

Morning Call

11 March 2022

Markets Extend Gains For Third Day

- Indian shares rose for the third day running with buying seen across the board amid positive global cues and a decisive victory for the BJP in Uttar Pradesh elections.
- Sentiment was helped after Ukrainian President Zelensky stated that he is prepared to compromise on the status of the two breakaway pro-Russian territories and dropped the push to join the NATO alliance.

Global & Asian market overview

- **European stocks** closed sharply lower amid rising concerns about inflation following a surge in commodity prices, and lingering worries about the impact of the ongoing Russia-Ukraine war on economic growth.
- **US stocks** showed a notable recovery attempt over the course of the afternoon. The major averages climbed well off their worst levels of the day but remained in negative territory.
- **Asian stocks** rallied after oil prices tumbled by the most in nearly two years and Ukraine's president said one of Russia's negotiating demands could be met.

Industry Buzz

- Colgate Palmolive: Managing Director and CEO Ram Raghavan has been promoted to president of the company's enterprise oral care division. Prabha Narasimhan will be the new MD and CEO of the company with effect from April 15, 2022.
- Future Consumer: The 50:50 joint venture between the company and Fonterra Co-operative Group will be terminated.
- Wipro: The company has announced a long-term partnership with Pandorum Technologies for development of technologies that shorten time-to-market and maximise patient outcome during R&D and clinical trials of regenerative medicine.
- Indraprastha Gas: Received a letter of intent from the Petroleum and Natural Gas Regulatory Board for development of CGD network in Banda, Chitrakoot and Mahoba in Uttar Pradesh.

Indices	Close	Previous	Chg. %
Sensex Index	55,464	54,647	1.50%
Nifty Index	16,595	16,345	1.53%
NSEBANK INDEX	34,476	33,815	1.95%
NSEAUTO INDEX	10,019	9,832	1.90%
NSEIT INDEX	35,399	35,441	-0.12%

Market depth	Advance	Decline	T/O(bn)
NSE	1,515	623	738
BSE	2,423	941	74

Indices	Close	Previous	Chg. %
DJIA	33,174	33,286	-0.34%
NASDAQ	13,130	13,256	-0.95%
S&P 500	4,260	4,278	-0.43%
DAX	13,442	13,848	-2.93%
CAC 40	6,207	6,388	-2.83%
FTSE 100	7,099	7,191	-1.27%
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. %
HINDUNILVR	5.2	COALINDIA	-3.8
TATASTEEL	4.3	TECHM	-1.5
GRASIM	4.1	DRREDDY	-1.2
SBIN	3.5	UPL	-0.6
JSWSTEEL	3.4	ONGC	-0.6

FII Derivatives	Buy (bn)	Sell (bn)	Net (bn)
INDEX FUT	91.6	75.9	15.7
STOCK FUT	182.4	175.1	7.3

- Tata Steel: The company, along with Tata Steel Long Products, has executed the share sale agreement with MMTC, NMDC, MECON, BHEL, Odisha Mining Corporation, President of India, Government of Odisha, Neelachal Ispat Nigam for acquisition of 93.71% equity shares in NINL.
- Infosys: Announced a multi-year transformational collaboration with International Tennis Hall of Fame, making the company ITF's official digital innovation partner and title sponsor of the annual ATP Tour tournament — the Infosys Hall of Fame Open.
- Lupin: Lupin Diagnostics has launched its first reference laboratory in East India in Kolkata.

- NMDC: The company has executed the share purchase agreement for sale of its entire equity holding of 10.1% in Neelachal Ispat Nigam.
- Jindal Steel and Power: Declared interim dividend of Rs 1 per share.
- Kirloskar Ferrous: The company has acquired 51.25% stake in ISMT. Rahul Kirloskar will take over as chairman, Ravindranath Gumaste as vice chairman and Nishikant Balakrishna Ektare as MD.
- UCO Bank: The lender has acquired 3% equity stake in India Debt Resolution Company for a consideration of Rs 1.5 crore.
- Mahindra & Mahindra Financial Services: Mahindra Finance USA, a joint venture with Rabobank Group, has been extended.
- Bayer CropScience: The company will sell its Environmental Science Professional business to Cinven for \$2.6 billion.
- Supreme Petrochem: The company has approved Phase II expansion of its expandable polystyrene plant at Nagothane, Maharashtra, by 30,000 million tonnes per annum. It also approved setting of second line of extruded polystyrene board with capacity of 100,000 MTA and increasing the masterbatch and compounds capacity by 50,000 MTA.
- Sun Pharma: Cipher extends distribution pact with the company.

Indian Macro

- Indian sugar mills signed contracts to export 550,000 tonnes of the sweetener in recent days, as surging global prices and a weak rupee made overseas sales lucrative. Higher exports from the world's second-biggest sugar producer could check the rally in global prices, which have been buoyed by a spike in crude oil prices and lower output in top exporter Brazil. The shipments will also help India reduce its stockpile and support the local prices of the sweetener, crucial in ensuring millions of cane farmers get government-mandated prices.

Global Macro

- The US budget deficit narrowed to USD 217 billion in February of 2022 from the USD 311 billion gap in the same period last year, well above market expectations of a USD 49.5 billion deficit. Still, it was the highest deficit since July of 2021. Receipts totaled USD 290 billion, 17 percent lower than the record high for a February posted in 2021, as a result of the economic recovery efforts from the pandemic. At the same time, outlays were down by 9 percent to USD 506 billion as a result of lower unemployment compensation and less pandemic benefits. The total deficit for the first five months of the fiscal year totaled USD 476 billion, the Treasury said.
- Annual inflation rate in the US accelerated to 7.9% in February of 2022, the highest since January of 1982, matching market expectations. Energy remained the biggest contributor (25.6% vs 27% in January), with gasoline prices surging 38% (40% in January). Inflation accelerated for shelter (4.7% vs 4.4%); food (7.9% vs 7%, the largest since July of 1981), namely food at home (8.6% vs 7.4%); new vehicles (12.4% vs 12.2%); and used cars and trucks (41.2% vs 40.5%). Excluding volatile energy and food categories, the CPI rose 6.4%, the most in 40 years. Still, the biggest effects of the war in Ukraine and the consequent surge in energy costs are still to come and will worsen with the US ban on oil imports from Russia. The inflation was seen peaking in March but the recent developments in Europe coupled with the ongoing supply constraints, strong demand and labour shortages will likely maintain inflation elevated for longer.

	S1	S2	PIVOT	R1	R2
ADANIPTS	721	712	729	738	746
ASIANPAINT	2825	2783	2932	2973	3081
AXISBANK	679	667	700	711	732
BAJAJ-AUTO	3393	3362	3416	3447	3471
BAJAJFINSV	15206	14983	15528	15750	16073
BAJFINANCE	6422	6315	6608	6715	6901
BHARTIARTL	689	681	698	705	715
BPCL	345	341	349	353	358
BRITANNIA	3148	3095	3198	3252	3301
CIPLA	976	967	984	994	1002
COALINDIA	176	173	180	183	187
DIVISLAB	4249	4210	4292	4331	4373
DRREDDY	3827	3796	3907	3937	4017
EICHERMOT	2251	2221	2322	2353	2424
GRASIM	1533	1510	1554	1577	1598
HCLTECH	1179	1166	1189	1203	1212
HDFC	2192	2159	2240	2273	2320
HDFCBANK	1366	1350	1396	1412	1443
HDFCLIFE	513	507	521	527	535
HEROMOTOCO	2269	2241	2340	2367	2438
HINDALCO	579	561	588	606	615
HINDUNILVR	2069	2026	2091	2134	2156
ICICIBANK	662	654	681	689	709
INDUSINDBK	884	869	906	922	943
INFY	1805	1790	1825	1839	1859
IOC	119	116	120	123	124
ITC	229	226	231	234	235
JSWSTEEL	634	615	643	663	671
KOTAKBANK	1711	1685	1762	1788	1839
LT	1700	1678	1729	1751	1780
M&M	724	716	743	752	771
MARUTI	7084	7020	7242	7307	7465
NESTLEIND	17348	17052	17517	17812	17981
NTPC	131	130	133	134	136
ONGC	168	161	173	180	185
POWERGRID	207	205	209	211	213
RELIANCE	2365	2340	2385	2410	2430
SBILIFE	1039	1027	1048	1060	1069
SBIN	460	453	468	475	483
SHREECEM	21710	21530	22230	22410	22930
SUNPHARMA	860	856	871	876	886
TATACONSUM	710	697	719	732	741
TATAMOTORS	408	401	422	429	442
TATASTEEL	1273	1221	1293	1346	1366
TCS	3587	3566	3635	3656	3704
TECHM	1457	1440	1492	1509	1543
TITAN	2433	2409	2469	2493	2529
ULTRACEMCO	5910	5829	6085	6166	6342
UPL	710	704	726	732	749
WIPRO	582	577	589	593	601

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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