

## Morning Call

13 April 2022

Indices	Close	Previous	Chg. %
Sensex Index	58,576	58,965	-0.66%
Nifty Index	17,530	17,675	-0.82%
NSEBANK INDEX	37,747	37,614	0.36%
NSEAUTO INDEX	10,789	10,882	-0.86%
NSEIT INDEX	34,380	34,896	-1.48%

Market depth	Advance	Decline	T/O(bn)
NSE	552	1,615	688
BSE	1,110	2,316	52

Indices	Close	Previous	Chg. %
DJIA	34,220	34,308	-0.26%
NASDAQ	13,372	13,412	-0.30%
S&P 500	4,397	4,413	-0.34%
DAX	14,125	14,193	-0.48%
CAC 40	6,537	6,556	-0.28%
FTSE 100	7,577	7,618	-0.55%
HANG SENG	21,319	21,208	0.52%
SSE INDEX	3,213	3,167	1.46%
NIKKIE 225	26,335	26,822	-1.81%

Nifty Gainers	Chg. %	Nifty Losers	Chg. %
AXISBANK	1.6	HINDALCO	-5.8
KOTAKBANK	1.2	COALINDIA	-5.0
POWERGRID	0.8	GRASIM	-3.7
ICICIBANK	0.6	TATAMOTORS	-3.1
INDUSINDBK	0.6	TATASTEEL	-2.6

FII Derivatives	Buy (bn)	Sell (bn)	Net (bn)
INDEX FUT	34.4	49.7	-15.3
STOCK FUT	138.9	146.5	-7.6

### Markets fell for a second straight session

- Shares fell with concerns about the war in Ukraine, soaring Treasury bond yields and a surge in Covid-19 cases across different Chinese cities keeping investors nervous.
- Markets ended off their day's lows as private banks gained ground, offsetting losses in the metals and technology sectors.

### Global & Asian market overview

- **European stocks** closed lower amid concerns over Covid-19 shutdowns in China and the war in Ukraine. Higher bond yields weighed as well.
- **US stocks** After showing a significant rebound early in the session, stocks moved back to the downside over the course of the trading day. With the downturn on the day, the major averages added to the steep losses posted in the previous session.
- **Asian stocks** turned in a mixed performance, as rising bond yields weighed on growth stocks ahead of crucial U.S. inflation data and the ECB policy meeting.

### Industry Buzz

- **Tata Steel:** The company has completed acquisition of 50% stake in S&T Mining from Steel Authority of India. It also completes acquisition of 90% stake in Rohit Ferro Tech.
- **BITES/Tata Steel:** The companies entered into a memorandum of understanding to jointly explore integrated infra services.
- **TVS Motor:** The company acquires Swiss e-mobility company Passion Vélo for Rs 22.83 crore (CHF 2.7 million). Passion Vélo is primarily engaged in the sale of electric bikes as well as e-bike accessories.
- **Maruti Suzuki:** The company said that its Rohtak R&D facility, affected by fire incident, is covered under insurance policy. It is assessing damage for recovery of insurance amount.

- **Fino Payments Bank:** The bank acquired 12.19% stake in New Delhi based fintech Paysprint Ltd.
- **Care Ratings:** The company concluded the inquiry held against that the charge against Rajesh Mokashi, erstwhile MD and CEO and S.B. Mainak, erstwhile chairman of interference with the ratings process and influencing the ratings is not established.
- **Godrej Properties:** Received NCLT nod for scheme of amalgamation of Ceeer Lifespace, project special purpose vehicle being a wholly-owned subsidiary, with the company.
- **Future Enterprises:** The company has defaulted on payment of debenture interest of Rs 9.1 crore.
- **Thermax:** The company has won an order of Rs 522 crore for utility boilers and associated systems for a grassroot refinery and petrochemical complex in Rajasthan.
- **HeidelbergCement India:** Commisions Madhya Pradesh 5.5 MW solar plant.

- **ICICI Bank:** To consider debt securities issue on April 23.
- **Simplex Infrastructures:** To raise up to Rs 422 crore via share warrants, to issue shares at Rs 56.61 each to Swan Constructions.
- **UPL:** UPL Pollution Control Dam at South African chemical depot spills.
- **Wipro:** Says Convergence Acceleration acquisition is completed.

## Earnings Update

- **Anand Rathi Wealth Services Q4 FY22 (Consolidated, QoQ)** Revenue up 6% at Rs 112.51 crore vs Rs 105.7 crore Net profit up 8% at Rs 34.55 crore vs Rs 32.02 crore EBIT up 5.6% at Rs 42.28 crore vs Rs 40.22 crore EBIT margin 37.7% vs 38% Declared final dividend of Rs 6 per share.
- **Hathway Cable and Datacom Q4 FY22 (Consolidated, QoQ)** Revenue fell 1% at Rs 448.79 crore vs Rs 455.03 crore Net profit fell 16% at Rs 28.35 crore vs Rs 33.93 crore EBITDA fell 8.8% at Rs 93.25 vs Rs 102.34 EBITDA margin 20.78% vs 22.49%

## Results Today

- Infosys, Den Networks, and Lesha Industries

## Indian Macro

- After giving permission to 47 coal blocks for mine opening, the government now aims to scale it up to a total 60 coal blocks in 2022-23 out of the total 106 blocks that have been allocated to different entities for captive use, the ministry of coal said on April 12. Thermal coal still fuels around 75 percent of India's power generation. As the domestic coal supply has not been able to catch up with the growing demand and international coal prices continue to soar, the government has been prioritising supplies to the power sector and has asked the captive coal mine owners, especially from non-power sectors, to increase their output for their own consumption. The Ministry of Coal said that its Nominated Authority has reviewed the production of coal with allocatees of captive coal blocks whose coal blocks have either commenced production or are likely to commence production during the financial year 2022-23 and found that coal production from captive coal blocks during 2021-22 was 85 million ton (MT), an increase of around 35 percent on year.
- The Centre said special teams have clamped down on hoarding of oilseeds and edible oils in Maharashtra, Madhya Pradesh and Rajasthan and inspection is underway in five other states. The central teams have been deputed to conduct surprise inspection of stocks of edible oils and oilseeds held by retailers, wholesalers, big chain retailers and processors in major oilseed producing and consuming states. Teams have been sent to Maharashtra, Rajasthan, Madhya Pradesh, Uttar Pradesh, West Bengal, Telangana, Gujarat and New Delhi. The food ministry, in a statement said, the central teams have unearthed hoarding of soyabean and mustard seeds in Dewas, Shajapur and Guna districts of Madhya Pradesh. These seeds were much above the stock limit prescribed by the government.
- As India enters its 75th year of Independence, several changes have occurred altering India's viewpoint. The past eight years under Prime Minister Narendra Modi have seen a slew of ground-breaking reforms and development. Stimulated with economic reforms (such as Digital India), inclusive growth, foreign relations with a strong emphasis on soft power diplomacy (COVAX or vaccine maitreyi), and a neighbourhood policy, India has managed to carve out a prominent position in the global scene. Today, all major decisions affecting the global economy or geopolitics must take the stance held by India into account. Taking this as a model, the Government of India has made a great effort in recent years and succeeded in negotiating trade and economic agreements on an equal basis, i.e., to build foreign ties that safeguard India's national interest. It is reflected, in the recently-signed trade agreements with Australia (in April) and the United

Arab Emirates (in December). Such a significant step could, soon pave the way for similar trade-related agreements with countries such as the United Kingdom (Prime Minister Boris Johnson is planning to visit India in April to strengthen ties), Canada, and New Zealand, moving away from trade deals that primarily benefit advanced nations, and towards a scenario where India determines the parameters of the trade agreement as equal partners.

- At last week's monetary review, the monetary policy committee (MPC) jolted the rate environment by resetting the policy priorities to inflation before growth, an oblique increase in the reverse repo rate, and an open field for future policy actions as befits a highly uncertain price environment. None of this was anticipated. The punch was forceful and the bond market reacted to that as well as what had been expected, viz., forecast revisions that now see inflation 120-basis points higher at 5.7 percent in FY23, and real GDP slower by 60-basis points at 7.2 percent, and a modified stance "...to remain accommodative while focusing on withdrawal of accommodation to ensure that inflation remains within the target going forward, while supporting growth". The message was reinforced at the post-policy conference by the RBI Governor specifically underlining the raised inflationary risks and rearrangement of policy priorities. The bond market responded breathtakingly with the 10-year (6.54 percent) benchmark yield jumping 19-basis points to 7.12 percent, increasing more since this week.

## Global Macro

- Stocks of crude oil in the United States rose by 7.757 million barrels in the week ended April 8th of 2022, following a 1.08 million barrels increase in the previous week and well above market expectations of a 1.367 million addition. It was the largest injection of crude oil US inventories since the first week of May 2021, data from the American Petroleum Institute showed.
- The US budget deficit narrowed to USD 193 billion in March of 2022 from the USD 660 billion gap in the same period last year, and mostly in line with expectations of a USD 191 billion deficit. Receipts jumped 18 percent to USD 315 billion, the highest on record for a March month, underpinned by tax receipts amid the economic recovery. At the same time, outlays slumped 45 percent to USD 508 billion as a result of a sharp decline in COVID-19 relief outlays, namely last year's direct payments of \$1,400 to millions of Americans. The total deficit for the first half of the current fiscal year totaled USD 678 billion, compared with USD 1,706 billion in the same period of 2021, the Treasury said.
- The yield on Britain's 10-year Gilt slipped by 10 basis points to 1.796% after hitting an over 6-year high of 1.90 earlier in the session, following the US 10-Year Treasury note, as a core inflation gauge in the US came marginally below analyst forecasts, partly dampening fears of runaway inflation. Still, the UK government bond stood near its lowest value since January 2016, as markets continue to bet the Bank of England will raise rates to 1% when they meet on May 5th, despite the sharper than expected slowdown in Britain's economy during February. Markets expect rates at 2% or 2.25% by year-end as inflation, currently running at 30-year highs, could increase further to around 8% in 2022 Q2, and perhaps even higher later this year.

	S1	S2	PIVOT	R1	R2
ADANIAPORTS	832	821	845	856	869
APOLLOHOSP	4576	4542	4629	4664	4717
AXISBANK	787	771	794	810	817
BAJAJFINSV	16160	16051	16331	16440	16611
BAJFINANCE	7235	7188	7267	7315	7347
BHARTIARTL	732	726	746	752	766
BPCL	375	371	381	386	392
CIPLA	1018	1006	1025	1036	1043
COALINDIA	181	177	188	192	200
DIVISLAB	4416	4376	4476	4515	4575
DRREDDY	4323	4286	4365	4402	4445
GRASIM	1720	1702	1767	1785	1832
HDFC	2404	2379	2424	2449	2469
HDFCBANK	1482	1468	1494	1508	1521
HDFCLIFE	558	553	565	570	578
HINDALCO	527	517	549	559	581
ICICIBANK	755	743	762	773	780
INDUSINDBK	975	960	981	997	1003
JSWSTEEL	737	720	755	772	791
KOTAKBANK	1784	1756	1798	1826	1841
LT	1728	1707	1755	1776	1803
NTPC	151	150	152	154	155
ONGC	167	165	169	171	173
POWERGRID	230	227	232	235	237
RELIANCE	2536	2522	2570	2584	2617
SBILIFE	1129	1107	1141	1163	1175
SBIN	506	499	512	519	524
SHREECEM	24804	24552	25102	25354	25652
SUNPHARMA	912	903	920	928	937
TATASTEEL	1290	1261	1325	1354	1389
ULTRACEMCO	6690	6637	6774	6826	6911
UPL	796	790	807	813	824
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
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	13-Apr-22	21-Apr-22
Sandhar Technologies Ltd	20-Apr-22	E.G.M.	-	22-Apr-22	28-Apr-22	13-Apr-22	21-Apr-22
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	Interim Dividend - Rs. - 25.0000	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
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	-	-	-	-
ELANTAS BECK INDIA LTD.-\$	29-Apr-22	Dividend - Rs. - 5.0000	-	4-May-22	10-May-22	-	-

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