



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 closed higher, led by gains in shares of financial companies and index heavyweight Reliance Industries ahead of the stock going ex-dividend from Thursday. Domestic macroeconomic indicators for June have been positive, as easing of the lockdown has led to higher demand for goods and services, and the recent rise in global trade and commodity prices has made investors hopeful. Nifty 50 ended at 10430.05, up 127.95 points or 0.1.2%, while the Nifty Bank index rose 607.45 points or 2.8% to 21977.60. The Sensex closed 498.65 points or 1.4% higher at 35414.45.

Global Market

Asian indices were up today on reports that Pfizer and BioNTech were developing a vaccine for COVID-19 that has shown positive results, lifting sentiment across the world as investors were of the view that the vaccine could spur economic recovery. Moreover, minutes from the US Federal Reserve's recently concluded open market committee meeting, which were released on Wednesday highlighted there have been discussions on yield control by targeting securities of specific tenures. The ISM manufacturing index for national factory activity jumped to 52.6 in June from 43.1 in May,

Market preview

Benchmark equity indices are expected to extend their gains today, aided by hope of a possible vaccine for COVID-19 and strength in shares of financial services companies, which account for over a third of the weight in the indices. Shares of non-bank lenders will rise after the Reserve Bank of India said the government has approved formation of a special purpose vehicle for purchase of commercial papers and non-convertible debentures of non-bank finance and housing finance companies, which will provide liquidity support to these companies. Shares of automobile companies will remain in focus

News corner**Corporate****Gold loan companies rise on surge in prices, strong outlook**

Shares of gold loan companies gained as prices of gold, which these companies take as collateral while lending, surged to a multi-year high in India. The perception that demand for such loans will remain high also aided gains as borrowers are now seen pledging gold to raise capital and restart businesses or household activities since banks and other non-banking lenders are cautious in lending.

ITC up; HUL's capacity usage hints at demand revival

Shares of ITC gained 4% to end at 202.90 rupees as fast-moving consumer goods rival Hindustan Unilever's comments that capacity utilisation has risen to 90-100% was seen as a signal that demand has recovered smartly. HUL, at its annual general meeting, said capacity utilisation has risen for most product categories from 80-90% at the start of June and 70% in April

Domestic**India's June jobless rate falls to 11%: CMIE data**

India's unemployment rate in June fell to 11 percent from 23.5 percent in May, according to data released by the Centre for Monitoring Indian Economy (CMIE) on Wednesday as economic activities resumed after government eased pandemic lockdown restrictions. The virus has infected over half a million people in the world's second-most populous nation, hitting economic activity, but fall in unemployment rate suggested the worst may be over for the economy, at least for now. Separately, the finance ministry in a statement on Wednesday said the gross Goods And Services Tax collections, an indicator of economic activities, in June touched 909.17 billion rupees, equal to 91 percent Of the collections in the same month last year.

International**COMMODITY**

CRUDE OIL: Futures surged over 1% on Wednesday following a fall in US crude inventories from record highs as well as signs of a pick up in economic activity in the US brought some calm to market players. This led to hopes that an increase in economic activity may improve demand for the commodity. Data released by the US Energy Information Administration showed that the US crude inventories fell by 7.2 mln barrels last week, as against the market estimate of a 710,000-barrel-decline.

PRECIOUS METALS: Prices of gold fell on Wednesday as investors booked profits after the safe-haven demand for the commodity sent prices to the highest level in nearly nine years on the previous day. However, overnight weakness in the US dollar cushioned a sharp fall in the prices of dollar-denominated gold.

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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