

Morning Call

11 April 2022

Indices	Close	Previous	Chg. %
Sensex Index	59,447	59,035	0.70%
Nifty Index	17,784	17,640	0.82%
NSEBANK INDEX	37,752	37,557	0.52%
NSEAUTO INDEX	10,894	10,821	0.68%
NSEIT INDEX	35,394	35,423	-0.08%

Market depth	Advance	Decline	T/O(bn)
NSE	1,463	695	708
BSE	2,245	1,143	66

Indices	Close	Previous	Chg. %
DJIA	34,721	34,584	0.40%
NASDAQ	13,711	13,897	-1.34%
S&P 500	4,488	4,500	-0.27%
DAX	14,284	14,078	1.46%
CAC 40	6,548	6,462	1.34%
FTSE 100	7,670	7,552	1.56%
HANG SENG	21,872	21,809	0.29%
SSE INDEX	3,252	3,237	0.47%
NIKKIE 225	26,986	26,889	0.36%

Nifty Gainers	Chg. %	Nifty Losers	Chg. %
GRASIM	6.1	CIPLA	-2.3
ITC	4.7	TECHM	-1.2
SBILIFE	4.3	MARUTI	-0.9
JSWSTEEL	3.9	NTPC	-0.7
ADANIPORTS	2.8	HCLTECH	-0.6

FII Derivatives	Buy (bn)	Sell (bn)	Net (bn)
INDEX FUT	50.2	48.5	1.6
STOCK FUT	132.7	146.4	-13.7

Markets reversed losses to end notably higher

- Shares ended higher as the Reserve bank of India (RBI) left its key interest rates unchanged, as widely expected, and introduced the Standing Deposit Facility to absorb the excess liquidity.
- The MPC unanimously decided to remain accommodative while focusing on withdrawal of accommodation to ensure that inflation remains within the target going forward.

Global & Asian market overview

- **European stocks** closed higher, with investors picking up stocks, shrugging off concerns about tighter monetary policy and a surge in Covid-19 cases in China.
- **US stocks** turned in a mixed performance during trading after they all ended a volatile session on Thursday in positive territory. While the Dow saw further upside, the Nasdaq and the S&P 500 gave background.
- **Asian stocks** ended mixed amid lingering worries about the war in Ukraine and the U.S. Federal Reserve's hawkish stance on future rate hikes.

Industry Buzz

- **Wipro:** The company appointed Anis Chenchah as CEO, Asia Pacific, India, Middle East and Africa region after N S Bala decided to move back to the US for personal reasons.
- **Tata Motors:** Jaguar Land Rover's retail sales in Q4 continue to be hit by the global semiconductor shortage, but the company saw a gradual improvement in chip supply.
- **IDBI Bank:** RBI imposes monetary penalty of Rs 90 lakh for non-compliance with guidelines on fraud classification and reporting, strengthening the controls of payment ecosystem and cyber security framework.

- **Axis Bank:** RBI imposes penalty of Rs 93 lakh for non-compliance with RBI guidelines on loans and advances, know your customer and levy of penal charges on non-maintenance of minimum balance in savings accounts.
- **Bandhan Bank:** Housing Development Finance Corp. sold 49.63 million shares of Bandhan, Society General bought 19.08 million shares: BSE
- **BITES:** In pact with IIT-Delhi for Road Design, Safety Project

Indian Macro

- The Reserve Bank of India (RBI) has implemented a 3.75 percent Standing Deposit Facility (SDF) as part of its liquidity management strategy. The Central bank has introduced the Standing Deposit Facility (SDF) at 3.75 percent to absorb excess liquidity. It has also decided to restore the Liquidity Adjustment Facility (LAF) corridor and Marginal Standing Facility (MSF) at 4.25 percent. The RBI Governor said the introduction of Standing Deposit Facility would provide symmetry to operating framework of monetary policy. Stating that the economic activity is barely above pre-pandemic levels but continues to steadily recover, RBI Governor Shaktikanta Das said the Central bank would engage in a gradual withdrawal of liquidity over a multi-year timeframe beginning this year. "RBI will engage in gradual, multi-year withdrawal of Rs 8.5 lakh crore excess liquidity in system," Shaktikanta Das said.
- Inflation projections have been primarily revised upwards due to war-induced factors, according to Reserve Bank of India (RBI) Governor Shaktikanta Das. "In the sequence of priorities, we have now put inflation before growth. Time is appropriate to prioritise inflation ahead of growth," the RBI governor said. On April 8, Das stated in his first Monetary Policy Committee (MPC) presentation for the financial year 2022-2023 that consumer price index (CPI) inflation is expected to average 5.7 percent in FY23. Inflation is expected to average 6.3 percent in the first quarter (April-June 2022), 5.8 percent in the second quarter (July-September 2022), 5.4 percent in the third quarter (October-December 2022), and 5.1 percent in the fourth quarter (January-March 2023) of this fiscal year. Das indicated that edible oil prices are expected to remain high in the short term, and that the rise in crude oil prices since the end of February 2022 as a result of the Russia-Ukraine situation poses a significant risk to the global economy.
- More than 34.42 crore beneficiaries have received Rs 18.60 lakh crore loan under the Pradhan Mantri Mudra Yojana (PMMY) since its launch seven years ago, the Finance Ministry said. The PMMY was launched by Prime Minister Narendra Modi on April 8, 2015, for providing loans up to Rs 10 lakh to the non-corporate and non-farm small/micro-enterprises. "It is noteworthy that more than 34.42 crore loan accounts amounting to Rs 18.60 lakh crore have been opened under the Scheme for the creation of income-generating activities," Finance Minister Nirmala Sitharman said on the seventh anniversary of the scheme. The scheme has helped in creating an enabling environment, particularly for small businesses and generate large-scale employment opportunities at the grassroots level, she said.
- Seafood exports reached an all-time high of \$7.74 billion in FY22, up by 30 percent over the previous year. The previous highest of \$7.08 billion was touched in 2017-18. As per the preliminary data released by the Marine Products Export Development Authority (MPEDA), exports achieved 99.12 percent of the target of \$7.80 billion set for the year, despite COVID-related restrictions and logistics problems. In rupee terms, this translates to around Rs 58,000 crore, which is around 33 percent higher than the previous year. In FY21, India exported 11,49,341 tonnes of seafood, worth Rs 43,717 crore (\$5.96 billion). While the volume was down by about 10 percent, the earnings in dollar terms had dropped by 11 percent in 2020-21.

Global Macro

- Food prices in China fell by 1.5 percent year-on-year in March 2022, slowing from a 3.9 percent drop a month earlier and marking the softest decline since last December. Pork prices decreased slightly less (-41.4 percent vs -42.5 percent in February), after production surged while measures to mitigate COVID outbreaks hurt demand. At the same time, cost of fresh vegetables jumped 17.2 percent, recovering sharply from a 0.1% drop in February; amid a further rise in cost of cooking oils (6.1 percent vs 3.7 percent), eggs (7.0 percent vs 2.6 percent), fresh fruit (4.3 percent vs 6.6 percent) and milk (0.4 percent vs 0.7 percent).

- China's annual inflation rate rose to 1.5 percent in March 2022 from 0.9 percent in the previous month, which was the lowest reading in five months, and beating market forecasts of a 1.2 percent rise. It was the highest inflation rate since last December, amid a jump in prices of gasoline (24.6%), diesel (26.9%), and liquefied petroleum (27.1%), and a softer fall in food prices (-1.5% vs -3.9%). Meanwhile, non-food inflation accelerated slightly (2.2% vs 2.1%), with cost rising faster for transportation & communication (5.8% vs 5.5%), education, culture (2.6% vs 2.5%), and healthcare (0.7% vs 0.6%). Meanwhile, cost continued to increase for both housing (1.3% vs 1.4%), clothing (0.6% vs 0.6%) and household goods and services (2.2% vs 2.5%), For this year, China set a target of CPI at around 3%, the same as in 2021. On a monthly basis, consumer prices were flat%, after a 0.6% rise in February, and compared with consensus of a 0.1% drop.

	S1	S2	PIVOT	R1	R2
ADANIAPORTS	826	808	836	854	863
APOLLOHOSP	4547	4473	4588	4661	4702
AXISBANK	790	784	795	802	807
BAJAJFINSV	16587	16391	16713	16909	17036
BAJFINANCE	7290	7192	7357	7455	7522
BHARTIARTL	757	752	763	768	774
BPCL	382	379	384	387	390
CIPLA	996	984	1017	1029	1051
COALINDIA	191	189	195	198	201
DIVISLAB	4444	4370	4486	4560	4602
DRREDDY	4355	4265	4416	4505	4567
GRASIM	1730	1648	1758	1839	1867
HDFC	2426	2396	2458	2489	2520
HDFCBANK	1502	1486	1514	1531	1542
HDFCLIFE	559	550	563	572	576
HINDALCO	579	575	582	585	588
ICICIBANK	748	740	752	761	764
INDUSINDBK	977	962	984	999	1005
JSWSTEEL	741	721	751	772	782
KOTAKBANK	1771	1747	1781	1805	1814
LT	1822	1809	1830	1842	1851
NTPC	151	149	153	154	156
ONGC	169	168	170	172	173
POWERGRID	231	229	232	234	236
RELIANCE	2585	2540	2605	2650	2670
SBILIFE	1129	1091	1147	1185	1203
SBIN	513	509	516	520	523
SHREECEM	24921	24417	25105	25609	25794
SUNPHARMA	917	909	927	935	945
TATASTEEL	1354	1343	1367	1378	1391
ULTRACEMCO	6771	6684	6811	6899	6938
UPL	803	797	811	817	825
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
ASIAN GRANITO INDIA LTD.	11-Apr-22	Right Issue of Equity Shares	44663	-	-	7-Apr-22	11-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	-	-	6-Apr-22	12-Apr-22
ARIHANT CAPITAL MARKETS LTD.	12-Apr-22	Stock Split From Rs.5/- to Rs.1/-	15-Apr-22	-	-	7-Apr-22	12-Apr-22
BAID LEASING AND FINANCE CO.LTD.	12-Apr-22	Stock Split From Rs.10/- to Rs.2/-	15-Apr-22	-	-	7-Apr-22	12-Apr-22
JYOTI STRUCTURES LTD.	12-Apr-22	E.G.M.	-	15-Apr-22	22-Apr-22	7-Apr-22	12-Apr-22
Sanofi India Ltd	12-Apr-22	Final Dividend - Rs. - 181.0000	-	16-Apr-22	26-Apr-22	7-Apr-22	12-Apr-22
Sanofi India Ltd	12-Apr-22	Special Dividend - Rs. - 309.0000	-	16-Apr-22	26-Apr-22	7-Apr-22	12-Apr-22
White Organic Retail Ltd	12-Apr-22	Bonus issue 2:1	14-Apr-22	-	-	7-Apr-22	12-Apr-22
Mahindra CIE Automotive Limited	13-Apr-22	Final Dividend - Rs. - 2.5000	-	19-Apr-22	25-Apr-22	8-Apr-22	18-Apr-22
Ducon Infratechnologies Ltd	18-Apr-22	Bonus issue 1:10	19-Apr-22	-	-	8-Apr-22	18-Apr-22
India Infrastructure Trust	18-Apr-22	Income Distribution (InvIT)	19-Apr-22	-	-	8-Apr-22	18-Apr-22
Veeram Securities Ltd	18-Apr-22	Stock Split From Rs.10/- to Rs.2/-	19-Apr-22	-	-	8-Apr-22	18-Apr-22
DILIGENT INDUSTRIES LTD.	19-Apr-22	Stock Split From Rs.5/- to Rs.1/-	20-Apr-22	-	-	11-Apr-22	19-Apr-22
IDFC LIMITED	19-Apr-22	Interim Dividend - Rs. - 1.0000	20-Apr-22	-	-	11-Apr-22	19-Apr-22
Jubilant FoodWorks Ltd	19-Apr-22	Stock Split From Rs.10/- to Rs.2/-	20-Apr-22	-	-	11-Apr-22	19-Apr-22
Schaeffler India Ltd	19-Apr-22	Dividend - Rs. - 16.0000	-	21-Apr-22	27-Apr-22	12-Apr-22	20-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	-	-	-	-
VIPPY SPINPRO LTD.	22-Apr-22	E.G.M.	-	26-Apr-22	2-May-22	-	-
MUTHOOT FINANCE LTD.	25-Apr-22	Interim Dividend	26-Apr-22	-	-	-	-
SAREGAMA INDIA LTD.	26-Apr-22	Stock Split From Rs.10/- to Rs.1/-	27-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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