

Morning Call

12 April 2022

Indices	Close	Previous	Chg. %
Sensex Index	58,965	59,447	-0.81%
Nifty Index	17,675	17,784	-0.62%
NSEBANK INDEX	37,614	37,752	-0.37%
NSEAUTO INDEX	10,882	10,894	-0.11%
NSEIT INDEX	34,896	35,394	-1.41%

Market depth	Advance	Decline	T/O(bn)
NSE	1,198	998	637
BSE	2,048	1,515	52

Indices	Close	Previous	Chg. %
DJIA	34,308	34,721	-1.19%
NASDAQ	13,412	13,711	-2.18%
S&P 500	4,413	4,488	-1.69%
DAX	14,193	14,284	-0.64%
CAC 40	6,556	6,548	0.12%
FTSE 100	7,618	7,670	-0.67%
HANG SENG	21,208	21,872	-3.03%
SSE INDEX	3,167	3,252	-2.61%
NIKKIE 225	26,822	26,986	-0.61%

Nifty Gainers	Chg. %	Nifty Losers	Chg. %
GRASIM	2.6	HCLTECH	-2.7
ADANI PORTS	1.8	LT	-2.6
CIPLA	1.6	INFY	-2.5
APOLLOHOSP	1.4	WIPRO	-2.1
JSWSTEEL	1.2	SBILIFE	-1.8

FII Derivatives	Buy (bn)	Sell (bn)	Net (bn)
INDEX FUT	29.5	51.2	-21.7
STOCK FUT	103.8	112.9	-9.2

Markets tumbled to end lower

- Shares tumbled as firmer Treasury yields, lingering worries over the economic costs of war in Ukraine and a worsening coronavirus outbreak in Shanghai dented investors' appetite for riskier assets.
- As inflation worries mount, market participants looked ahead to the ECB meeting and the release of U.S. inflation data this week for additional clues about the outlook for monetary policy.

Global & Asian market overview

- **European stocks** fell broadly as investors fretted over the threat to growth from the Russia-Ukraine war, high inflation and rising interest rates. French stocks bucked the weak trend after Emmanuel Macron won the first round of the French presidential election on Sunday night.
- **US stocks** Following the mixed performance seen in the previous session, stocks moved sharply lower during trading. The major averages all showed significant moves to the downside, with the tech-heavy Nasdaq leading the way lower.
- **Asian stocks** fell sharply, as battle loomed in Ukraine's east and the Shanghai coronavirus outbreak worsened.

Industry Buzz

- **JSW Steel:** The company's wholly owned subsidiary JSW Utkal Steel received the environmental clearance to set up a greenfield integrated steel plant with a production capacity of 1.32 crore tonnes per annum. The capital expenditure for the project is expected to be Rs 65,000 crores including associated facilities.
- **Wipro:** The company acquired Convergence Acceleration Solutions, a U.S.-based consulting and program management firm that specialises in driving large-scale business and technology transformation. The firm will pay \$50 million upfront for the deal and \$30 million over the next three years.

- **JSW Energy (Barmer):** The company has received a notice from its JV and lignite supplier, Barmer Lignite Mining Co. Ltd., 51% owned by Rajasthan State Mines and Minerals Ltd., intimating that BLMCL has been directed by RSMML to stop mining operations at the two lignite mines (Kapurdi and Jalipa) in Rajasthan within 15 days. However, RSMML has been directed by the Rajasthan government to ensure uninterrupted lignite supply to the power plant. The company is in discussions with Rajasthan government to ensure no impact on the power plant operations.
- **UltraTech Cement:** The firm was declared as the preferred bidder for Diggaon Limestone Block in an e-auction conducted by the Karnataka government. The block is situated in Tehsil Chittapur, District Kalburgi, Karnataka adjacent to its Rajashree unit and has total cement grade geological resources of 530 million tonnes of limestone.
- **Kesoram Industries:** The company has appointed Rohit Shah as chief financial officer, effective April 11, after Suresh Kumar Sharma tendered his resignation. It also reappointed P Radhakrishnan as the chief operating officer for a period of three years. The company, in principle, considered the proposal of demerging its rayon, transparent paper and chemical

business carried out by the company directly and through its wholly owned subsidiary Cygnet Industries and has constituted a committee to evaluate the proposal.

- **Nestle India:** The company approved interim dividend of Rs 25 per equity share of Rs 10 each.
- **Reliance Capital:** The company appointed Aman Gudral as chief financial officer effective April 12, after Vijesh Thota resigned.
- **Shiva Texyarn:** The company has received an order from the Ministry of Defence for supply of 35,000 bags for defence personnel for Rs 11.9 crore.
- **Info Edge (India):** The company has invested about Rs.3.7 crores in Terralytics Analysis for 20.5% stake.
- **Vipul Organics:** Announced bonus shares in the ratio of 1:4.
- **Adani Transmission:** Added 1,104 CKMS to transmission in FY22; distribution operations grew 11.2% year-on-year in the previous fiscal.
- **Intellect Design:** In pact with VPBank for Vietnam Banking Services.
- **John Cockerill India:** Greenko, John Cockerill sign JV pact for making electrolyzers.

Earnings Update

- **TCS Q4 FY22 (Consolidated, QoQ)** Revenue up 3.5% at Rs 50,591 crore Vs Rs 48,885 crore (Bloomberg estimate: 50,263.1 crore) Net profit up 1.61% at Rs 9,926 crore Vs Rs 9,769 crore (Bloomberg estimate: 10,067 crore) EBIT up 3.2% at Rs 12,628 crore Vs Rs 12,237 crore (Bloomberg estimate: 12,562 crore) EBIT margins at 24.96% Vs 25.03% (Bloomberg estimate: 25.9%) Declared final dividend of Rs 22 per share
- **Delta Corp. Q4 FY22 (Consolidated, QoQ)** Revenue fell 12% at Rs 218.32 crore vs Rs 252.2 crore Net profit fell 32% at Rs 48.11 crore vs Rs 70.38 crore EBITDA fell 35.6% at Rs 69 crore vs Rs 107.19 crore EBITDA Margins at 31.6% vs 43.3% Declared final dividend of Rs 1.25 per share Company approved scheme of amalgamation of Daman Entertainment and Daman Hospitality with the company.
- **Kesoram Industries Q4 FY22 (Consolidated, YoY)** Revenue up 20% at Rs 1,031.78 crore vs Rs 861.56 crore Net loss of Rs 46.14 crore vs net profit of Rs 96.41 crore EBITDA fell 15% at Rs 97.78 crore vs Rs 115.17 crore EBITDA Margin at 9.48% Vs 13.37%

Results Today

- Anand Rathi Wealth, GM Breweries, Hathway Cable & Datacom, Tinplate Company of India, Evexia Lifecare, and Gayatri Bioorganics

Indian Macro

- The country's fuel demand soared 4.2 per cent to a three-year high in March as petrol and diesel consumption rose above pre-pandemic levels, according to official data released. Total petroleum product consumption in March stood at 19.41 million tonnes, the highest since March 2019, data from the Petroleum Planning and Analysis Cell of the oil ministry showed. As the economy continued to rebound from the deep impact of the third wave of the COVID-19 pandemic, demand for transport fuel rose in March. Diesel, the most used fuel in the country accounting for almost 40 per cent of all petroleum product consumption, saw the demand rising by 6.7 per cent to 7.7 million tonnes. Petrol sales, which crossed the pre-Covid levels a few months ago, were up 6.1 per cent at 2.91 million tonnes.

Global Macro

- Retail sales in the United Kingdom decreased 0.4% on a like-for-like basis in March 2022 from a year earlier, turning negative for the first time since October and following a 2.7% gain in the previous month. “The rising cost of living and the ongoing war in Ukraine has shaken consumer confidence, with expectations of people’s personal finances over the next 12 months reaching depths not seen since the 2008 financial crisis,” Helen Dickinson OBE, CEO of BRC, said. “Furthermore, households are yet to feel the full impact of the recent rise in energy prices and national insurance charges. There is also a potential for further supply chain disruption, with China putting key manufacturing and port cities into lockdown. Ultimately, consumers face an enormous challenge this year, and this is likely to be reflected in retail spend in the future,” she added.
- US consumer inflation expectations for the year ahead jumped to a fresh record high of 6.6% in March of 2022 from 6% in February. Expectations about year-ahead price changes increased by 0.8 percentage point for gas (to 9.6%), by 0.4 percentage point for food (to 9.6%) and by 0.3 percentage point for home (to 6%). On the other hand, they were roughly flat for rent (at 10.2%) and medical care (at 9.6%) and decreased by 0.5 percentage point to 8.5% for college education. Meanwhile, year-ahead spending growth expectations increased to a new series high but labor market and income growth expectations receded somewhat, and respondents turned less optimistic about their year-ahead household's financial situation. On the other hand, inflation expectations for the medium-term declined to 3.7% from 3.8%.

	S1	S2	PIVOT	R1	R2
ADANIAPORTS	844	831	852	865	873
APOLLOHOSP	4614	4539	4651	4726	4762
AXISBANK	784	779	789	794	799
BAJAJFINSV	16422	16338	16634	16718	16929
BAJFINANCE	7288	7247	7336	7377	7425
BHARTIARTL	754	750	760	763	769
BPCL	386	383	388	391	393
CIPLA	1019	1007	1024	1036	1040
COALINDIA	193	191	196	198	200
DIVISLAB	4465	4414	4492	4543	4571
DRREDDY	4344	4321	4397	4421	4474
GRASIM	1784	1741	1807	1850	1874
HDFC	2411	2399	2432	2443	2465
HDFCBANK	1487	1482	1499	1504	1515
HDFCLIFE	562	556	567	573	578
HINDALCO	570	566	579	582	591
ICICIBANK	754	746	760	767	773
INDUSINDBK	972	963	985	994	1008
JSWSTEEL	757	747	766	776	785
KOTAKBANK	1767	1744	1786	1809	1829
LT	1757	1743	1793	1808	1844
NTPC	152	150	153	154	156
ONGC	170	168	171	173	174
POWERGRID	228	224	232	235	239
RELIANCE	2583	2555	2611	2639	2666
SBILIFE	1127	1116	1143	1154	1170
SBIN	511	508	516	519	525
SHREECEM	24922	24666	25207	25464	25749
SUNPHARMA	917	911	926	932	940
TATASTEEL	1339	1331	1362	1370	1393
ULTRACEMCO	6791	6736	6855	6909	6973
UPL	811	804	818	825	831
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
Adcon Capital Services Ltd	12-Apr-22	Stock Split From Rs.10/- to Rs.1/-	44664	-	-	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
Aurum PropTech Ltd	12-Apr-22	Right Issue of Equity Shares	14-Apr-22	-	-	12-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 - Rs. - 25.0000	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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