

Morning Call

01 April 2022

Indices	Close	Previous	Chg. %
Sensex Index	58,569	58,684	-0.20%
Nifty Index	17,465	17,498	-0.19%
NSEBANK INDEX	36,374	36,334	0.11%
NSEAUTO INDEX	10,552	10,542	0.09%
NSEIT INDEX	36,317	36,464	-0.40%

Market depth	Advance	Decline	T/O(bn)
NSE	899	1,141	747
BSE	1,504	1,892	41

Indices	Close	Previous	Chg. %
DJIA	34,678	35,229	-1.56%
NASDAQ	14,221	14,442	-1.54%
S&P 500	4,530	4,602	-1.57%
DAX	14,415	14,606	-1.31%
CAC 40	6,660	6,742	-1.21%
FTSE 100	7,516	7,579	-0.83%
HANG SENG	21,997	22,232	-1.06%
SSE INDEX	3,252	3,267	-0.44%
NIKKIE 225	27,821	28,027	-0.73%

Nifty Gainers	Chg. %	Nifty Losers	Chg. %
JSWSTEEL	2.2	HINDALCO	-4.8
M&M	2.1	DIVISLAB	-2.5
BRITANNIA	1.9	APOLLOHOSP	-2.0
AXISBANK	1.5	DRREDDY	-1.4
TATACONSUM	1.5	RELIANCE	-1.4

FII Derivatives	Buy (bn)	Sell (bn)	Net (bn)
INDEX FUT	86.9	75.8	11.1
STOCK FUT	322.3	321.0	1.3

Markets ended lower in a choppy session

- Shares ended lower dragged by heavyweight conglomerate Reliance Industries and aluminium producer Hindalco, but marked their strongest month since August as oil prices cooled.
- Oil prices tumbled as the United States weighed a massive reserves release to calm soaring crude prices. A surge earlier this month, as countries discussed a Russian oil import ban after it invaded Ukraine, had dragged Indian equities to their lowest since July.

Global & Asian market overview

- **European stocks** pared early gains and drifted lower as concerns about rising inflation and worries about the economic impact of the ongoing war in Ukraine rendered the mood cautious and prompted investors to trim down positions.
- **US stocks** saw moderate weakness for much of the trading session before accelerating to the downside going into the close. The major averages all moved sharply lower, extending the pullback seen in the previous session.
- **Asian stocks** markets in Asia mostly ended in the red, as sentiment was dampened amidst a drop in China's PMI readings. Both manufacturing and services PMIs swung to contraction territory amidst a harsh lockdown to combat the Covid-19 outbreak.

Industry Buzz

- **ONGC:** The company will add Vindhya Basin on production. Exploratory well Hatta#3 was drilled in the Son valley sector of Madhya Pradesh. On testing, the well-produced over 62,044 cubic metres/day gas, thus confirming the production potential of Proterozoic Basin for the first time in India.
- **ONGC, Oil India, GAIL India, RIL:** Price of domestically-produced natural gas has been doubled. The price of gas for regulated fields will be \$6.1 per million British Thermal Unit, more than twice the current price of \$29 per million Btu. The new price will be effective for six months beginning April 1.

- **Hindustan Oil:** Pre-commissioning and safety checks at KGB-offshore installation and FSO Prem Pride are complete. The system is ready to receive first hydrocarbons.
- **Nestle India:** To consider declaration of dividend on April 11.
- **Lupin:** The U.S. FDA concluded an inspection at the company's wholly owned subsidiary Novel Laboratories based in Somerset, New Jersey. The inspection closed with thirteen observations. The company does not believe that this will have an impact on disruption of supplies or the existing revenues from operations of this facility. The facility contributes less than 5% of its global revenues, the company said.
- **Tata Consultancy Services:** To consider declaration of final dividend on April 11.
- **State Bank Of India:** India's largest public sector lender acquired 5% stake in India Debt Resolution Company.

- **Vedanta/Hindustan Zinc:** The company will source 580 MW of Renewable Energy for its operations. at Hindustan Zinc, Bharat Aluminum Co. and Vedanta Ltd.
- **Sterlite Technologies:** The company has sold 64.98% stake in Maharashtra Transmission Communication Infrastructure for Rs 43 crore.
- **Club Mahindra:** The company has voluntarily liquidated its Finnish arm Suomen Vapaa-aikakiinteistot Oy LKV.
- **Adani Enterprises:** Unit wins Rs 2,010 crore order from NHAI.
- **Adani Wilmar:** The company has subscribed 90,000 shares of Rs 10 each of AWL Edible Oils and Foods, a wholly owned subsidiary.
- **Punjab and Sind Bank:** The bank has issued 272.51 crore equity shares of face value Rs 10 each at Rs 16.88 per share on preferential basis to the Government of India. Government's stake has now increased to 98.25% from 97.07%.
- **Kansai Nerolac Paints:** To consider dividend on May 10.
- **NCC:** The company will sell its entire stake in NCC Vizag Urban Infrastructure to GRPL Housing for Rs 199.5 crore.
- **Future Retail:** The company reappointed Kishore Biyani as executive chairman for three years with effect from April 1. CEO Sadashiv Nayak has resigned.
- **Union Bank:** The bank reduced its stake in India Debt Resolution Co. from 12.3% to 5%.
- **Punjab National Bank:** The bank reduced its stake in India Debt Resolution Company from 11.18% to 5%.
- **Novartis/Bosch:** To consider declaration of final dividend on May 19.
- **Indian Bank:** The bank appointed Sunil Jain as chief financial officer in place of Arun Kumar Bansal, with effect from March 31.
- **Nippon Asset Management:** To consider declaration of dividend on April 26.
- **Vardhman Textiles:** The company received approval from NCLT for scheme of amalgamation of VMT Spinning Company, Vardhman Nisshinbo Garments with Vardhman Textiles.
- **Mangalore Refinery and Petrochemicals:** The firm has acquired compulsorily convertible debentures of ONGC Mangalore Petrochemicals for Rs 1,019.99 crore.
- **BASF:** To consider declaration of dividend on May 9.
- **Gokaldas Exports:** The company expects a two-week delay in raw material imports due to China lockdowns, possibly impacting production partially in the short term.
- **CEAT:** The company said that it has "never indulged in nor was part of any cartel nor undertook any anti-competitive practices" after media reports said that Competition Commission of India raided company offices on March 30.
- **CSB Bank:** The bank's Managing Director and CEO CVR Rajendran took an early retirement effective March 31.
- **Cipla:** The company got tentative approval for Dolutegravir Lamivudine from US FDA.
- **Ritesh Industries and Properties:** The company has listed 12.22 lakh shares of Rs 10 each, issued at a premium for Rs 12 to promoter on preferential basis exercising the optionally fully convertible debentures.
- **Ruchi Soya:** The company approved issue price of Rs 650 per share for its follow-on public offer.
- **Raymond:** The company has received NCLT approval for scheme of demerger of Raymond Apparel, comprising of B2C business including Apparel business.
- **Wipro:** Unit Wipro GE Healthcare launches its new manufacturing facility in Bengaluru.

Indian Macro

- India's external debt rose \$11.5 billion in October-December 2021 to stand at \$614.9 billion at the end of the quarter, according to data released by the Ministry of Finance on March 31. However, as a percentage of the Gross Domestic Product (GDP), the external debt declined slightly to 20 percent from 20.3 percent as at the end of September 2021. The appreciation of the US dollar against other major currencies such as the euro and yen helped limit the rise in the external

debt. "Excluding the valuation effect, the increase in external debt would have been \$13.2 billion instead of an increase of \$11.5 billion at end-December 2021 over end-September 2021," the finance ministry said. As much as 52.0 percent of the external debt was denominated in US dollars as at the end of December 2021. Rupee debt constituted 32 percent, while that in yen and euro made up 5.3 percent and 3.1 percent, respectively.

- As oil prices dived on news that the US was considering record release from the reserves, India on Thursday said it supports the initiative to let out from the strategic stockpile to cool rising oil prices. Oil prices plunged on Thursday on news that the United States was considering releasing up to 180 million barrels from its strategic petroleum reserve (SPR). International benchmark Brent crude fell around 4 per cent to USD 108.85 per barrel at around 13.30 hrs (IST). "Government of India (GoI) is closely monitoring global energy markets situation in the backdrop of evolving geopolitical events," Minister of State for Petroleum and Natural Gas Rameswar Teli said in a written reply to a question in Lok Sabha.
- The domestic steel demand is expected to take a hit in the coming quarters due to "very high steel prices" and continuously rising fuel prices, according to industry consultancy SteelMint India. Steel prices in India are trading at an all-time high. While hot-rolled coil (HRC) is quoting in the range of Rs 76,000-77,000 per tonne, cold-rolled coil (CRC) is costing between Rs 85,000-86,000 per tonne. Rebar price stands at Rs 72,000-73,000 a tonne, SteelMint India said on Thursday. While hot-rolled coil (HRC) is quoting in the range of Rs 76,000-77,000 per tonne, cold-rolled coil (CRC) is costing between Rs 85,000-86,000 per tonne. Rebar price stands at Rs 72,000-73,000 a tonne, SteelMint India said on Thursday.

Global Macro

- The Caixin China General Manufacturing PMI unexpectedly fell to 48.1 in March 2022 from 50.4 in the previous month, pointing to the lowest reading in 25 months, below market consensus of 50. The figure also marked the second time contraction in the sector in three months, amid stricter restrictions to contain the spread of the latest wave of Covid-19. Both output and new orders fell at the steepest pace since February 2020, with new export order declining at the fastest pace for 22 months, as difficulties shipping items to clients, due to the Ukraine war had dampened sales. Meanwhile, delivery times increased was the quickest since last October. At the same time, the employment rose modestly, as backlogs of work rose slightly for the second month in a row. On prices, both input and output cost inflation accelerated to a five-month high. Lastly, confidence weakened to a three-month low, amid uncertainty relating to the pandemic, the war in Ukraine and sharp rises in costs.
- Core PCE prices in the US which exclude food and energy increased 0.4% mom in February of 2022, down slightly from a 0.5% rise in the previous month and in line with market forecasts. The annual rate accelerated to 5.4%, the highest since April of 1983 and slightly below market expectations of 5.5%, signaling persistent inflationary pressures.
- The personal consumption expenditure price index in the United States climbed 6.4% year-on-year in February of 2022, quickening from a downwardly revised 6.0% increase in January. It was the steepest rise since February of 1982, reflecting stronger gains in prices of goods (9.6% vs 8.8% in January), while services rose at the same pace as in January (4.6%). Energy prices jumped 25.7%, while food prices were up 8.0%. Annual core PCE inflation, which is the Fed's preferred measure of price changes, rose 5.4% from a year ago, the highest since April of 1983 but slightly below market expectations of 5.5%, signaling persistent inflationary pressures.

	S1	S2	PIVOT	R1	R2
ADANIAPORTS	765	757	773	780	788
ASIANPAINT	4455	4411	4545	4589	4679
AXISBANK	3048	3026	3089	3112	3152
BAJAJ-AUTO	756	748	760	768	771
BAJAJFINSV	3630	3594	3673	3710	3752
BAJFINANCE	16868	16766	17084	17186	17402
BHARTIARTL	7157	7096	7301	7361	7505
BPCL	747	734	753	767	772
BRITANNIA	357	355	361	362	366
CIPLA	3173	3125	3196	3245	3267
COALINDIA	1009	1001	1022	1030	1043
DIVISLAB	181	180	183	185	186
DRREDDY	4343	4285	4448	4505	4611
EICHERMOT	4239	4206	4313	4347	4421
GRASIM	2426	2402	2460	2484	2519
HCLTECH	1655	1639	1667	1684	1695
HDFC	1156	1152	1165	1170	1179
HDFCBANK	2361	2347	2395	2409	2443
HDFCLIFE	1461	1454	1473	1479	1491
HEROMOTOCO	529	523	540	545	556
HINDALCO	2274	2258	2295	2310	2332
HINDUNILVR	555	546	578	587	610
ICICIBANK	2028	2005	2041	2064	2077
INDUSINDBK	725	720	732	737	744
INFY	929	919	934	943	948
IOC	1899	1887	1906	1918	1925
ITC	248	246	251	253	256
JSWSTEEL	725	714	731	742	748
KOTAKBANK	1737	1726	1758	1769	1790
LT	1756	1745	1769	1780	1792
M&M	803	793	808	818	823
MARUTI	7501	7452	7577	7626	7702
NESTLEIND	17229	17100	17331	17459	17562
NTPC	134	134	135	136	136
ONGC	162	159	163	166	168
POWERGRID	216	214	216	218	219
RELIANCE	2615	2601	2643	2657	2684
SBILIFE	1112	1107	1120	1126	1134
SBIN	491	489	494	496	499
SHREECEM	23718	23600	24024	24142	24448
SUNPHARMA	906	900	916	922	933
TATACONSUM	770	761	775	784	789
TATAMOTORS	431	429	435	437	440
TATASTEEL	1297	1289	1309	1318	1329
TCS	3726	3706	3740	3760	3775
TECHM	1489	1477	1499	1511	1522
TITAN	2525	2510	2535	2550	2561
ULTRACEMCO	6542	6503	6621	6660	6739
UPL	761	756	770	775	784
WIPRO	587	582	595	600	608

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.

R1, R2 are the immediate resistance 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
ACC LTD.	4-Apr-22	Final Dividend - Rs. - 58.0000	44656	-	-	28-Mar-22	4-Apr-22
Kama Holdings Limited-\$	4-Apr-22	Interim Dividend - Rs. - 111.0000	5-Apr-22	-	-	28-Mar-22	4-Apr-22
Nirmitee Robotics India Ltd	4-Apr-22	E.G.M.	-	6-Apr-22	9-Apr-22	9-Apr-22	5-Apr-22
WIPRO LTD.	5-Apr-22	Interim Dividend - Rs. - 5.0000	6-Apr-22	-	-	29-Mar-22	5-Apr-22
DISA INDIA LTD.	7-Apr-22	Interim Dividend - Rs. - 150.0000	8-Apr-22	-	-	31-Mar-22	7-Apr-22
DWARIKESH SUGAR INDUSTRIES LTD.	7-Apr-22	Interim Dividend - Rs. - 2.0000	8-Apr-22	-	-	31-Mar-22	7-Apr-22
Edelweiss Financial Services Ltd.	7-Apr-22	Interim Dividend - Rs. - 0.2500	9-Apr-22	-	-	-	-
EKI Energy Services Ltd	7-Apr-22	Interim Dividend - Rs. - 20.0000	8-Apr-22	-	-	31-Mar-22	7-Apr-22
FILATEX INDIA LTD.-\$	7-Apr-22	Buy Back of Shares	8-Apr-22	-	-	31-Mar-22	7-Apr-22
Johnson Pharmicare Ltd	7-Apr-22	Bonus issue 1:10	8-Apr-22	-	-	31-Mar-22	7-Apr-22
Narayani Steels Ltd	7-Apr-22	Resolution Plan -Suspension	8-Apr-22	-	-	31-Mar-22	7-Apr-22
Vipul Organics Ltd	7-Apr-22	Bonus issue 1:4	9-Apr-22	-	-	-	-
Angel One Ltd	8-Apr-22	Interim Dividend	11-Apr-22	-	-	-	-
DATASOFT APPLICATION SOFTWARE (INDIA) LTD.	8-Apr-22	E.G.M.	-	9-Apr-22	15-Apr-22	-	-
BMW Industries Ltd	11-Apr-22	Interim Dividend - Rs. - 0.0200	12-Apr-22	-	-	-	-
PCBL Ltd	11-Apr-22	Stock Split From Rs.2/- to Rs.1/-	12-Apr-22	-	-	-	-
Adcon Capital Services Ltd	12-Apr-22	Stock Split From Rs.10/- to Rs.1/-	13-Apr-22	-	-	-	-
ARIHANT CAPITAL MARKETS LTD.	12-Apr-22	Stock Split From Rs.5/- to Rs.1/-	15-Apr-22	-	-	-	-
BAID LEASING AND FINANCE CO.LTD.	12-Apr-22	Stock Split From Rs.10/- to Rs.2/-	15-Apr-22	-	-	-	-
JYOTI STRUCTURES LTD.	12-Apr-22	E.G.M.	-	15-Apr-22	22-Apr-22	-	-
Sanofi India Ltd	12-Apr-22	Final Dividend - Rs. - 181.0000	-	16-Apr-22	26-Apr-22	-	-
Sanofi India Ltd	12-Apr-22	Special Dividend - Rs. - 309.0000	-	16-Apr-22	26-Apr-22	-	-

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Mahindra CIE Automotive Limited	13-Apr-22	Final Dividend - Rs. - 2.5000	-	19-Apr-22	25-Apr-22	-	-
Schaeffler India Ltd	19-Apr-22	Dividend - Rs. - 16.0000	-	21-Apr-22	27-Apr-22	-	-
Huhtamaki India Ltd	20-Apr-22	Dividend - Rs. - 1.0000	-	22-Apr-22	5-May-22	-	-
Sandhar Technologies Ltd	20-Apr-22	E.G.M.	-	22-Apr-22	28-Apr-22	-	-
GAIL (INDIA) LTD.	21-Apr-22	Buy Back of Shares	22-Apr-22	-	-	-	-
NESTLE INDIA LTD.	21-Apr-22	Final Dividend - Rs. - 65.0000	22-Apr-22	-	-	-	-
NESTLE INDIA LTD.	21-Apr-22	Interim Dividend	22-Apr-22	-	-	-	-
ABB India Limited	27-Apr-22	Final Dividend - Rs. - 5.2000	-	29-Apr-22	5-May-22	-	-
Shree Ganesh Biotech (India) Ltd	27-Apr-22	Bonus issue 1:1	28-Apr-22	-	-	-	-
STOVEC INDUSTRIES LTD.	28-Apr-22	Dividend - Rs. - 57.0000	-	30-Apr-22	6-May-22	-	-
VESUVIUS INDIA LTD.	28-Apr-22	Dividend - Rs. - 8.0000	29-Apr-22	-	-	-	-

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