

Morning Call

05 April 2022

Indices	Close	Previous	Chg. %
Sensex Index	60,612	59,277	2.25%
Nifty Index	18,053	17,670	2.17%
NSEBANK INDEX	38,635	37,149	4.00%
NSEAUTO INDEX	10,804	10,677	1.19%
NSEIT INDEX	36,443	36,343	0.27%

Market depth	Advance	Decline	T/O(bn)
NSE	1,704	464	813
BSE	2,647	877	61

Indices	Close	Previous	Chg. %
DJIA	34,922	34,818	0.30%
NASDAQ	14,533	14,262	1.90%
S&P 500	4,583	4,546	0.81%
DAX	14,518	14,446	0.50%
CAC 40	6,731	6,684	0.70%
FTSE 100	7,559	7,538	0.28%
HANG SENG	22,502	22,040	2.10%
SSE INDEX	3,283	3,252	0.94%
NIKKIE 225	27,736	27,666	0.25%

Nifty Gainers	Chg. %	Nifty Losers	Chg. %
HDFCBANK	9.8	INFY	-1.1
HDFC	9.1	TATACONSUM	-0.4
ADANI PORTS	4.1	TITAN	-0.2
HDFCLIFE	3.7	JSWSTEEL	-0.1
KOTAKBANK	3.3	0	0.0

FII Derivatives	Buy (bn)	Sell (bn)	Net (bn)
INDEX FUT	69.4	55.0	14.4
STOCK FUT	170.5	168.9	1.6

Markets posted strong gains, with financials leading the rally

- Investors cheered the surprise merger announcement of HDFC and HDFC Bank.
- Both HDFC and HDFC Bank were major laggards last year, gaining 1.1% and 3%, respectively, compared with a 13.5% rise in the Nifty bank index.

Global & Asian market overview

- **European stocks** closed higher amid reports Western nations have called for new sanctions on Moscow after Ukraine accused Russia of carrying out a "massacre" in the town of Bucha.
- **US stocks** moved mostly higher over the course of the trading day, adding to the gains posted in the previous session. Tech stocks helped lead the advance, resulting in a standout gain by the Nasdaq.
- **Asian stocks** rose broadly as a solid U.S. jobs report helped ease concerns about slowing global growth.

Industry Buzz

- **Vedanta:** The company achieved highest ever alumina production of 19.7 lakh tonnes while its aluminium output rose 15% year-on-year to 22.7 lakh tonnes, helped by operational efficiencies.
- **Reliance Industries:** The company has received NCLT's approval for scheme of amalgamation of the company and Reliance Syngas.
- **Bajaj Finance:** Reports 26% year-on-year growth in core assets under management in the fourth quarter of 2021-22. AUMs stood at Rs 1.97 lakh crore as on March 31, 2022, compared to Rs 1.53 lakh crore a year ago. Core AUM, excluding IPO financing receivables, grew 26%.
- **Glenmark:** The company approved repurchase of an aggregate principal amount of \$75 million of bonds due in 2022 by way of on-market purchases at an early redemption amount plus accrued and unpaid interest.

- **SBI Card and Payment Services:** Carlyle Group will raise upto Rs 2,560.60 crore (\$339 million) by selling its sale in the company. It will sell 2.92 crore shares at Rs 851.50-876.75 each—a 2.9% discount to Monday's closing price of Rs 876.75.
- **Zomato:** Competition Commission of India will investigate Zomato and Swiggy after the National Restaurant Association of India complained of alleged contravention of rules by the two food-delivery companies. The CCI Director General will submit the report in 60 days.
- **Mindtree:** To consider declaration of final dividend on April 18.
- **Moil:** The company's recorded a turnover of Rs 1,436 crore in FY22, a growth of 22% over the previous fiscal. That's marginally lower than the highest-ever turnover of Rs 1,441 crore in FY19.
- **BEML:** The company's provisional revenue from operations for FY22 crossed Rs 4,000 crore.
- **Muthoot Finance:** To consider declaration of interim dividend on April 26.

- **Tata Consultancy Services:** The company has entered into a strategic partnership with Payments Canada to facilitate real-time transactions in that country. The company has also signed a multi-year, cloud-computing contract with a large American company.
- **PCBL:** Commissioned 7.3 MW power plant at Palei, Gujarat.
- **IndusInd Bank:** The bank's deposits rose 15% year-on-year to Rs 2.93 lakh crore in FY22. CASA ratio stood at 42.8% in FY22 against 41.8% in FY21. Net advances grew 13% to Rs 2.39 lakh crore.
- **Tata Elxsi:** To consider declaration of final dividend on April 20.
- **Federal Bank:** The bank's customer deposits rose 8.9% year-on-year to Rs 1.63 lakh crore in FY22. CASA ratio stood at 37% in FY22 against 33.8% in FY21. Gross advances increased 9.5% to Rs 1.34 lakh crore.
- **Wockhardt:** The company has appointed Pramod Gupta as the new chief financial officer with immediate effect after Deepak Madnani's resignation.
- **Persistent:** To consider declaration of final dividend on April 27.
- **Biocon:** To consider declaration of final dividend on April 28.
- **Mahindra & Mahindra:** Mahindra Electric introduces Alfa CNG Passenger, Cargo variants.
- **Hindustan Zinc:** The company's mined metal output rose 3% year-on-year to 2,95,000 tonnes in the March quarter of FY22.
- **AU Small Finance Bank:** The lender has clocked deposit growth of 46%/19% YoY/QoQ to Rs 52,585 crore in Q4 FY22. CASA ratio stood at 37.1% vs 23%/39% YoY/QoQ.
- **M&M Financial Services:** Disbursement at Rs 3,932 crore, up 66% YoY in March. The disbursement for FY22 stands at Rs 27,466 crore, up 45% YoY. Collection efficiency at 109% in March 2022.

Indian Macro

- India continues to remain the highest receiver of the FDI, and the Indian retail investors have created the capacity to absorb the shock due to outflow of foreign funds from the country's stock markets, Finance Minister Nirmala Sitharaman told Lok Sabha. Replying to a question asked by Congress member Shashi Tharoor in Lok Sabha, she said foreign investments have to be gauged, not just by looking at FIIs and FPIs which by very nature depend on the interest rates and they keep on "moving up and down." "The FIIs and FPIs would come and go. But, today the Indian retail investors have proven that even if they come and go any shock that may come in is now taken care of because of the shock absorbing capacity that the Indian retailers have brought into the Indian market," she said during Question Hour.
- State governments are still owed Rs 53,489 crore in goods and services tax (GST) compensation for the financial year 2021-22, the finance ministry told the Lok Sabha on April 4. Of the 31 states and union territories (UT), there were no pending payments to nine, data shared by the finance ministry shows. Maharashtra is owed the most at Rs 11, 563 crore, while Uttar Pradesh is a distant second at Rs 6,954 crore. The compensation owed to state governments is for the April 2021-January 2022 period. It could be higher for the entire year. The Centre and states have sparred over the issue of GST compensation for some time now.
- COVID-19 medicines and instruments are being sold at a GST rate of five per cent while other medicines are sold at a GST rate between five and 12 per cent ever since the pandemic started, Union Minister of State for Finance Pankaj Chaudhary said in the Lok Sabha. Chaudhary also said that 66 per cent of government-sponsored health insurance schemes in the country are being run by the central government. When the COVID-19 pandemic started, a decision was made for sale of all medicines at the GST rate between 5 and 12 per cent and the GST rate for COVID-19 related medicines and instruments has been reduced to five per cent, he said during the Question Hour.

- India's merchandise exports spurt to a record high of USD 418 billion in the 2021-22 fiscal on higher shipments of petroleum products, engineering goods, gem and jewellery and chemicals, according to official data released on Sunday. India's goods trade (exports and imports) crossed USD 1 trillion during 2021-22 as the country's imports too have touched an all-time high of USD 610 billion. Outbound shipments touched an all-time monthly high of USD 40.38 billion in March 2022, Commerce and Industry Minister Piyush Goyal told reporters here. Exports stood at USD 35.26 billion in March 2021.

Global Macro

- Factory orders in the US declined by 0.5% month-over-month to \$542 billion in February of 2022, the first decline since April last year as supply constraints and shortages of materials continue to weigh while consumer demand has been shifting from goods to services. Figures came in line with market forecasts. Orders for durable goods went down 2.1%, mainly due to transportation equipment (-5.3%). Other decreases were also seen in orders for machinery (-2.9%) and computers and electronic products (-1.1%). On the other hand, orders for for nondurable goods were up 1.2%. Excluding transportation, factory orders increased 0.4%

	S1	S2	PIVOT	R1	R2
ADANIAPORTS	799	772	810	837	849
APOLLOHOSP	4523	4469	4553	4608	4638
AXISBANK	775	762	780	793	799
BAJAJFINSV	16917	16674	17198	17441	17723
BAJFINANCE	7395	7332	7493	7556	7654
BHARTIARTL	758	747	766	776	785
BPCL	375	369	378	384	387
CIPLA	1014	996	1022	1041	1048
COALINDIA	186	183	187	190	192
DIVISLAB	4428	4340	4466	4554	4593
DRREDDY	4279	4240	4310	4349	4380
GRASIM	1666	1648	1677	1695	1706
HDFC	2494	2351	2714	2858	3077
HDFCBANK	1574	1489	1648	1734	1808
HDFCLIFE	549	530	573	593	617
HINDALCO	575	562	583	596	603
ICICIBANK	733	716	741	758	766
INDUSINDBK	970	946	982	1007	1019
JSWSTEEL	726	721	732	737	743
KOTAKBANK	1782	1706	1811	1887	1916
LT	1797	1760	1814	1851	1867
NTPC	142	140	144	147	149
ONGC	166	164	168	170	171
POWERGRID	225	223	227	229	231
RELIANCE	2644	2626	2659	2677	2693
SBILIFE	1112	1095	1121	1138	1147
SBIN	508	502	511	517	520
SHREECEM	24400	24119	24610	24891	25101
SUNPHARMA	912	894	921	939	947
TATASTEEL	1320	1298	1337	1360	1377
ULTRACEMCO	6662	6574	6710	6798	6847
UPL	780	774	785	791	796
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
WIPRO LTD.	5-Apr-22	Interim Dividend - Rs. - 5.0000	44657	-	-	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	-	-	4-Apr-22	7-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
SUPREME PETROCHEM LTD.	7-Apr-22	Reduction of Capital	8-Apr-22	-	-	4-Apr-22	7-Apr-22
Vipul Organics Ltd	7-Apr-22	Bonus issue 1:4	9-Apr-22	-	-	4-Apr-22	7-Apr-22
Angel One Ltd	8-Apr-22	Interim Dividend - Rs. - 7.0000	11-Apr-22	-	-	4-Apr-22	8-Apr-22
DATASOFT APPLICATION SOFTWARE (INDIA) LTD.	8-Apr-22	E.G.M.	-	9-Apr-22	15-Apr-22	5-Apr-22	8-Apr-22
BMW Industries Ltd	11-Apr-22	Interim Dividend - Rs. - 0.0200	12-Apr-22	-	-	5-Apr-22	11-Apr-22
PCBL Ltd	11-Apr-22	Stock Split From Rs.2/- to Rs.1/-	12-Apr-22	-	-	5-Apr-22	11-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	-	-
Mahindra CIE Automotive Limited	13-Apr-22	Final Dividend - Rs. - 2.5000	-	19-Apr-22	25-Apr-22	-	-
India Infrastructure Trust	18-Apr-22	Income Distribution (InvIT)	19-Apr-22	-	-	-	-
Jubilant FoodWorks Ltd	19-Apr-22	Stock Split From Rs.10/- to Rs.2/-	20-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	-	-	-	-
MUTHOOT FINANCE LTD.	25-Apr-22	Interim Dividend	26-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	-	-	-	-
DCM FINANCIAL SERVICES LTD.	28-Apr-22	E.G.M.	-	30-Apr-22	6-May-22	-	-
HCL TECHNOLOGIES LTD.	28-Apr-22	Interim Dividend	29-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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