

## Morning Call

21 April 2022

Indices	Close	Previous	Chg. %
Sensex Index	57,038	56,463	1.02%
Nifty Index	17,137	16,959	1.05%
NSEBANK INDEX	36,315	36,342	-0.07%
NSEAUTO INDEX	10,849	10,615	2.20%
NSEIT INDEX	32,173	31,804	1.16%

Market depth	Advance	Decline	T/O(bn)
NSE	1,083	1,086	623
BSE	1,659	1,741	43

Indices	Close	Previous	Chg. %
DJIA	35,161	34,911	0.71%
NASDAQ	13,453	13,620	-1.22%
S&P 500	4,459	4,462	-0.06%
DAX	14,362	14,153	1.47%
CAC 40	6,625	6,535	1.38%
FTSE 100	7,629	7,601	0.37%
HANG SENG	20,945	21,028	-0.40%
SSE INDEX	3,151	3,194	-1.35%
NIKKIE 225	27,218	26,985	0.86%

Nifty Gainers	Chg. %	Nifty Losers	Chg. %
BPCL	4.2	BAJFINANCE	-2.9
TATAMOTORS	3.8	BAJAJFINSV	-1.3
SHREECEM	3.7	ICICIBANK	-1.3
EICHERMOT	3.6	JSWSTEEL	-1.0
MARUTI	3.5	LT	-0.9

FII Derivatives	Buy (bn)	Sell (bn)	Net (bn)
INDEX FUT	36.7	35.5	1.2
STOCK FUT	162.7	146.0	16.7

### Markets lose their five-day losing streak

- Indian indices on Wednesday ended their losing streak as they returned to the green after heavyweights HDFC, Reliance, Infosys managed to dig out gains.
- The mood of Indian investors was upbeat after Wall Street ended on a positive note. Sectorally, IT, auto, energy, oil & gas, and FMCG stocks performed well, while banks and power stocks were muted.

### Global & Asian market overview

- **European stocks** Despite worries about the ongoing Russia-Ukraine conflict, rising concerns about inflation and tighter policies from Central banks, stocks closed higher with investors focusing on earnings updates.
- **US stocks** While the Dow added to the strong gain posted on Tuesday, the tech-heavy Nasdaq pulled back sharply. The S&P 500 spent the day bouncing back and forth across the unchanged line. The major averages finished the day on opposite sides of the unchanged line.
- **Asian stocks** were mixed, as bond yields continued to rise and China held key interest rates for corporate and household loans steady despite COVID and Ukraine woes.

### Industry Buzz

- **Tata Steel:** The company has stopped doing business with Russia. All steel manufacturing sites in India, the UK and the Netherlands are now sourcing raw material from elsewhere.
- **Oil India:** The company has commissioned a green hydrogen pilot plant at its Jorhat, Assam, pump station to produce 10 kg of the clean fuel per day. It has initiated a detailed study to explore blending of green hydrogen with natural gas and its effect on the existing infrastructure of Oil India.
- **L&T:** India's largest engineering firm has signed a memorandum of understanding with the Indian Navy to become its knowledge

for nurturing various technologies in electrical, weapon, engineering, machinery and control, and hull of a naval warship.

- **Gland Pharmaceuticals:** Nicomac Machinery is selling 20.45 lakh shares equivalent to 1.5% stake in Gland Pharma. The floor price has been set at Rs 3,118 per share. There is an option to upsize the deal.
- **Dr. Reddy's Laboratories:** The company has launched Posaconazole Delayed-Release Tablets, 100 mg, the therapeutic generic equivalent to NOXAFIL (posaconazole) Delayed-Release Tablets in the US.

### Earnings Update

- **Angel One Q4 FY22 (Consolidated, QoQ):** Revenue up 12.38% to Rs 671.28 crore vs Rs 597.32 crore. EBIT up 22.04% to Rs 279.8 crore vs Rs 229.26 crore. EBIT margin at 41.68% vs 38.38%. Net profit up 24.4% to Rs 204.69 crore vs Rs 164.54 crore.

- **Tata Elxsi Q4 FY22 (Consolidated, QoQ):** Net profit up 6% to Rs 160.01 crore vs Rs 150.95 crore. Revenue up 7.29% to Rs 681.74 crore vs Rs 635.41 crore. EBITDA up 4.92% to Rs 218.07 crore vs Rs 207.84 crore. EBITDA margin at 31.9% vs 32.7%. Dividend of Rs 42.50 per equity share announced .
- **ICICI Securities Q4 FY22 (Consolidated, QoQ):** Net profit fell 10.8% to Rs 338.81 crore vs Rs 380.21 crore. Revenue fell 5.3% to Rs 891.49 crore Vs Rs 941.63 crore. EBIT fell 8% to Rs 545 crore vs Rs 592.12 crore. EBIT margin at 61.12% vs 62.88%. Approved final dividend of Rs 12.75 per share.
- **Glenmark Lifesciences Q4 FY22 (Consolidated, QoQ):** Net profit fell 4.6% to Rs 98.9 crore vs Rs 103.71 crore Revenue fell 1.6% to Rs 514.06 crore vs Rs 522.5 crore EBITDA fell 1.5% to Rs 147.31 crore vs Rs 149.6 crore EBITDA margins 28.7% vs 28.6%.

## Results Today

- HCL Tech, Nestle India, ICICI Lombard General Insurance Company, L&T Technology Services, Tata Communications, CRISIL, Cyient, Rallis India, Sasken Technologies, Shiva Cement, Betala Global Securities, Rajratan Global Wire, Roni Households, Shukra Jewellers, S&T Corporation, and Trident Texofab.

## Indian Macro

- India's crude oil production fell 2.67 per cent in the fiscal year ending March 31, as state-owned ONGC produced less than the target, but natural gas output rose helped by KG production by Reliance-BP. Crude oil production at 29.69 million tonnes in 2021-22 (April 2020 to March 2022) was 2.63 per cent lower than the 30.5 million tonnes output a year back and 11.67 per cent below the target of 33.61 million tonnes, according to official data released by the oil ministry. India's crude oil production has been on a decline during the past few years.
- Observing that India represents about seven per cent of the total world economy in purchasing power parity (PPP) terms and is one of the countries that are growing rapidly, IMF's Mission Chief for India Nada Choueiri told PTI that India's growth is lifting the global economy and is very important for a well-functioning global economy. "So, here you have an important contribution. The other important role that India is playing today is in the provision of vaccines," she said on Wednesday. As a significant vaccine producer, India has a role also in managing future pandemics, she said. "The macroeconomic management of the pandemic has resulted in a strong recovery although the recovery remains incomplete. So, India is in a much better place today to face the crisis from the Ukraine shock than it was at the time of the taper tantrum. But the global economy is in a very difficult place today because of the shocks," Choueiri said.
- Elevated commodity prices have raised concerns of persistently high retail inflation in a country like India, which imports the bulk of its crude oil requirements. With consumer price inflation (CPI) at a 17-month high of 6.95 percent in March and wholesale price inflation (WPI) staying in double-digits for 12 consecutive months, pressure on the Reserve Bank of India's Monetary Policy Committee (RBI MPC) to hike the repo rate is very high. However, the panel will have to walk a tightrope while balancing growth-inflation dynamics and managing a steepening bond yield curve.

## Global Macro

- Industrial production in the Euro Area increased 0.7% mom in February of 2022, rebounding from a 0.7% slump in January and matching market forecasts, although most of the impact of the war in Ukraine on the data still needs to be reflected starting from the March reading. In February, production of durable consumer goods rose by 2.7%, non-durable consumer goods by 1.9% and intermediate goods by 0.9%, while production of capital goods fell by 0.1% and

energy by 1.1%. Among the bloc's biggest economies, industrial output rose in Germany (0.4%), Italy (4%) and Spain (0.9%) but fell in France (-0.9%). Year-on-year, industrial production surged 2%.

- The yield on the 10-year US Treasury note, which sets the tone for corporate and household borrowing costs worldwide, bottomed around 2.84% as investors took a breather after a recent selloff that sent yields above 2.94% for the first time since December 2018, with investors pricing chances of an increasingly hawkish Federal Reserve stance. Cementing such a view were increased inflationary pressures as annual inflation hit 8.5% in March, a new 40-year high. Earlier this week, Louis Fed President James Bullard echoed the Fed's intention to tighter monetary policy, saying that hikes of 75bps could be necessary to tame inflation. Along with runaway inflation, the job market has been showing signs of being extremely tight, which, in turn, brought forward the expectations of sharper interest-rate hikes to cool an overheating economy.
- US crude oil inventories tumbled 8.02 million barrels to 413.7 million barrels in the week ended April 15th, the most since January of 2021 and compared with market expectations for a 2.471 million increase. Crude stocks at the Cushing, Oklahoma, went down by 0.185 million barrels. Also, gasoline stocks fell by 0.761 million barrels to 232.4 million barrels, less than forecasts for a 0.976 million drop; and distillate stockpiles which include diesel and heating oil declined by 2.664 million barrels to 108.7 million barrels, compared to expectations for a 0.829 million barrel fall.

	S1	S2	PIVOT	R1	R2
ADANIAPORTS	821	813	829	837	845
APOLLOHOSP	4721	4667	4785	4839	4904
AXISBANK	3025	2948	3057	3135	3167
BAJAJFINSV	789	782	796	803	809
BAJFINANCE	3675	3623	3705	3758	3788
BHARTIARTL	15282	15064	15541	15758	16017
BPCL	6882	6753	7088	7216	7423
CIPLA	728	716	736	749	757
COALINDIA	384	372	388	400	404
DIVISLAB	3254	3201	3294	3347	3387
DRREDDY	997	981	1006	1022	1031
GRASIM	195	192	200	203	209
HDFC	4402	4341	4444	4506	4548
HDFCBANK	4234	4160	4287	4360	4414
HDFCLIFE	2487	2420	2533	2601	2646
HINDALCO	1719	1697	1739	1761	1781
ICICIBANK	1075	1055	1085	1105	1115
INDUSINDBK	2163	2131	2176	2207	2221
JSWSTEEL	1344	1327	1352	1368	1376
KOTAKBANK	550	536	555	570	575
LT	2250	2229	2283	2304	2336
NTPC	539	532	544	551	556
ONGC	2126	2071	2147	2202	2223
POWERGRID	749	743	759	765	776
RELIANCE	957	939	970	987	1000
SBILIFE	1576	1553	1586	1609	1619
SBIN	256	253	261	264	269
SHREECEM	726	717	742	752	768
SUNPHARMA	1702	1671	1715	1746	1758
TATASTEEL	1670	1650	1691	1712	1732
ULTRACEMCO	872	865	881	889	898
UPL	7583	7415	7641	7809	7867
NESTLEIND	18059	17810	18239	18488	18668
NTPC	159	157	161	163	165
ONGC	175	173	176	177	178
POWERGRID	224	221	226	229	232
RELIANCE	2675	2620	2705	2760	2789
SBILIFE	1120	1110	1128	1138	1146
SBIN	506	503	510	513	516
SHREECEM	25328	24656	25551	26222	26446
SUNPHARMA	915	908	923	930	938
TATACONSUM	799	785	806	821	828
TATAMOTORS	434	424	438	448	451
TATASTEEL	1299	1284	1318	1333	1351
TCS	3513	3452	3541	3603	3630
TECHM	1296	1283	1309	1322	1334
TITAN	2450	2415	2477	2512	2540
ULTRACEMCO	6679	6511	6753	6921	6995
UPL	816	802	821	836	841
WIPRO	533	528	537	543	546

## 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
GAIL (INDIA) LTD.	21-Apr-22	Buy Back of Shares	22-Apr-22	-	-	13-Apr-22	21-Apr-22
NESTLE INDIA LTD.	21-Apr-22	Final Dividend - Rs. - 65.0000	22-Apr-22	-	-	13-Apr-22	21-Apr-22
NESTLE INDIA LTD.	21-Apr-22	Interim Dividend - Rs. - 25.0000	22-Apr-22	-	-	13-Apr-22	21-Apr-22
VIPPY SPINPRO LTD.	22-Apr-22	E.G.M.	-	26-Apr-22	02-May-22	19-Apr-22	25-Apr-22
MUTHOOT FINANCE LTD.	25-Apr-22	Interim Dividend - Rs. - 20.0000	26-Apr-22	-	-	19-Apr-22	25-Apr-22
Nirmitee Robotics India Ltd	25-Apr-22	Bonus issue 5:1	26-Apr-22	-	-	19-Apr-22	25-Apr-22
SAREGAMA INDIA LTD.	26-Apr-22	Stock Split From Rs.10/- to Rs.1/-	27-Apr-22	-	-	20-Apr-22	26-Apr-22
ABB India Limited	27-Apr-22	Final Dividend - Rs. - 5.2000	-	29-Apr-22	05-May-22	-	-
Shree Ganesh Biotech (India) Ltd	27-Apr-22	Bonus issue 1:1	28-Apr-22	-	-	21-Apr-22	27-Apr-22
DCM FINANCIAL SERVICES LTD.	28-Apr-22	E.G.M.	-	30-Apr-22	06-May-22	-	-
HCL TECHNOLOGIES LTD.	28-Apr-22	Interim Dividend	29-Apr-22	-	-	-	-
KSB Ltd	28-Apr-22	Dividend - Rs. - 12.5000	-	30-Apr-22	11-May-22	-	-
MAN INDUSTRIES (INDIA) LTD.-\$	28-Apr-22	Interim Dividend	29-Apr-22	-	-	-	-
Mold-Tek Packaging Limited	28-Apr-22	Interim Dividend	29-Apr-22	-	-	-	-
PRO FIN CAPITAL SERVICES LTD.	28-Apr-22	Stock Split From Rs.10/- to Rs.1/-	29-Apr-22	-	-	-	-
PRO FIN CAPITAL SERVICES LTD.	28-Apr-22	Bonus issue 2:1	29-Apr-22	-	-	-	-
STOVEC INDUSTRIES LTD.	28-Apr-22	Dividend - Rs. - 57.0000	-	30-Apr-22	06-May-22	-	-
VESUVIUS INDIA LTD.	28-Apr-22	Dividend - Rs. - 8.0000	29-Apr-22	-	-	-	-
ELANTAS BECK INDIA LTD.-\$	29-Apr-22	Dividend - Rs. - 5.0000	-	04-May-22	10-May-22	-	-
SHAH ALLOYS LTD.	29-Apr-22	E.G.M.	-	04-May-22	11-May-22	-	-
SHUKRA JEWELLERS LTD.	29-Apr-22	E.G.M.	-	03-May-22	10-May-22	-	-
SHUKRA BULLIONS LTD.	29-Apr-22	E.G.M.	-	03-May-22	10-May-22	-	-
FOSECO INDIA LTD.	02-May-22	Final Dividend - Rs. - 25.0000	-	05-May-22	11-May-22	-	-
Sri Havisha Hospitality And Infrastructure Ltd	02-May-22	E.G.M.	-	05-May-22	11-May-22	-	-
Gateway Distriparks Ltd	04-May-22	Interim Dividend	05-May-22	-	-	-	-
Sindhu Trade Links Limited	04-May-22	E.G.M.	-	06-May-22	11-May-22	-	-
COLGATE-PALMOLIVE (INDIA) LTD.	05-May-22	Interim Dividend	07-May-22	-	-	-	-
CRISIL LTD.	06-May-22	Interim Dividend	09-May-22	-	-	-	-
TREE HOUSE EDUCATION & ACCESSORIES LTD.	06-May-22	E.G.M.	-	10-May-22	10-May-22	-	-
Vedanta Limited	06-May-22	Interim Dividend	09-May-22	-	-	-	-
INFOSYS LTD.	31-May-22	Final Dividend - Rs. - 16.0000	01-Jun-22	-	-	-	-
Linde India Limited	01-Jun-22	Final Dividend - Rs. - 3.5000	-	03-Jun-22	23-Jun-22	-	-
Linde India Limited	01-Jun-22	Special Dividend - Rs. - 10.0000	-	03-Jun-22	23-Jun-22	-	-
CASTROL INDIA LTD.	02-Jun-22	Final Dividend - Rs. - 3.0000	-	04-Jun-22	08-Jun-22	-	-

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