



Muthoot Securities

MARKET MANTHRA

01-JUL-2020

Domestic Indices

index	Close	Prv close	%Chg
NIFTY 50	10,302.1	10,312.4	-0.10
NIFTY SMLCAP 50	2,178.2	2,187.4	-0.42
NIFTY MIDCAP 50	4,094.3	4,096.0	-0.04
NIFTY SMLCAP 250	4,067.3	4,097.9	-0.75
NIFTY BANK	21,370.2	21,359.0	0.05
NIFTY FIN SERVICE	10,561.9	10,533.2	0.27
NIFTY METAL	1,991.4	1,989.5	0.09
INDIA VIX	29.0	28.9	0.43

Global indices

Indices	Close	Prv close	%Chg
NASDAQ	7,344.0	7,190.0	-1.80
FTSE	7,069.0	7,086.0	0.42
CAC 40	5,236.0	5,243.0	0.29
DAX	12,247.0	12,248.0	0.30
NIKKIEI	12,380.0	12,319.0	-0.47
HANGSENG	31,549.0	31,563.0	0.11
KOSPI	2,485.0	2,504.0	0.42
SHANGHAI	3,290.0	3,305.0	0.34

As on 8.00 IST

Nifty Watch



Nifty Spot intraday 5 Min

Market wrap up

Benchmark equity indices pared early gains as market participants awaited Prime Minister Narendra Modi's scheduled address to the nation in view of the rise in COVID-19 cases in the country, and the ongoing trade and border tensions with China. The rise in the COVID-19 cases, especially in the US, continues to be a concern as to how long it will take for the global economy to fully recover, and to what extent the central banks could go with stimulus measures. Shares of automobiles and cement companies rose ahead of their June sales numbers to be released from Wednesday

Global Market

The coronavirus pandemic had a major humanitarian and economic impact but for the stock markets, the story looked different as indices on Wall Street saw their biggest quarterly percentage gain in more than two decades on Tuesday. Asian indices started a new quarter on a subdued note today as investors assessed a mixed bag of economic data across the world, while concerns over the rising number of coronavirus cases kept gains in check.

Market preview

Benchmark equity indices are likely to open on a weaker note today as index aggregator MSCI's decision to defer implementation of a potential increase in country weight of Indian stocks in its indices till further notice is likely to weigh on sentiment. The July futures of Nifty 50 index traded on the Singapore Exchange were down 0.4%, indicating a weak start for the local stocks. Investors are also choosing to err on the side of caution in the wake of the re-imposition of lockdown in parts of the country and a possible second wave of the COVID-19 infection in the US and China.

News corner

Corporate

Raymond falls over 4% as co's Jan-Mar earnings in red

Shares of Raymond fell by more than 4% today as the company's earnings in the Jan-Mar quarter were in the red. It clocked a consolidated loss of 682.5 mln rupees in Jan-Mar as against a consolidated net profit of 675.1 mln rupees a year ago. The company has attributed its poor performance in Jan-Mar to COVID-19-induced disruptions. The hit to the company's sales in March was inclusive of the seasonally profitable wedding season in April and June

Cipla up on pact with Boehringer Ingelheim for 3 drugs

Shares of Cipla rose, outperforming the Nifty 50 index, after the company said it has entered into a partnership with Boehringer Ingelheim India to market the latter's three anti-diabetic drugs in India. Cipla will market the multinational company's Oboravo, Oboravo Met and Tiptengio drugs in India. Diabetes treatment is one of the fastest growing therapeutic segments in the Indian pharmaceutical market.

Domestic

Stamp duty on mutual funds from July 1

All mutual fund purchases will attract a stamp duty from July 1. While the charges will be levied on all debt as well as equity mutual funds, the impact is expected to be more on debt funds, which are usually held for shorter periods of 90. The stamp duty was expected to be levied from January 2020 but got deferred to April and then on to July. The stamp duty will be applicable on all mutual funds including lumpsum, systematic investment plans (SIPs) and systematic transfer plans (STPs) and dividend reinvestment. Stamp duty will not be applicable on the redemption of units, making it somewhat similar to entry load that was abolished by market regulator Sebi in 2009. On purchase of mutual fund units, stamp duty at a rate of 0.005 percent will be levied. The duty in case of transfer of MF units such as between two demat accounts will be 0.015 percent.

International

COMMODITY

CRUDE OIL: Futures settled higher on Thursday, rebounding from steep losses in the last three sessions, as global central banks stepped in and offered supportive measures to tackle the economic fallout of the pandemic. Prices rose further due to possible intervention by the US in an oil price war between Russia and Saudi Arabia, with US President Trump saying he would get involved "at the appropriate time".

PRECIOUS METALS: Gold futures settled slightly higher on Thursday as improvement in risk appetite reduced appeal for the yellow metal after several central banks announced measures to support the global economy, which has been severely affected by the pandemic. COMEX Apr gold futures (troy ounce): \$1,479.3 Thursday vs \$1,477.9 Wednesday. COMEX May silver futures (ounce): \$12.13 Thursday vs \$11.77 Wednesday

Stock to watch

- **BAJAJ AUTO:** Is betting on sport and super sport motorcycle segments and believes that higher-end bikes representing these two segments might see growth in demand compared to economy-segment bikes
- **BANK OF BARODA:** Board has approved raising up to 20 bln rupees through Tier-I bonds
- **BHARTI AIRTEL:** An arm of Sunil Mittal's Bharti Enterprises has submitted a bid for OneWeb, the bankrupt satellite firm whose investors include SoftBank Group Corp. Carlyle to buy 25% in subsidiary at \$1.2 bln enterprise value
- **BGR ENERGY SYSTEMS:** Arjun Govind Raghupathy has been appointed as managing director from Jul 1
- **CREDITACCESS GRAMEEN:** Plans to raise 300 mln rupees through bonds maturing in three years, and has invited bids on Thursday, sources said
- **DYNAMATIC TECHNOLOGIES:** The Securities Appellate Tribunal has quashed the Securities and Exchange Board of India's order against Udayant Malhoutra, the managing director of the company, in an insider trading case
- **FUTURE RETAIL:** The Kishore Biyani-led Future group has zeroed in on SBI General to sell its majority stake in the general insurance joint venture, and on Premji Invest for its life insurance venture stake.
- **GMM PFAUDLER:** Will buy De Dietrich Process Systems India's manufacturing facility in Hyderabad for 6.25 mln euros (530 mln rupees)
- **HCL TECHNOLOGIES:** Expects its engineering and research and development business to take a sharper hit from the COVID-19 pandemic than the information technology services, largely because of the impact of asset-heavy industries
- **HDFC BANK:** The audit committee of HDFC Bank has approved the purchase of home loans of up to 250 bln rupees from parent Housing Development Finance Corp in 2019-20 (Apr-Mar) and 280 bln rupees in 2020-21, according to the lender's annual general meeting notice

Data Alert

Overseas

- US MANUFACTURING PMI for Jun. 1915 IST
- EUROZONE MANUFACTURING PMI for Jun. 1330 IST

Domestic

- MANUFACTURING PMI for June, by IHS Markit. 1030 IST.
- MONEY SUPPLY as on Jun 19, by Reserve Bank of India.

Actions watch

SPLIT

Company	Ratio	Ex.date
MOTOGENFIN	1:2	19-JUN

Major Dividends

Company	Div/Share	Ex.date
HINDPETRO	Rs.9.75	02-JUL
RELIANCE	Rs.6.50	02-JUL
TATACONSUM	Rs 2.70	18-JUN
HINDUNILVR	Rs. 14.00	19-JUN

DERIVATIVES IN BAN PERIOD

YES BANK	

RESULTS TODAY

Budge Budge
Continental Controls
Eveready
Tejassvi

Thought of the day

“Wide diversification is only required when investors do not understand what they are doing.”
Warren Buffett



Previous Tracker

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