including Hydrocarbon business (merged from now on in standalone) revenues stood at ₹37439 crore for Q4FY22. The management commentary suggests that tendering activity was quite robust in Q3FY22 but the same did not get converted into order finalisations and award. This was quite evident from the Award to Tendering ratio which stood at 48% in Q3FY22 vs. 61% in Q3FY21. Improvement in this particular ratio in Q4Y22 and ramp up in spending by PSU and States for their respective capex might lead to strong order inflows for L&T in Q4FY22E. L&T has given a guidance of 12-15% revenues and order inflow growth for FY23E. The margins guidance has been pegged at 9.5% given the volatile commodity outlook. On the working capital to sales ratio the company has guided for a range of 20-22% even though company will strive to achieve the lower end of the guidance.</p>	
<p>Siemens</p>	<p>Siemens reported consolidated revenue at ₹ 3954.7 crore which grew by 13.5% on YoY basis. EBITDA came in at ₹ 484.8 crore with EBITDA margin of 12.3% (Vs. ₹ 13.1% in Q2FY21). Reported PAT came in at ₹ 340 crore, increased by 5.6% on YoY. Order inflows wins were pretty strong at ₹ 5339 crore, registering a growth of 61.3% on YoY basis led by all business segments. This has resulted into order backlog at ₹ 17174 crore.</p>	<p>Gas & Power (Energy) segment marginally grew by 0.4% to ₹ 1195.8 crore; Smart Infrastructure segment grew by 29.5% to ₹ 1489.5 crore; Digital industries segment revenue grew by 10.4% to ₹ 874 crore and Mobility segment revenue grew by 14% YoY to ₹ 295.1 crore. Gas & Power, Smart Infrastructure, Digital Industries, Mobility segments contributed ~30%, ~37%, 22%, 7% respectively. Siemens delivered decent performance despite global supply chain challenges and higher commodity, logistics costs. Smart Infrastructure and Mobility segments recorded strong growth same period last year. Strong order inflows further strengthened the already healthy order backlog. Overall, Siemens is expected to further strengthen its leadership position through further penetration of automation and digitisation products & services across segments.</p>	

Greaves Cotton	Greaves Cotton reported standalone revenue of ₹ 378.7 crore which declined by 17.1% on a YoY basis. Consolidated revenue grew by 19.3% YoY to ₹ 620.8 crore. It reported standalone EBITDA of ₹ 29.1 crore declined by 38.5% YoY. On a consolidated basis, EBITDA came in at ₹ 41 crore (Vs. EBITDA of ₹ 42 crore in Q4FY21. Company reported standalone PAT of ₹ 16.8 crore decreased by 29.6% YoY basis.	The engine segment revenues came in at ₹ 349.1 crore, declined by 17.8% YoY. On the other hand, E-Mobility segment revenue increased by 243.5% to ₹ 237.29 crore. E-Mobility segment turns profitable in Q4FY22, EBIT came at ₹ 7.26 crores vs loss of ₹ 11.2 crores same period last year. For FY22, E-Mobility segment revenues crossed ₹ 500 crore mark. The key highlight of the result is stupendous revenue growth in the E- Mobility business coupled with first quarter of positive segmental profit. This signifies the company is making inroads in the EV arena and has the potential to become a formidable player going forward.	
Caplin Point	Revenues grew 22% YoY to ₹ 339 crore propelled by Latin America & RoW growing 23% YoY and US also growing 13% YoY. EBITDA margins declined 129 bps YoY to 29.5% while EBITDA grew 17% YoY to ₹ 100 crore. Adjusted PAT grew 19% YoY to ₹ 79 crore.	Caplin's LatAm business model continues to drive top line and bottom line growth while Caplin Steriles' grew 44% YoY to ₹ 122 crore in FY22. and has set an aspirational target of US\$100 million by FY26 in US. Caplin is undergoing on a capex journey of ₹ 430-450 crore to expand existing capacities, widen its product portfolio and backward integrate majority of the products. Caplin plans to enter more regulated markets such as Canada, Australia, China, Russia/CIS as well as enter the bigger LATAM markets of Mexico and Brazil in the near to medium term horizon.	
Matrimony	Matrimony reported Q4 numbers. The company reported revenues growth of 1.9% QoQ/9.4% YoY to ₹110.6 crore, aided by 4.5% QoQ increase of paid subscribers while ATV declined 2% QoQ. Billing for the quarter was up by 7.2% QoQ. EBITDA margins for the quarter declined by 140bps QoQ to 16.8% due to continued elevated marketing expenses, which were up by 3.4% QoQ to ₹43.2 crore. For FY22, it reported revenue growth of 15% to ₹434 crore, while EBITDA margins improved by 210bps to 20% and PAT improved by 31% to ₹54 crore. The company announced buyback of ₹75 crore at ₹1150 per share and also declared dividend of ₹5 per share. It has a cash balance of ₹334 crore.	The company reported billing growth of 12% for FY22 and aiming at 15% billing growth for FY23 which indicates another strong revenue growth. However the company indicated that marketing costs are expected to be at elevated level in FY23 which would restrict margin expansion. The company aiming to reach ₹1000 crore billing in next 4-5 years. They have appointed independent valuer for sale of Chennai land and reiterated that they would not sell the land below cost. The company indicated that promoters would not participate in the buyback.	

NTPC	State-owned power giant NTPC has invited bids for raising term-loan of up to ₹ 5,000 crore.	The minimum amount of loan offered by banks or financial institutions will be ₹ 500 crore and in multiples of ₹ 500 crore. Proceeds of the loan shall be utilised towards capital expenditure for ongoing/new capacity addition programme, including the takeover of projects, renewable energy projects, coal mining & washeries, renovation & modernisation program of various projects, refinancing of loans and general corporate purposes etc. This will help NTPC in achieving its goal for 60000 MW of renewable energy production by 2032.	
Roads	Union Minister for Road, Transport and Highways, Nitin Gadkari has committed to expanding the National Highways network across the country with the aim of constructing 18,000 km of NHs in 2022-23 at a record speed of 50 km per day. The overall target is to develop 2 lakh kms of National Highway network by 2025.	MoRTH had constructed 10,457 km of National Highways in FY22. Though the target seems ambitious, higher construction and awarding to augur well for the road developers	
Gujarat State Petronet (GSPL)	GSPL's revenue declined 6.9% YoY to ₹ 433.1 crore in Q4FY22 on account of lower transmission volumes. Transmission volume fell 13.5% YoY and 8.3% QoQ to 29.3 mmscmd. EBITDA stood at ₹ 306.2 crore, down 11.1% YoY leading to PAT of ₹ 202 crore, down 2% YoY	Transmission volume decline YoY was on account of reduced offtake from power and CGD sector. On QoQ basis also, offtake from CGD & power sector fell. Reduced offtake was on account of surge in spot LNG prices as per our understanding. Going ahead, spot LNG price trend and growth in transmission volumes with ramp up in domestic gas production will be key monitorable.	
Hero MotoCorp	As per media articles, Ather Energy has raised US\$128 million (~₹950 crores) funding lead by Indian Sovereign wealth Fund, Hero MotoCorp among others. Funds raised are intended to be used for expanding manufacturing capacity, charging infrastructure, retail network and R&D purposes.	In the latest Concall management of Hero MotoCorp had indicated further investment of ₹ 270 crore in Ather Energy in Q1FY23 over the above the ₹ 150 done in Q4FY22 and falls within the ambit of overall outlook shared earlier (Jan 2022) amounting to ~₹ 420 investment in Ather Energy. Ather remains Hero MotoCorp's strategic investment and only on-ground presence in the Electric vehicle space domestically	

<p>Brigade Enterprise</p>	<p>Brigade Enterprises' (BEL) core residential sales value was flattish YoY amid high base, while other segment such as leasing recovered strongly. The sales value at ₹ 1028 crore was up 1% YoY. The realisations were up ~8.4% YoY at ₹ 6644/sq ft (led by project mix, in our view). The company reported sales volume of 1.5 mn sq feet, reporting decline of ~8% YoY, on a high base (56% growth in the base). On financial reported numbers, reported revenues grew ~19.1% YoY to ₹ 942 crore, with revenue recognition from real estate at ₹ 729 crore, up 13% YoY. The revenues from hospitality (flat YoY) was at ₹ 55.3 crore, while rental revenues at ₹ 180.7 crore, up 48.8% Yo, saw strong recovery. Reported EBITDA margins were down 210 bps YoY to 21.8% mainly on account of higher sub-contractor cost and other expenses. The company reported PAT of ₹ 32.5 crore, owing to lower EBITDA</p>	<p>We believe volume trajectory should remain robust with new projects launches and given the strong underlying demand in its key market. Key monitorable ahead will be cost inflation and office leasing traction, going ahead.</p>	
<p>TV Today</p>	<p>TV Today reported weak set of numbers on margins front as high programming and other costs led to sharp decline in margins and impacted bottomline. Topline came in at ₹ 242.3 crore, up 13% YoY. TV and other media (clubbed segment of broadcasting and digital) revenues came in ₹ 236.1 crore (up 11.5 % YoY. Radio revenues were at ₹ 6.1 crore, up by 152% YoY growth on washout base. Reported EBITDA came in at ₹ 48.8 crore, down 1.9% YoY while EBITDA margins came in at 20.1% (down 307 bps YoY), impacted by higher programming costs (up 34% YoY) and other expenses. Reported PAT at ₹ 35.9 crore was flattish YoY (vs estimates of ₹ 55 crore) with lower margins dragging the bottomline</p>	<p>TV Today's operating numbers were disappointing and cost in our view might have some one-off element. We also seek further clarity on the overall ad environment in the industry. The stock is available at 8.5x FY24 P/E.</p>	
<p>Apollo Tyres</p>	<p>Company reports muted performance in Q4FY22 with consolidated sales for the quarter coming in at ₹ 5,578 crore down 2.3% QoQ. EBITDA for the quarter came in at ₹ 626 crore with corresponding EBITDA margin at 11.2% (down ~180 bps QoQ). PAT in Q4FY22 was at ₹113 crores, down 49.2% QoQ. Standalone EBITDA margins stood at 9.4% (up 33 bps QoQ).</p>	<p>Disappointment was primarily led by higher than anticipated margin compression at the European operations. Gross margin decline of ~20 bps QoQ was lowest among its competitors however same was aggravated by higher other expenses which was up ~140 bps QoQ (negative o/p leverage). The company declared a dividend of ₹3.25/share. Debt on company's books largely seem unchanged on YoY basis at ~₹ 6,300 crore (Debt: Equity at 0.5x) with company managing to generate positive FCF to the tune of ~₹ 400 crore for FY22. The stock however is expected to open negative tracking muted results.</p>	

Consumer Durables	As reported in Economic Times, prices of consumer durable items such as TV, washing machine, etc are expected to go up by 3-5% from May end	Manufacturers have decided to pass the impact of rising input costs to the customers amid challenges such as piling of inventory at Shanghai port and depreciating rupee. This sector is largely dependent on imported components and they have become costlier. This has led to shortage for some products in the market. We believe while further price hikes would help negate the adverse impact of volatile currency and raw material prices, it can hurt rural demand.	
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Key developments (Continued...)

- Index of industrial production (IIP) grew 1.9% YoY in March 2022 against an increase of 1.7% in February 2022. Manufacturing sector grew 0.9% YoY. Mining & power output grew 4% and 6.1% YoY, respectively. IIP during April-March 2021-22 grew 11.3% YoY.
- Balkrishna Industries is expected to report a healthy performance in Q4FY22. With new capacity in place, total tyre tonnage in Q4FY22 is expected at 72,762 tonne, up 3.4% QoQ. Consequent net sales is seen at ₹ 2,137 crore, up 5.3% QoQ. EBITDA in Q4FY22 is expected at ₹ 497 crore with corresponding EBITDA margins at 23.3%, up 150 bps QoQ. Ensuing PAT for Q4FY22 is expected at ₹ 355 crore, up 8% QoQ.
- Escorts is expected to report a muted performance in Q4FY22. Total tractor sales for the quarter came in at 21,895 units (down 13.5% QoQ). Ensuing net sales for Q4FY22 are expected at ₹ 1,766 crore, down 9.8% QoQ. EBITDA in Q4FY22 is expected at ₹ 212 crore with corresponding EBITDA margins at 12%, down 150 bps QoQ. Consequent PAT in Q4FY22 is expected at ₹ 168 crore, down 13.6% QoQ.
- Eicher motors is expected to report healthy operational performance in Q4FY22. Royal Enfield (RE) volumes for the quarter were at 1.9 lakh units, up 9.5% QoQ. Consequent net sales for Q4FY22 are seen at ₹ 3,120 crore, up 10.3% QoQ amid ~2% rise in ASPs at ₹ 1.68 lakh/unit. EBITDA in Q4FY22 is expected at ₹ 668 crore with EBITDA margins at 21.2%, up 200 bps QoQ. Consolidated PAT for Q4FY22 is expected at ₹ 546 crore, up 19.6% QoQ. VECV share of profits in Q4FY22 is expected at ₹ 49.4 crore.
- Tech Mahindra is expected to witness 5% QoQ growth in CC revenues (2.5% each from organic and inorganic). However, dollar revenue is expected to grow 4.7% QoQ due to 30 bps cross currency headwinds. Rupee revenues are expected to grow 5.5% QoQ. We expect EBIT margin to decline 70 bps QoQ to 14.1% as supply side challenges drag margins
- Bank of Baroda is expected to post a below industry credit growth at ~7% YoY during Q4FY22 at ₹7.5 lakh crore, while deposits should move up by 4.9% YoY to ₹10 lakh crore. CASA ratio is expected to see slight improvement by ~40 bps to 44.8%. On the operational front NII is estimated to grow by 23.7% YoY to ₹8789 crore with NIMs remaining stable at around 3.4%. Treasury gains should be muted due to hardening of interest rates but better recoveries should largely allviate the impact. Credit cost should fall by 5 bps to 0.3% (not annualised) due to improvement in asset quality. Net profit for the quarter thus for Q4FY22 is projected to grow at 17% QoQ at ₹2585 crore. GNPA should decline by 8 bps to 7.2%.
- For State Bank of India a Loan growth of 8.8% YoY to ₹27600 billion and 9% YoY for deposits is factored in estimates. Accordingly, expect NII to grow 15% YoY at ₹313 bn. Non-interest income seen improving to ₹117 bn up from ₹86 bn in Q3FY22. NIMs seen to be stable. We factor in normalised slippages and overall provisions of ₹9900 crore v/s ₹6970 crore QoQ. Thereby, net profit is likely to grow to ₹8131 crore rising 26% YoY.
- Bandhan Bank during Q4FY22 is expected to post a NII growth of 24% YoY with NIMs at around 7.2%. With lockdowns mostly coming to an end we believe collection in the EEB segment has improved from 96% to 99% QoQ . Opex to grow in-line with revenues and thus C/I should be steady sequentially at 31.3%. Credit cost is expected to be lower at 0.85% of loans due to better recoveries, however with Assam government reducing the waiver limit additional burden on credit cost cannot be ruled out. Thus we expect PAT to be at ₹927 crore, up 7.9% QoQ, due to low base. Credit growth including TLTRO + Off-book (pre-write-off) is at 16% YoY while deposit growth for Q4FY22 is 34% YoY to ₹96331 crore.
- For Genus Power, Revenue for the quarter came in at ₹ 181.04 crore, down 5.1% YoY and 8.2% QoQ. Gross Margin came in at 36.5% vs 40.1% YoY & 36.3% QoQ, EBIDTA margins came in at 10.5% vs 10.6% QoQ. Absolute EBIDTA came in at ₹ 19.09 crore down 10.6% QoQ. Employee cost stands at ₹ 27.09 crores an increment of 26.7% YoY & remained flat QoQ. Ensuing PAT came in at ₹ 21.32 crore as compared to ₹ 28.34 crore in Q4FY21 and ₹ 14.7 crore in Q3FY22.

- Sun Pharma has received USFDA final approval for its ANDA for generic Mesalamine extended release capsules, 500 mg (USRLD: Pentasa). As per March 2022 IQVIA, Pentasa extended release capsules, 500mg had annualized sales of US\$213 million in US.
- According to cnbc, USFDA has begun the inspection of Glenmark's formulations facility in Goa. Goa facility was inspected by USFDA in March, 19 and received 5 observations and VAI status.
- Jakson Group emerged as the winner in NTPC's auction for the comprehensive operations and maintenance (O&M) of a 250 MW solar project in Andhra Pradesh and a 5 MW solar project in Andaman and Nicobar Islands.
- All India Power Engineers Federation has urged the central government to withdraw its direction to states gencos to import coal amid the shortage of dry fuel, crippling electricity generation in the country. This request has been made keeping in view that most of the state gencos/thermal stations have no past experience in coal imports, particularly regarding the procedures for coal quality determination at the loading point and it will be difficult to correctly determine GCV (Gross Calorific Value) which will result in overcharging and over-billing.
- Indian Army has put up a proposal to the defence ministry for buying 12 more Swathi weapon-locating radars (worth Rs 1,000 crore) developed by DRDO. The DRDO developed weapon-locating radars were earlier built by Bharat Electronics (BEL).
- Premier Explosives has signed a contract with Ministry of Defence (Army) for supply of NFM - new family of Munitions for a total value of Rs 44.58 crore, to be delivered within 24 months from the effective date of contract.
- According to the CBRE report, Pune housing sales jumped ~ 13% QoQ to more than 70,000 units in Q1 CY22 and sales rebounded significantly by ~40% YoY. The affordable/budget segment's share in sales remained stable at 27% in Q1 CY22 vis-à-vis Q4 CY21. New unit launches jumped by nearly 30% YoY to cross the 60,000-unit mark in Q1 CY22. Geographically, Pune led housing sales in Q1 CY22 with a 27% share, followed by Delhi-NCR (21%), Mumbai (20%) and Bangalore (14%). In terms of unit launches, Pune dominated among cities with a 29% share, followed by Mumbai (22%) and Hyderabad (20%).
- As per TRAI subscriber data, Bharti Airtel added the maximum number of subscribers in March at 2.25 million, followed by Reliance Jio, which added 1.26 million subscribers. Vodafone Idea continues to lose subscribers with a decline of 2.81 million in March. In terms of wireless broadband or 4G subscribers, Jio added 1.26 million while Bharti Airtel added 2.07 million. Vodafone Idea added 550,000 users in the same period.
- Ratnamani Metals and Tubes In addition to announcing of the Audited financial results for the quarter and year ended March 2022, Ratnamani Metals and Tubes will also consider the proposal for declaration of bonus issue of equity shares on May 18, 2022.
- Indian Oil Corp (IOC), in its next meeting on May 17, may consider issue of bonus shares
- As reported in Business Standard, GAIL has submitted a proposal for an InvIT of ₹ 5000 crore to monetise gas pipelines. Currently, there is no clarity on timeline for monetisation of assets. This comes after an earlier proposal by GAIL for an InvIT was asked to be refined and reconsidered by the PPPAC. Currently, there is no clarity on timeline for monetisation of the same.
- Dhampur sugar earlier announced that the company would be de-merged into two separate entities. The record date for the same is 17th May 2022 & the stock will become ex today. The other entity Dhampur bio organics will be listed in next 1-2 months
- As reported in business line, SpiceJet has partnered with Axis Bank for launching co-branded credit card. The card is powered by Visa. It comes in two variants — SpiceJet Axis Bank Voyage and Voyage Black. According to SpiceJet, the card is aimed at facilitating a superlative travel experience for flyers through SpiceClub, the first frequent flyer program by a low-cost carrier in the country.
- As reported in Economic Times, Jio-BP is planning to compensate dealers to avoid shut down of retail outlets. This likely to be done either by way of financial support, payment of overhead expenses to an extent or altering the fuel supply further
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Nifty Daily Chart

NSE NIFTY [N59901]15808.00, -3.68%
Price Avg(E,52)



Technical Outlook

Equity benchmarks plummeted over fifth session in a row tracking weak global cues. The Nifty concluded weekly derivative expiry session at 15808, down 359 points or 2.2%. In the coming session, index is likely to witness gap up opening tracking positive Asian cues. We expect, index to hold Thursday's low of 15733 and trade with a positive bias amid rise in volatility. Hence, use dip towards 15730-15766 should be used for creating long position for target of 16037. Key point to highlight is that, index has failed to sustain above previous session's high over past nine consecutive sessions. The formation of lower high-low exhibits corrective bias. Thus, to pause the ongoing downward momentum index need to form a higher high-low formation along with a decisive close above previous session's high (16042). Failure to do so would lead to prolongation of corrective bias. Meanwhile, stability in rupee, dollar index and VIX overseas will be the key monitorable for cool off in sentiment that would consequently help the market to find support in the 15600-15400 zone as it is 61.8% retracement of CY21 rally.

Pivot Points

Index/Stocks	Trend	Close	S1	S2	R1	R2
S&P BSE SENSEX INDEX	Negative	52930.3	52543	52158	53474	54018
NIFTY 50	Negative	15808.0	15682	15556	15988	16168
AARTI INDUS LTD	Negative	740.7	725	710	755	770
ASIAN PAINTS LTD	Neutral	3040.0	2992	2945	3082	3125
DIVI LABS LTD	Negative	4233.4	4150	4068	4306	4379
STATE BANK IND	Negative	462.7	455	447	472	481
DR REDDY'S LABS	Negative	3880.0	3814	3749	3920	3961
TATA MOTORS LTD	Negative	372.3	363	356	382	392
INDUSIND BANK	Negative	869.9	846	821	906	942
BATA INDIA LTD	Negative	1684.2	1656	1629	1710	1737
TATA CONSULTANCY	Neutral	3408.7	3356	3303	3456	3503
GRANULES INDIA	Negative	235.2	231	227	242	247
BHARAT PETROL	Negative	340.0	336	331	346	351
INDIAN RAILWAY C	Negative	620.7	609	596	644	666
RELIANCE INDS	Negative	2399.4	2367	2336	2432	2466
AU SMALL FINANCE	Negative	1239.1	1214	1189	1267	1295
CESC LTD	Negative	79.8	78	76	81	82

CNX Nifty Technical Picture

	Intraday	Short term
Trend	Range Bound	Down
Support	15880-15800	15600
Resistance	16040-16125	16400
20 day EMA		17183
200 day EMA		16865

Advances/Declines

	Advances	Declines	Unchanged
BSE	654	2711	82
NSE	413	1785	27

Daily Technical Calls

Daily Technical Calls

- Buy TCS in the range 3398.00-3402.00
- Sell UPL in the range of 765.00-767.00

All recommendations of May Future

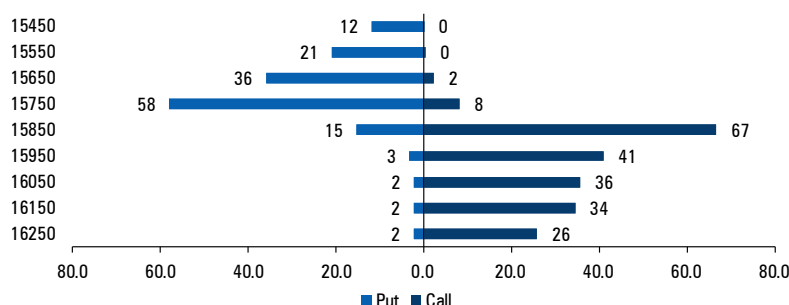
[See Momentum Pick for more details](#)

Intraday Derivative Strategy

- Ambuja Cements Limited (CMP: 372.2)**
Buy AMBCE May Fut at ₹ 371.7-372.7
Target 1: 378.2 Target 2: 387.2
Stop Loss: 366.2
- Bajaj Auto Limited (CMP: 3559.75)**
Sell BAAUTO May Fut at ₹ 3556.75-3562.75
Target 1: 3523.8 Target 2: 3469.8
Stop Loss: 3595.8

[See Derivatives view for more details](#)

Nifty Call – Put Strike (Number of shares in lakh) – May, 2022



Results/Events Calendar

25	April Monday	26	April Tuesday	27	April Wednesday	28	April Thursday	29	April Friday	30	April Saturday
Mahindra CIE		Nippon AMC,VST Ind Bajaj Finance, Mahindra Logistic HDFC Life Insurance, Atul ltd Sanofi India, Guj Pipava United Brewries,IIFL sec		HDFC AMC,Trent,Dlink India Bajaj Auto,HUL,KPR Mill Persistent,5 Paisa, TCI Express Mahindra Lifespace,Ind hotel Syngene, Swaraj engines,IEX		Mphasis Ltd,SBI Life,Motilal Oswal Biocon,IIFL Fin,Varun beverages Bajaj Finserve, Ambuja Cement Axis Bank,Laurus labs Shoppers Stop, Coromandel intl		Wipro Ltd,Vardhman Special Steel Ultratech Cements,Tata Chem,Just d Supreme Ind,Star Health Maruti suzuki,Gokaldas Exports,Geojit Sonata Soft,Indusland Bank,SBI Card		IDFC First Bank Yes Bank	
02	May Monday	03	May Tuesday	04	May Wednesday	05	May Thursday	06	May Friday	07	May Saturday
Mahindra Holidays HDFC Ltd,Alembic Pharma M&M Fin, Inox Leisure Castrol,Astec life, Saregama Dwarikesh Sugar,Jindal stainless steel		Ramkrishna Forging,Solar Ind Tata Steel Hero Moto. Titan,Kec Int Symphony		Tata consumer,ABB,EIH Havells India Kotak Mahindra Bank Deepak nitrite Adani Total Gas		Dabur,Marico,Firstsource PGHL,Intellect design arena ABB, Indus tower, Exide Ind,Voltas,Blue Dart CAMS,TVS,Jindal Stainless(Hisar)		Grindwell Norton,Vesuvius In,ENIL CSB Bank,Federal Bank Reliance Ind		Navin Fluorine Siyaram Silk Mangalam Cement DCB Bank	
09	May Monday	10	May Tuesday	11	May Wednesday	12	May Thursday	13	May Friday	14	May Saturday
BASF India,PVR,Suven Pharma SRF VST Tillers Tractors Mold Trek Packaging		Kansai Nerolac,Polycab,Taj GVK Hotel Asian Paints,Ajanta Pharma,EPL Cipla,Awadh Sugar,Vodafone Idea Gujarat gas,Mahanagar Gas Zensar Tech,		KKCL,Relaxo,Birla Corp,Orient Cement Petronet LNG,Sagar Cement,NCC Butterfly Gandhimati SKF,Indian Bank MRPL		Tata Motor,LGT,Siemens TV Today,Caplin Point,Apollo Tyres GSPL,Brigade Enterprise Greaves Cotton,Coforge J&K Bank,Matrimony		Escorts,Eicher Motors,BKT Tech M,SBI,BOB,Bandhan Bank Elgi Equipments PPAP Aut. Amber Ent,		Vinati Organics Neogen chemicals Avenue Supermarts Triveni Eng & Ind, Affle India	
16	May Monday	17	May Tuesday	18	May Wednesday	19	May Thursday	20	May Friday	21	May Saturday
Bharat Forge,VIP Industries MCX Greenply Century Ply Shankara		Indoco Remedies, IOC,Zydus Wellness Airtel,Minda Corp Abbott India Kajaria Ceramics		Sandhar Tech,ITC,Somany Ceramics Pidilite Industries,Navneet Granuels India,Indraprastha Gas Lupin,Teamlease,Gujarat Pipavav Ratnamani metal & tubes		Bosch Ltd,HPCL Dr Reddy Novartis Gland Pharma Ashok Leyland,Concor		Amara Raja Batteries,Pfizer IDFC Ltd,Hester Biosciences Indigo Paints,JK Tyre Ador Welding,Advanced Enzyme Thermax		Shree cement Gulf Oil	
23	May Monday	24	May Tuesday	25	May Wednesday	26	May Thursday	27	May Friday	28	May Saturday
Pricol Bharat Elect.		JM Financial,Gabriel HEG Adani Ports ZF Commercial Vehicle IPCA		Apollo Hospital Torrent Pharma Coal India MM Forging		Page Industries Hindalco Motherson Sumi		Ramco Cements ESAB,Sumitomo Chem Nirlon TCI Express JSW Steel			

Major Economic Events this Week

Date	Event	Country	Period	Actual	Expected
09-May	Household Spending	JP	May	-2.30%	-2.80%
10-May	API Weekly Crude Oil Stock	US	May	1.618M	-0.457M
10-May	CPI	CH	May	2.10%	1.80%
10-May	PPI	CH	May	8.00%	7.70%
11-May	Core CPI YoY	US	May	6.20%	6.00%
11-May	CPI YoY	US	May	8.30%	8.10%
11-May	Crude Oil Inventories	US	May	8.487M	-0.457M
11-May	Federal Budget Balance	US	May	308.0B	226.0B
12-May	GDP YoY	UK	May	8.70%	9.00%
12-May	Industrial Production YoY	UK	May	0.70%	0.50%
12-May	CPI	IN	May	7.79%	7.50%
12-May	Industrial Production YoY	IN	May	1.90%	1.70%
12-May	Core PPI YoY	US	May	8.80%	8.90%
12-May	Initial Jobless Claims	US	May	203K	195K
Date	Event	Country	Period	Expected	Previous
13-May	Industrial Production MoM	EU	May	-1.00%	0.70%
13-May	Trade Balance	IN	May	-	-20.07B

Result Preview

Company	Revenue	Chg(%)	EBITDA	Chg(%)	PAT	Chg(%)
₹ Crore	Q4FY22E	YoY	QoQ	Q4FY22E	YoY	QoQ
Escorts	1,766.0	-20.1	-9.8	212.0	-38.5	-19.9
Eicher Motors	3,120.0	6.4	10.3	668.0	5.3	14.7
Balkrishna Ind	2,137.0	22.4	5.3	497.0	-8.2	12.1
Tech Mahindra	12,078.5	24.1	5.5	2,089.6	7.3	1.4
Elgi Equipment	687.4	12.6	4.8	76.2	-3.7	3.1
Company	NII	Chg(%)	PPP	Chg(%)	NP	Chg(%)
₹ Crore	Q4FY22E	YoY	QoQ	Q4FY22E	YoY	QoQ
SBI	31,354.7	15.8	2.2	20,814.2	5.7	12.4
BOB	8,789.9	23.7	2.8	5,736.9	-8.4	4.6
Bandhan Bank	2,182.2	24.2	2.7	2,013.0	16.4	3.2

Recent Releases

Date	Report
May 12, 2022	Result Update- NCC Limited
May 12, 2022	Result Update- SKF India
May 12, 2022	Result Update- Vodafone Idea
May 12, 2022	Company Update- Castrol India
May 12, 2022	Result Update- Gujarat Gas



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