

Morning Call

10 March 2022

Markets Extend Gains For Second Day

- Indian shares posted strong gains as investors took a breather from a sell-off fuelled by escalating tensions in Ukraine. Analysts said the U.S. and U.K. ban on Russian oil imports may have muted effect without other countries joining in step.
- Sentiment was also helped after Ukraine President Volodymyr Zelensky said his country is no longer pressing for NATO membership, a delicate issue that was one of Russia's stated reasons for invading its pro-Western neighbor.

Global & Asian market overview

- **European stocks** rebounded from recent sharp losses and closed on a high note as commodity prices fell, and traders indulged in some hectic bargain hunting across the board.
- **US stocks** showed a substantial move back to the upside during trading, after closing lower for four consecutive sessions.
- **Asian stocks** ended mixed after U.S. President Joe Biden announced a ban on Russian oil and gas imports, prompting Russia to retaliate with a wider ban on commodity exports until the end of 2022.

Industry Buzz

- **Gufic Biosciences:** The company has entered into a research and collaboration agreement with Selvax Pty, a biotechnology company based in Perth, Australia, to accelerate the commercialisation of Selvax's cancer immunotherapy treatment.
- **Tata Power:** Resurgent Power, in which the Tata Group firm holds 26% stake, has emerged as the successful bidder for South East UP Power Transmission Co.
- **Zydu Lifesciences:** Gets final U.S. FDA approval for Nitroglycerin Sublingual Tablets.
- **Indian Bank:** The lender has appointed Aditya Gaiha as director (RBI nominee) on its board of directors, replacing SK Panigrahy with immediate effect.

Indices	Close	Previous	Chg. %
Sensex Index	54,647	53,424	2.29%
Nifty Index	16,345	16,013	2.07%
NSEBANK INDEX	33,815	33,158	1.98%
NSEAUTO INDEX	9,832	9,560	2.85%
NSEIT INDEX	35,441	35,056	1.10%

Market depth	Advance	Decline	T/O(bn)
NSE	1,760	383	692
BSE	2,625	722	48

Indices	Close	Previous	Chg. %
DJIA	33,286	32,633	2.00%
NASDAQ	13,256	12,796	3.59%
S&P 500	4,278	4,171	2.57%
DAX	13,848	12,832	7.92%
CAC 40	6,388	5,963	7.13%
FTSE 100	7,191	6,964	3.25%
HANG SENG	20,628	20,766	-0.67%
SSE INDEX	3,256	3,294	-1.13%
NIKKIE 225	24,718	24,791	-0.30%

Nifty Gainers	Chg. %	Nifty Losers	Chg. %
ASIANPAINT	6.1	SHREECEM	-2.6
RELIANCE	5.5	ONGC	-2.5
BAJFINANCE	5.2	POWERGRID	-2.1
INDUSINDBK	4.6	NTPC	-1.4
M&M	4.3	COALINDIA	-1.2

FII Derivatives	Buy (bn)	Sell (bn)	Net (bn)
INDEX FUT	68.6	61.8	6.8
STOCK FUT	156.0	157.8	-1.8

- **Vakrangee:** The Reserve Bank of India has extended the validity of authorisation issued to the company to setup, own, and operate white-label ATMs in India till March 31, 2023.
- **Restaurant Brands Asia:** The company has completed acquisition of 87.75% stake in Burger King Indonesia (PT Sari Burger Indonesia).
- **J. Kumar Infraprojects:** The company has bagged work order from Pune Municipal Corporation for development of Mula Mutha River from Bund Garden Bridge to Mundhwa worth Rs 604.75 crore. The company also received a letter of acceptance from Delhi Metro Rail Corporation worth 1,426 crore.

- **Uttam Sugar:** The company has redeemed 1,00,000, 6.50% non-cumulative redeemable preference shares of Rs 100 each.
- **Karnataka Bank:** The lender has signed an MoU with SELCO Solar Light. Customers can avail loans from the bank with a competitive interest rate for installing SELCO Solar energy products for both household and commercial use.
- **NTPC:** Unit-3 of the 660 MW Nabinagar Power Generating Co. Ltd. has completed trial and operation and has been consequently included in the installed capacity of NTPC Group. The total installed capacity of Nabinagar Power and NTPC Group now stands at 1,980 MW and 68,567.18 MW, respectively.
- **PNB Housing Finance:** The mortgage lender approved proposal to raise Rs 2,500 crore by way of issue of equity shares on rights issue basis to eligible shareholders.
- **Bharti Airtel:** The telecom firm has agreed to acquire a little over 9% equity stake in Avaada CleanTN Project, a special purpose vehicle for owning and operating the captive power plant. The deal value is pegged at Rs 7.88 crore.
- **Future Lifestyle:** The company has received termination notices on sub-leased properties from Reliance entities. Notices pertain to 34 Central stores and 78 Brand Factory stores that contribute 55-65% of retail revenue operations.
- **Jindal Stainless (Hisar):** Became the first company producing coils, sheets and plates in the country to be certified with AS 9100D Certification—a quality management system for aviation, space and defence organisations. It also enables JSHL to get listed in the Online Aerospace Supplier Information System database, which showcases the company offerings to aerospace manufacturers.

Indian Macro

- The Cabinet has approved the formation of National Land Monetisation Corporation (NLMC) to handle the sale of surplus land and buildings of the government, its agencies, and Central Public Sector Enterprises (CPSEs). NLMC will be a wholly owned central government entity with an initial authorised share capital of Rs 5,000 crore and paid-up share capital of Rs 150 crore, the government said in a statement on March 9. The special purpose vehicle will be set up by the Department of Public Enterprise and the Ministry of Finance. "At present, CPSEs hold considerable surplus, unused and under-used non-core assets in the nature of land and buildings. For CPSEs undergoing strategic disinvestment or closure, monetisation of these surplus land and non-core assets is important to unlock their value," the government said. The Cabinet's approval for setting up NLMC comes after Finance Minister Nirmala Sitharaman had made an announcement on the same in her FY22 budget speech.
- The country's current account deficit (CAD) is likely to widen to a 13-quarter high of \$23.6 billion or 2.8 per cent of GDP in October-December 2021-22 due to higher commodity prices following the Russia-Ukraine conflict, India Ratings and Research (Ind-Ra) said in a report. The report said although the Omicron-led COVID wave has subsided, the geopolitical risks to the global recovery have increased due to the Russia-Ukraine conflict. In Q3 FY21, the deficit was \$2.2 billion (0.3 per cent of GDP). The Indian rupee, which averaged at 75 against the dollar in February 2022, is expected to average around 76 this month which might result in a depreciation of 0.29 per cent in fourth quarter over the previous three-month period, the report said.

Global Macro

- WTI crude futures fell more than 11% to below \$109 per barrel in volatile trade after rising more than 2% earlier in the session as investors try to assess the impact of recent sanctions in the oil market. US oil prices surged about 30% since Russia invaded Ukraine and hit their highest since 2008 at above \$130 this week amid fears of further supply disruptions

and escalating sanctions, exacerbated by uncertainties about the possible return of Iranian crude to global markets. The US imposed an immediate ban on Russian oil and other energy imports and Britain said it would phase out Russian oil imports through the end of 2022. Moreover, private oil companies including BP and Shell said they were stepping back further from doing business with Russia, with Shell immediately halting all purchases of Russian crude and shutting its service stations in the country.

- Mortgage applications in the US jumped 8.5% in the week ended March 4th, the first rise in five weeks, as borrowers took an advantage from a drop in mortgage rates, data from the Mortgage Bankers Association showed. Applications to purchase a home went up 8.6% and those to refinance a home loan surged 8.6%. Meanwhile, the average fixed 30-year mortgage rate fell for the first time this year to 4.09% from 2019-highs of 4.15%. “Mortgage rates dropped for the first time in 12 weeks, as the war in Ukraine spurred an investor flight to quality, which pushed US Treasury yields lower. Looking ahead, the potential for higher inflation amidst disruptions in oil and other commodity flows will likely lead to a period of volatility in rates as these effects work against each other”, said Joel Kan, an MBA economist.

	S1	S2	PIVOT	R1	R2
ADANIPTS	701	684	710	727	735
ASIANPAINT	2778	2609	2834	3002	3059
AXISBANK	666	652	673	688	695
BAJAJ-AUTO	3317	3271	3338	3384	3405
BAJAJFINSV	14628	14114	14914	15428	15713
BAJFINANCE	6283	6001	6404	6687	6807
BHARTIARTL	680	665	689	703	712
BPCL	338	333	343	348	353
BRITANNIA	3101	3059	3135	3177	3212
CIPLA	968	950	978	995	1005
COALINDIA	184	182	187	189	192
DIVISLAB	4170	4095	4225	4300	4355
DRREDDY	3880	3832	3931	3980	4030
EICHERMOT	2250	2190	2279	2340	2369
GRASIM	1460	1419	1484	1525	1549
HCLTECH	1163	1145	1179	1197	1213
HDFC	2152	2088	2184	2247	2279
HDFCBANK	1343	1303	1359	1399	1415
HDFCLIFE	508	500	515	523	530
HEROMOTOCO	2257	2208	2284	2333	2359
HINDALCO	581	576	590	594	604
HINDUNILVR	1976	1935	1991	2032	2047
ICICIBANK	662	652	668	678	685
INDUSINDBK	858	827	869	900	911
INFY	1798	1774	1815	1838	1855
IOC	116	114	117	119	120
ITC	226	224	229	232	234
JSWSTEEL	620	611	627	636	643
KOTAKBANK	1720	1678	1734	1776	1790
LT	1666	1633	1683	1716	1733
M&M	711	686	725	751	765
MARUTI	6871	6673	6974	7172	7276
NESTLEIND	16993	16872	17186	17307	17501
NTPC	130	129	132	133	135
ONGC	170	167	177	180	187
POWERGRID	203	200	210	213	219
RELIANCE	2292	2197	2329	2425	2462
SBILIFE	1021	1010	1031	1042	1052
SBIN	444	434	449	460	465
SHREECEM	21565	21282	22132	22415	22981
SUNPHARMA	853	844	869	879	895
TATACONSUM	686	668	696	714	724
TATAMOTORS	397	383	403	417	423
TATASTEEL	1241	1231	1259	1270	1287
TCS	3612	3576	3633	3669	3690
TECHM	1481	1447	1496	1530	1545
TITAN	2392	2341	2426	2478	2512
ULTRACEMCO	5906	5745	5982	6144	6220
UPL	714	702	724	736	746
WIPRO	581	574	588	595	603

Trading guidelines

- This model is based on the premise that the PIVOT is the most important price level that decides the intraday trend. Much like how the door or a window hangs by a hinge and sways in the wind, the intraday trend also hangs by this PIVOT LEVEL and swings because of the demand-supply, volatility and market sentiments prevailing in the market. Hence its importance in intraday trading.
- Wait for the market price to stabilize after opening in the first 30 minutes of trading.
- Opening Price is considered around close of previous day. Avoid BUYING if prices open abnormally high and avoid selling if prices open too low.
- If the market price is stable above the pivot level after 20-30 minutes of opening, then GO LONG and book profit near the resistant level (R1 & R2)
- If the market price is stable below the pivot level after 20-30 minutes of opening, then GO SHORT and book profit near the support level (S1 & S2)

Stop loss

Since you are aware of the 'potential returns' at the time of initiating an intraday trade (difference between the entry price and profit targets), you should set up an appropriate STOP LOSS around 1% above / below of the trade price or a level comfortable to you, to protect yourself if the market turns and goes against you.

Alternate strategy

If you have already initiated a trade with clear-cut profit targets and a stop loss level, and find during the course of the trading day that the market turns and goes the other way and crosses the TREND LEVEL, then trade again: For instance, if your first trade was a LONG trade and the market price drops through the TREND LEVEL to lower price levels, then GO SHORT and if your first trade was a SHORT trade and the market price rises through the TREND LEVEL to higher price levels, then GO LONG.

S1, S2 are the immediate support levels.

List of upcoming corporate actions

Company Name	Ex Date	Purpose	Record Date	BC Start Date	BC End Date	ND Start Date	ND End Date
SAVEN TECHNOLOGIES LTD.	10/03/22	Interim Dividend - Rs. - 1.0000	11/03/22	-	-	04/03/22	10/03/22
Advik Capital Ltd	10/03/22	Right Issue of Equity Shares	11/03/22	-	-	07/03/22	10/03/22
BCL Enterprises Ltd	10/03/22	Stock Split From Rs.10/- to Rs.1/-	11/03/22	-	-	04/03/22	10/03/22
BCL Enterprises Ltd	10/03/22	Bonus issue 1:1	11/03/22	-	-	04/03/22	10/03/22
E.I.D.-PARRY (INDIA) LTD.	10/03/22	Interim Dividend - Rs. - 5.5000	11/03/22	-	-	04/03/22	10/03/22
Mauria Udyog Ltd	10/03/22	Stock Split From Rs.10/- to Rs.1/-	11/03/22	-	-	04/03/22	10/03/22
RAINBOW FOUNDATIONS LTD.	10/03/22	Right Issue of Equity Shares	11/03/22	-	-	08/03/22	10/03/22
Ultracab (India) Ltd	10/03/22	Stock Split From Rs.10/- to Rs.2/-	12/03/22	-	-	07/03/22	10/03/22
Ultracab (India) Ltd	10/03/22	Bonus issue 1:2	12/03/22	-	-	07/03/22	10/03/22
Vishal Fabrics Ltd	10/03/22	Bonus issue 2:1	11/03/22	-	-	04/03/22	10/03/22
SHRIRAM TRANSPORT FINANCE CO.LTD.	11/03/22	Interim Dividend - Rs. - 12.0000	14/03/22	-	-	07/03/22	11/03/22
ARIHANT CAPITAL MARKETS LTD.	14/03/22	Interim Dividend - Rs. - 0.7500	15/03/22	-	-	08/03/22	14/03/22
DIC INDIA LTD.	14/03/22	Final Dividend - Rs. - 3.0000	15/03/22	-	-	08/03/22	14/03/22
DIC INDIA LTD.	14/03/22	Special Dividend - Rs. - 2.0000	15/03/22	-	-	08/03/22	14/03/22
Infibeam Avenues Ltd	14/03/22	Bonus issue 1:1	15/03/22	-	-	08/03/22	14/03/22
NLC India Ltd	14/03/22	Interim Dividend - Rs. - 1.5000	15/03/22	-	-	08/03/22	14/03/22
RAMKRISHNA FORGINGS LTD.	14/03/22	Stock Split From Rs.10/- to Rs.2/-	15/03/22	-	-	08/03/22	14/03/22
ALLIANCE INTEGRATED METALIKS LTD.	15/03/22	Stock Split From Rs.10/- to Rs.1/-	16/03/22	-	-	09/03/22	15/03/22
Brightcom Group Ltd	15/03/22	Bonus issue 2:3	16/03/22	-	-	09/03/22	15/03/22
RAJRATAN GLOBAL WIRE LTD.	15/03/22	Stock Split From Rs.10/- to Rs.2/-	16/03/22	-	-	09/03/22	15/03/22
TVS ELECTRONICS LTD.	15/03/22	Interim Dividend - Rs. - 2.0000	16/03/22	-	-	09/03/22	15/03/22
DRC Systems India Ltd	16/03/22	Stock Split From Rs.10/- to Rs.1/-	17/03/22	-	-	10/03/22	16/03/22
JINDAL STEEL & POWER LTD.	16/03/22	Interim Dividend	19/03/22	-	-	-	-
K.M.SUGAR MILLS LTD.	16/03/22	E.G.M.	-	18/03/22	24/03/22	-	-
Metro Brands Ltd	16/03/22	Interim Dividend - Rs. - 1.5000	19/03/22	-	-	-	-
Ravindra Energy Ltd	16/03/22	E.G.M.	-	21/03/22	23/03/22	-	-
SHIVA MEDICARE LTD.	16/03/22	Resolution Plan -Suspension	18/03/22	-	-	-	-
SHRIRAM CITY UNION FINANCE LTD.	16/03/22	Interim Dividend - Rs. - 27.0000	17/03/22	-	-	10/03/22	16/03/22
ASM TECHNOLOGIES LTD.	17/03/22	Right Issue of Equity Shares	21/03/22	-	-	-	-
AYOKI MERCANTILE LTD.	17/03/22	E.G.M.	-	22/03/22	28/03/22	-	-
Innovative Ideals and Services (India) Ltd	17/03/22	E.G.M.	-	22/03/22	28/03/22	-	-
SUN TV NETWORK LTD.	17/03/22	Interim Dividend - Rs. - 5.0000	21/03/22	-	-	-	-
ADVIK LABORATORIES LTD.	21/03/22	E.G.M.	-	23/03/22	29/03/22	-	-
B. P. Capital Ltd	21/03/22	E.G.M.	22/03/22	-	-	-	-

Virinchi Ltd	21/03/22	Bonus issue 1:1	22/03/22	-	-	-	-
AGI Infra Ltd	22/03/22	Interim Dividend	23/03/22	-	-	-	-
DCW LTD.	22/03/22	E.G.M.	-	24/03/22	30/03/22	-	-
Mishra Dhatu Nigam Ltd	22/03/22	Interim Dividend	23/03/22	-	-	-	-
BHARAT ELECTRONICS LTD.	24/03/22	Interim Dividend	26/03/22	-	-	-	-
Rail Vikas Nigam Ltd	24/03/22	Interim Dividend	25/03/22	-	-	-	-
TVS MOTOR COMPANY LTD.	25/03/22	Interim Dividend	28/03/22	-	-	-	-
SUNDARAM-CLAYTON LTD.	29/03/22	Interim Dividend	30/03/22	-	-	-	-
AMBUJA CEMENTS LTD.	30/03/22	Final Dividend - Rs. - 6.3000	01/04/22	-	-	-	-
CRISIL LTD.	30/03/22	Final Dividend - Rs. - 15.0000	-	01/04/22	02/04/22	-	-
CRISIL LTD.	30/03/22	Special Dividend - Rs. - 7.0000	-	01/04/22	02/04/22	-	-
ACC LTD.	04/04/22	Final Dividend - Rs. - 58.0000	05/04/22	-	-	-	-
Vipul Organics Ltd	07/04/22	Bonus issue 1:4	09/04/22	-	-	-	-
Sanofi India Ltd	12/04/22	Final Dividend - Rs. - 181.0000	-	16/04/22	26/04/22	-	-
Sanofi India Ltd	12/04/22	Special Dividend - Rs. - 309.0000	-	16/04/22	26/04/22	-	-
Mahindra CIE Automotive Limited	13/04/22	Final Dividend - Rs. - 2.5000	-	19/04/22	25/04/22	-	-
Schaeffler India Ltd	19/04/22	Dividend - Rs. - 16.0000	-	21/04/22	27/04/22	-	-
Huhtamaki India Ltd	20/04/22	Dividend - Rs. - 1.0000	-	22/04/22	05/05/22	-	-
Sandhar Technologies Ltd	20/04/22	E.G.M.	-	22/04/22	28/04/22	-	-
NESTLE INDIA LTD.	21/04/22	Final Dividend - Rs. - 65.0000	22/04/22	-	-	-	-
ABB India Limited	27/04/22	Final Dividend - Rs. - 5.2000	-	29/04/22	05/05/22	-	-
VESUVIUS INDIA LTD.	28/04/22	Dividend - Rs. - 8.0000	29/04/22	-	-	-	-

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