

January 07, 2019

MORNING BELL
Market at a Glance

Indian equity benchmark indices are likely to witness a positive opening today tracking firm trend in SGX Nifty Index Futures and strong global cues. Asian markets started the week on a strong note on Monday tracking US Federal Reserve's dovish comment on rate hike coupled with strong US jobs data that eased fears of global economic slowdown. US President Donald Trump said on Sunday that the talks were going very well and that weakness in the Chinese economy gave Beijing a reason to work toward a deal. Crude oil prices rose by around 1% on Monday in the international market boosted by optimism that talks could soon resolve the trade war between the United States and China, while supply cuts by major producers also supported the market. Back home, firm trend in the SGX Nifty Index Futures for December delivery, which were trading at 10,877, up by 98.50 points or 0.91%, at 11:04 AM, Singapore Time, also indicated a gap-up opening for the domestic equity bourses. On the stock front, shares of ONGC will remain in focus as ONGC Videsh (OVL) has made a significant discovery of oil in its onshore block CPO-5 in Columbia. Among others, RBI approves Reliance Industries's application for proposed amalgamation of Reliance Holding USA with Reliance Energy Generation & Distribution.

Wall Street Update

Wall Street ended higher on Friday led Dow Jones Industrial Average which rose 746.94 points or 3.3% supported by rally in technology stocks.

Previous Day Roundup (Domestic)

⇒ The domestic equity indices snapped out of a two-session losing streak to settle 0.5 per cent higher on Friday led by a rise in public sector banks and metal stocks.

Today's Event

- ◆ US's ISM Non-Manufacturing PMI (Dec)
- ◆ Eurozone's Retail Sales (YoY) (Nov)
- ◆ US's Factory Orders (MoM) (Nov)

Daily Morning Outlook
INDIAN INDICES

Index	04/01/19	Pt Chg	% Chg
BSE SENSEX	35,695	181	0.5
NSE NIFTY	10,727	55	0.5
BSE MIDCAP	15,148	72	0.5
BSE SMALLCAP	14,592	20	0.1
CNX MIDCAP	17,637	106	0.6
BANK NIFTY	27,195	235	0.9
METAL	11,240	160	1.4
PSU	7,170	102	1.4
BSE PBI	10,863	(217)	(2.0)
IT	13,895	(161)	(1.1)

GLOBAL INDICES

Index	04/01/19	Pt Chg	% Chg
DOW JONES	23,433	747	3.3
NASDAQ	6,739	275	4.3
FTSE	6,837	145	2.2
DAX	10,768	351	3.4

Index *	07/01/19	Pt Chg	% Chg
NIKKEI 225	20,113	551	2.8
HANG SENG	25,770	144	0.6
SHANGHAI COMPOSITE	2,526	11	0.4
KOSPI COMPOSITE	2,032	21	1.1
SINGAPORE STRAITS TIMES	3,097	38	1.2
SGX NIFTY	9,866	(45)	(0.5)

* live intraday prices

Net Inflows

₹ crore	Buy	Sell	Net	YTD
FII (JAN 04)	7,275	6,902	373	295
MF (JAN 02)	14,903	10,796	4,106	4,106

FII participation in Derivatives

₹ crore	Buy	Sell	Net
INDEX FUTURES	825	1,301	(476)
INDEX OPTIONS	36,084	35,681	403
STOCK FUTURES	3,951	4,035	(83)
STOCK OPTIONS	2,176	2,103	72

Technical Overview



Snapping two session losing streak, Indian equity benchmarks ended higher on the last trading session of the week. The broader NSE index grew 0.52% or 55.10 points to 10727.35. On daily charts, Nifty had formed long legged doji candle after a steep fall of more than 200 points. This highlights the emergence of supportive buying from lower levels. Going forward, if index managed to sustain above its immediate support of 10480-10500 it can witness the pull-back rally leading the index towards 10980-11000 and above. On the contrary, If market fails to sustain above 10480 then it can retest the levels of 10200.

Support & Resistance						Sensex Gainers & Losers				Nifty Gainers & Losers			
Indices	S2	S1	LTP	R1	R2	Gainers	04/01/19	Chg	% Chg	Gainers	04/01/19	Chg	% Chg
SENSEX	35,245	35,470	35,695	35,832	35,969	YES BANK	190	6	3.1	BHARTI INFRA	285	13	5.0
NIFTY	10,587	10,657	10,727	10,769	10,811	BHARTI AIRTE	323	9	3.0	YES BANK	190	6	3.0
BANK NIFTY	26,783	26,989	27,195	27,338	27,480	TATA MOTORS	171	5	2.7	TATA MOTORS	171	5	3.0
						VEDANTA	193	5	2.7	BHARTI AIRTE	322	9	2.9
						TATA MOTORS	92	2	2.6	VEDANTA	193	5	2.6
Stocks	S2	S1	LTP	R1	R2	Losers	04/01/19	Chg	% Chg	Losers	04/01/19	Chg	% Chg
RIL	1,072	1,085	1,099	1,109	1,118	HCL TECHNOLO	933	(15)	(1.6)	HCL TECHNOLO	932	(16)	(1.7)
SBI	288	293	298	300	303	TATA CONSULT	1,874	(23)	(1.2)	MAHI. & MAHI	681	(10)	(1.5)
ITC LTD	278	279	281	283	284	INFOSYS	661	(7)	(1.0)	TATA CONSULT	1,877	(23)	(1.2)
INFOSYS	639	650	661	673	685	INDUSIND BAN	1,548	(11)	(0.7)	INFOSYS	661	(8)	(1.2)
L&T	1,357	1,373	1,389	1,406	1,423	HERO MOTOCOR	2,993	(20)	(0.7)	HERO MOTOCOR	2,988	(27)	(0.9)

CRUDE & BULLION

MCX (Fig. in Rs)

Commodity	04/01/19	Pt Chg	% Chg
Gold (FEB)	31,456	(333)	(1.0)
Silver (MAR)	39,173	(328)	(0.8)
Copper (FEB)	410	9	2.3
Crude Oil (JAN)	3,348	63	1.9

Corporate, Industry And Economy (CIE) News At A Glance

Corporate News

BSE Code	LTP (Rs.)	Event
500510	1,389.3	⇒ Larsen & Toubro (L&T) on Thursday said its construction arm has won orders worth Rs 1,060 crore in the domestic market. "The smart world and communication business has secured a major order from the Andhra Pradesh State FiberNet Limited (APSFL) for Bharatnet Phase-II works to establish an IP/MPLS Infrastructure covering the 13 districts of Andhra Pradesh," the engineering and construction major said in a BSE filing.
524715	432.8	⇒ Drug major Sun Pharma Thursday said it has completed acquisition of Japan-based Pola Pharma to strengthen its presence in dermatology segment across the globe. The acquisition of 100 per cent shares of Pola Pharma Inc Japan by the company's wholly owned subsidiary has been concluded, Sun Pharma said in a BSE filing. Sun Pharma had entered into a definitive agreement to acquire Pola Pharma, which is engaged in research and development, manufacture, sale and distribution of branded, and generic products in Japan, it said in a regulatory filing dated 26 November 2018.

Industry News

⇒ A total of 4,677 Pradhan Mantri Bhartiya Jan Aushadhi Pariyojana (PMBJP) Kendras were functional across the country by the end of 2018, providing quality generic medicines at affordable prices to the patients, Parliament was informed Friday.

Economy News

⇒ Finance Minister Arun Jaitley on Friday said in Lok Sabha that there would be no loss of jobs due to merger of public sector banks. Earlier this week, the Cabinet approved merger of Vijaya Bank and Dena Bank with Bank of Baroda. Jaitley said that there would be no job losses due to merger of the banks and that the move would create a bigger entity like the State Bank of India (SBI).

⇒ The government's revenue mop-up from the telecom sector fell by about 22 per cent in the 2017-18 fiscal owing to a decline in earnings of service providers from sale of services, Parliament was informed Friday. The government collects license fee and spectrum usage charge (SUC) as a percentage of revenue earned by telecom service providers from sale of telecom services.

Corporate Actions

Record Dates

Current Week				Forthcoming week			
Company name	BSE Code	Purpose	Date	Company name	BSE Code	Purpose	Date
Shanthi Gears	522034	Interim Dividend	07/01/2019	Gujarat Gas	539336	Split	16/01/2019
Acrysil Ltd.	524091	Split	11/01/2019	Tata Consultancy	532540	Interim Dividend	18/01/2019

Ex Dividend Date

Current Week				Forthcoming week			
Company name	BSE Code	CMP (Rs.)	Date	Company name	BSE Code	CMP (Rs.)	Date
				Tata Consultancy	532540	1,874.0	17/01/2019

Ex Split

Current Week				Forthcoming week			
Company name	BSE Code	Ratio	Date	Company name	BSE Code	Ratio	Date
Acrysil Ltd.	524091	10:2	10/01/2019	Gujarat Gas	539336	10:2	15/01/2019

Ex Bonus

Current Week				Forthcoming week			
Company name	BSE Code	Ratio	Date	Company name	BSE Code	Ratio	Date

Forthcoming Results

Company name	BSE Code	Date	CMP (Rs.)
Himachal Futuristic Communications Ltd.	500183	07/01/2019	21.1
Syndicate Bank	532276	07/01/2019	40.6
Abans Enterprises Ltd.	512165	07/01/2019	24.2
Acrow India Ltd.	513149	07/01/2019	136.6
Autoriders International Ltd.	512277	07/01/2019	40.2
Indo Asia Finance Ltd.	530747	07/01/2019	3.4
Lypsa Gems & Jewellery Ltd.	534532	07/01/2019	9.2
R T Exports Ltd.	512565	07/01/2019	7.1
NMDC Ltd.	526371	08/01/2019	94.3
Indian Bank	532814	08/01/2019	250.1



Action Financial Services (India) Ltd.
46/47 Rajgir Chambers, 6th Floor, 12/14,
S.B.Road, Fort, Mumbai- 400 001.
Website: www.actionfin.com

Disclaimer: "This document has been prepared by "Action Financial Services (India) Limited" (AFSIL). This Document is subject to changes without prior notice and is intended only for the person or entity to which it is addressed to and may contain confidential and/or privileged material and is not for any type of circulation. Any review, retransmission, or any other use is prohibited. Kindly note that this document does not constitute an offer or solicitation for the purchase or sale of any financial instrument or as an official confirmation of any transaction. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. AFSIL will not treat recipients as customers by virtue of their receiving this report.

The information contained herein is from publicly available data or other sources believed to be reliable. While we would endeavor to update the information herein on reasonable basis, AFSIL, its subsidiaries and associated companies, their directors and employees ("AFSIL and affiliates") are under no obligation to update or keep the information current. Also, there may be regulatory, compliance, or other reasons that may prevent AFSIL and affiliates from doing so. We do not represent that information contained herein is accurate or complete and it should not be relied upon as such. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult its own advisors to determine the merits and risks of such an investment. The investment discussed or views expressed may not be suitable for all investors. We do not undertake to advise you as to any change of our views. Affiliates of AFSIL may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report.

This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject AFSIL and affiliates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.

AFSIL & affiliates may have used the information set forth herein before publication and may have positions in, may from time to time purchase or sell or may be materially interested in any of the securities mentioned or related securities. AFSIL may from time to time solicit from, or perform investment banking, or other services for, any company mentioned herein. Without limiting any of the foregoing, in no event shall AFSIL, any of its affiliates or any third party involved in, or related to, computing or compiling the information have any liability for any damages of any kind.

Dion's Disclaimer: This report has been prepared by Dion and the report & its contents are the exclusive property of the Dion. To read the full disclaimer, please refer the link below: <http://14.141.46.130/researchdesk/techdisclaimer.html>