MARKET Diary

5-Nov-18

KEY LEVELS

Support 1 : 10500
Support 2 : 10450
Resistance1:10700
Resistance 2 :10750

Events Today

Result

AARVEEDEN
ADSL
AEGISLOG
AGARIND
ALLCARGO
APLAPOLLO
BALKRISIND
CIPLA
EVEREADY
FMGOETZE
GODREJAGRO
GTNTEX
INOXWIND
KITEX
MJCO
PHOENIXLTD
PNBHOUSING
POWERGRID
PSPPROJECT
RJL
SAFARIND
SHIVAMAUTO
SHREERAMA
SHYAMTEL
SICAL
SICAL
VENKYS

Nifty Intraday Chart

Market Outlook

On Friday, Nifty opened in positive at 10462.30 and made a low of 10457 and from there it started moving upwards and made a high of 10606 and closed in positive at 10553 after gaining 172 points. On sectoral front AUTO , METALS , PVT BANK ,REALTY , FMCG , FIN SERVICE traded with positive bias whereas IT , MEDIA, PHARMA ,PSU BANK showed weakness. On volatility front India VIX fell down by -4.20% to 18.35.

Finally Nifty has breached its first major hurdle of 10440 and was able to sustain above this level. So the upward rally is likely to take the index higher up to 10710 in the extreme short term, where next strong resistance zone exist.

Market

Market	Value	% Change
Morning Traded Market		
SGX NIFTY	10,541.00	-0.45%
NIKKIE	21,939.50	-1.36%
HANG SENG	26,013.00	-1.79%
Yesterday Closing Market		
Sensex	35,011.65	1.68%
Nifty	10,553.00	1.66%
DOW	25,270.83	-0.43%
NASDAQ	7,356.99	-1.04%
CAC	5,102.13	0.32%
DAX	11,518.99	0.44%
FTSE	7,094.12	-0.29%
EW ALL SHARE	18,302.32	1.19%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	31764.00	-0.40%
SILVER	38629.00	-0.37%
CRUDEOIL	71.41	-0.58%
NATURALGAS	240.90	1.30%
RS./DOLLAR	72.43	-1.38%
RS./EURO	82.96	-0.79%
RS./POUND	94.34	-0.34%

Bond Yield (Yesterday Closing)

Bond yield	Value	% Change
G-sec 10YR : IND	7.78	-0.54%

% Change in 1 day

Institutional Turnover

FII

Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
02-Nov-18	9070	9267	(197)
Nov-18	15383	15231	152
2018	1116184	1193075	(76891)

DII

Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
02-Nov-18	5168	4315	853
Nov-18	8514	8170	344
2018	834300	727342	108321

Please refer to page no 9 for Bulk deals, Dividends, Bonus, Spilts, Buyback.

Quote of the Day : *"Someone is sitting in the shade today because someone planted a tree a long time ago." - Warren Buffett*

KEC **BUY** **5th November 2018**

Railway and civil continue to be growth engine for the KEC and we believe that in future it will continue to led the show. T&D business was soft during the quarter but we expect pick in revenue as the back ended orders will start picking up pace in H2FY19. KEC has started manufacturing structure and other products for railway business as part of management strategy for backward integration which is expected to improve profitability and ease out credit terms. Additionally, Railways is pushing big vendors to supply the required materials which will help contactors to normalize payable days going ahead. Management is confident to maintain debt under control and Interest as % of sales at 3%. We largely maintain our estimates and value stock at 14x FY20 EPS and arrived at target price of Rs.348. Maintain Buy rating on the stock.

Monthly Auto sales **5th November 2018**

The demand scenario in the passenger car space seemed sluggish due to increase in fuel prices & insurance cost, softness in new model launches and delay in festivals (Diwali, which includes large part of festive demand) in November. Maruti and M&M registered flat growth while Tata Motors posted a growth of 11%YoY largely on the back of lower base and higher sales of Tiago and Nexon models. On the two wheelers, the demand for 100-125cc vehicles remained healthy on the back of Navaratra and sales push through higher discounting. Bajaj Auto, Hero Motocorp and TVS Motors volumes grew by 16% and 25%YoY while Eicher Motors sales remained flat because of production loss of 15000 units (strike at Oragadam plant). Commercial vehicles segment continued to be strong but there has been some slowdown in M&HCV sales due to delay in execution of infra projects and liquidity issue in the NBFCs. Ashok Leyland, Tata Motors, M&M and VECV reported 17%, 22%, 26% and 14% respectively. On the 3 wheeler side, Bajaj-Auto, TVS Motors and M&M reported 30%, 56% and 13%YoY growth respectively. M&M and Escorts have registered 17% and 29%YoY growth owing to increased rural income (higher MSP and increased Kharif crop output).

MAHLOG, a subsidiary of M&M, is a 3rd party **HOLD** **5th November 2018**

MAHLOG, a subsidiary of M&M, is a 3rd party logistics service provider engaged in transportation of goods, warehousing and transportation of services for the corporate employees. Going forward the management has set a revenue target of INR 6,000cr by FY21. Considering the benefits of GST & E-way bill, industry concentration is gradually shifting from unorganized to large 3PL organized players. With the increased client wins in Q2FY19 in Non M&M side, we expect MAHLOG's revenue growth to improve from H2FY19. Based on the strong revenue pipeline, EBITDA margin expansion driven by operating leverage & higher proportion of warehousing revenue, we expect revenue, EBITDA and PAT to grow at 17.9%, 29.5% and 36% CAGR respectively over FY18-20e. But citing higher addition in warehousing space, we have reduced our EBITDA margin estimates from 4.4%/4.6% to 3.9%/4.2% in FY19 & FY20 & thus have downgraded the stock to HOLD. We value MLL at 32x FY20e EPS to arrive at a target price of INR 532.

MARICO **BUY** **5th November 2018**

Marico has reported numbers better than our expectations, sales grew by 20% while PAT growth remained 18% for this quarter. IB has also shown strong performance led by turn around in East Asia business. Going forward, we expect 9%domestic volume growth for FY19e and FY20e each led by recovery in the volume of Saffola (half of the problem is solved) and VAHO. IB is expected to do better due to better growth in Vietnam(new launches & market share gain), Bangladesh(product diversification) and Mena business. Tailwinds in terms of lower copra prices and premiumization will help in margin improvement in 2HFY19.Considering strong Q2FY19 numbers we have increased our sales and PAT by 3%/3% and 1%/2% respectively and slightly changed our target price to 415(45xFY20e's eps) from 409 and maintain BUY.

HINDALCO **BUY** **5th November 2018**

Novelis continued to report decent numbers with revenue at USD 3136mn (up 12% YoY, 1% QoQ) due to higher YoY realization at USD 3886/t (up 12% YoY, flat QoQ) and better product mix with 9%YoY increase in Automotive shipments. At standalone level margins felt the pressure of higher alumina and coal cost with EBITDA margin contracting to 10% (vs.13% in 2QFY19 and 1QFY19), EBITDA came in at Rs.1091 crore. However, EBITDA of standalone plus Utkal was at Rs.1922 crore flat YoY and QoQ at 18%.Going Indian operation margins are expected to remain at current levels as aluminium prices have come down to around USD 1950/t whereas coal cost are expected to remain high due to coal scarcity in domestic market. However, we are positive on Hindalco led by strong performance at Novelis, focus on increasing share of VAP in domestic operations. On capacity expansion side though smelter expansion in Indian business is restricted due to coal availability issues but Novelis has started the process of doubling its China capacity to 200kt which primarily caters to automotive segment further Aleris acquisition is also a positive (Aleris contribution is not factored in our estimates yet). We have increased our consolidated EBITDA estimate for FY19/FY20 by 4%/3% owing to higher USD/INR assumptions at (USD 72 vs. USD 69 earlier) and expect earnings CAGR of 20% over FY18-20e. We value the stock at Rs.287 (7x FY20e EV/EBITDA) and recommend BUY.

*For details, refer to our daily report- India Equity Analytics

Narnolia™

AXISBANK | **BUY** | **5th November 2018**

Assets quality has been improving with moderating slippages as well as with good traction in recovery & up-gradation. Stress pool (BB & below rated) has been declining impressively and management feels fairly confident that there would not be any major downgrades to be added to this pool as most of the stress assets has been recognized as NPA. We believe improvement in assets quality will continue to improve going ahead. Pick up in resolution process of stress assets will add benefit in P&L also. After the peak of credit cost at 3.6% in FY18, we expect it to gradually come under 1% in FY20. NIM is likely to improve due to MCLR reset, lower slippages and improving pricing power. We largely maintain our estimates. Improving assets quality and decline in credit cost is likely to boost profitability and hence valuation multiple is expected to get re-rated. However AXSB is in management transition phase and we wait for the transition to get normalize before any significant change in valuation. We maintain BUY with the target price of Rs 694 at 2.2x P/B FY20e.

ONGC | **BUY** | **5th November 2018**

ONGC is reaping benefits out of spurt in both crude oil and natural gas prices. Further in absence of any regulatory pressure like subsidy sharing with oil marketing companies, ONGC is able to improve its margins. On the volume front, company is ramping up production at S1 and Vashishta gas fields which is likely to improve its volume in upcoming quarters. Expected incremental production from these fields is 2-2.25MMSCMD. We expect revenue and PAT to grow at CAGR of 19% and 16% respectively over FY18-20e. Considering above arguments, we are optimistic on this stock in the long run. Hence we maintain our valuation multiple to 10x FY20e EPS and recommend BUY with our previous target price of Rs. 210

PFC | **BUY** | **5th November 2018**

PFC has grown its book by an average rate of 12% for last one year despite underlying stress in the power sector. GNPA has spiked to 9.7%. However PFC has PCR of 52% which provide adequate cushion against the stressed assets. Apart from this PFC has Rs 1400 Cr of additional provisions which management expects to get reverse once RBI approved. 90% of the loan is stress free and remaining 10% is under various processes of resolutions. Management doesn't foresee any major requirement of provisions on these assets. With adequate provisions on the balance sheet, we believe credit cost will decline significantly over FY20. With rising interest rate and volatility in Rupee (11% foreign borrowings), cost of fund is expected to rise but management is confident of maintain the NIM around 3.3% level. PFC has attractive dividend yield of 7-8%. Valuations still remains attractive and considering improvement in assets quality going ahead we increase our target multiple to 0.7x P/BVS FY20e to arrive at the target price of Rs 115. Maintain BUY.

MAGMA | **BUY** | **5th November 2018**

Magma has been in consolidation phase of business model over the last three years but after the realignment of business model, management expects AUM to grow by 15-16% in FY19. Disbursement has picked up impressively during the quarter. ALM of Magma is largely stable considering utilization of available bank limits. Further management stated that liquidity can also be infused from securitization (Rs 2000 Cr) portfolio. However, further tightening of liquidity situation can slow down the expected AUM growth of MAGMA. Though assets quality has remained stable, management expects it to further improve going ahead; credit cost is expected to lower down in 2HFY19. Due to rising rates, cost of fund is expected to increase 20-50 bps and thus will impact the NIM in 2HFY19. After recent correction in stock price valuation has been at comfortable level. We upgrade to BUY and maintain our previous target price of Rs 129 at 1.1x P/BVS FY20e.

CUB | **NEUTRAL** | **5th November 2018**

Assets quality has seen improvement despite the concern over MSME due to GST transitions reflecting healthy credit underwriting practice. There might be one or two accounts facing funding challenges can slip into NPA in near term which would spike the delinquency ratio but overall management is hopeful to maintain slippages guidance of 1.75-2% in FY19. However due to rising interest rate scenario, we expect NIM to come under pressure as cost will rise going ahead. C/I ratio is expected to increase due to lower income growth than the opex growth. Loan book is expected to grow at steady rate of 18-20% going ahead but deposits growth would be lower due to tightening liquidity scenario. We largely maintain our PAT estimates. We maintain our NEUTRAL stance on the stock due to expected NIM compression and muted operating profit growth. We value it at 2.1x P/BVS FY20e and arrive at a target price of Rs 159.

*For details, refer to our daily report- India Equity Analytics

CANBANK **BUY** **5th November 2018**

CBK core operating profitability has been improving but lower treasury gain and elevated credit cost kept the profitability under pressure. NIM has been improving mainly on account of moderating slippages. While the overall slippages remained elevated, management expect it to restrict to around Rs 3000 Cr per quarter. We believe Kerala flood and IL&FS exposure will impact near term slippages guidance but overall assets quality is expected to improve in mid to long term with pickup in pace of NCLT resolution process. Higher recovery & up-gradation and sub 2% credit cost will boost profitability of FY20. Management expects to raise Rs 7000 Cr of capital in FY19 which will have significant dilution on EPS at current valuation. Valuations are at comfort level, we maintain BUY with the target price of Rs 278 at 0.5x P/BVS FY20e.

GODREJCP **NEUTRAL** **5th November 2018**

Godrejcp's result for Q2FY19 was below than our expectation, sales was up by 6% while adj. con.PAT declined by 2% due to deterioration in margin from Africa business. For domestic business, seasonality impacted Household Insecticide. Going forward,we do not see South African business stabilizing soon and the pricing action taken by the company may adversely impact the volume. On domestic front, continued stress in Household Insecticide business for last two years makes us little optimistic about this business although management is taking corrective measures. Considering below than expected margin in Q2 we have reduced our PAT estimates by 7%/5% for FY19e/FY20e respectively and reduced our target price to 786(44xFY20e's eps) from 826 with Neutral rating.

LT **BUY** **2nd November 2018**

Robust order inflow has set stage for strong revenue growth going ahead. However, Management has maintained its revenue growth guidance of 12-15% despite strong growth in Q2FY19 considering the election in later part of the year. Margin has showed improvement and management continue to expect 25 bps improvement in FY19. With management's focus on improvement of RoCE by way of divesting its share in non core business will help to improve return ratio. We have in corporate better than expected numbers into our estimate and upward revise Revenue/PAT estimates by 3/8% for FY20E. We estimate that the RoCE will improve by 175 bps over next two years. We value LT on SoTP valuation method and arrived at target price of Rs.1585 and recommend BUY. We value LT standalone business at Rs.1167 (24x FY20 EPS) and subsidiaries at Rs.418 per share.

Monthly auto volumes update **1st November 2018**

The demand scenario in the passenger car space seemed sluggish due to increase in fuel prices & insurance cost, softness in new model launches and delay in festivals (Diwali, which includes large part of festive demand) in November. Maruti and M&M registered flat growth while Tata Motors posted a growth of 11%YoY largely on the back of lower base and higher sales of Tiago and Nexon models. The demand for 100-125cc vehicles remained healthy on the back of Navaratra and sales push through higher discounting. Hero Motocorp and TVS Motors volumes grew by 16% and 25%YoY while Eicher Motors sales remained flat because of production loss of 15000 units (strike at Oragadam plant). Commercial vehicles segment continued to be strong but there has been some slowdown in M&HCV sales due to delay in execution of infra projects and liquidity issue in the NBFCs. Ashok Leyland, Tata Motors, M&M and VECV reported 17%, 22%, 26% and 14% respectively. On the 3 wheeler side, TVS Motors and M&M reported 69% and 13%YoY growth respectively. Escorts have registered 29%YoY growth owing to increased rural income (higher MSP and increased Kharif crop output). Ashok Leyland, Eicher motors, Escorts, Hero Motocorp, M&M, Maruti, Tata Motors and TVS Motor has posted 17%, 1%, 29%, 16%, 14%, 0%, 17% and 26% respectively.

DABUR **ACCUMULATE** **1st November 2018**

Dabur has posted numbers below than our expectations; sales grew by 8% while PAT growth remained 4% impacted by lower margins. International business grew by 7% in cc terms impacted by weakness in the MENA region and currency headwinds. Growth was also impacted by shifting of festive season from Q2 to Q3.Going forward, we expect volume to recover led by festive season demand , revival in rural demand (led by higher MSP and government initiatives) and company's efforts on increasing direct reach while mild pressure in margin can be witnessed led by inflation in input prices. Considering weak Q2FY19 numbers and margin headwinds, we have reduced our sales and PAT estimates by 3%/4% and 6%/4% respectively and lower our target price to 442(42xFY20e's eps) from Rs 460 and recommend Accumulate.

*For details, refer to our daily report- India Equity Analytics

Management Concalls Update:

MAHLOG Q2FY19 Concall Highlights :

❑Logistics Industry Updates - Government focus on improving the logistics industry continues with setting up a logistics policy, MMLP policy & a logistics portal. Also, a trial run was conducted on DFC. The increase in the load capacity for heavy vehicles by 20-25% was a welcome move for the logistics sector. Also, company is working with CII & Department of Logistics to bring in standardization in the logistics sector.
❑ The overall logistics sector was impacted due to truckers side.
❑No GST issues now. Migration from RCM to FCM is still challenging from the business partner's side with around 80% migration achieved. On the customers side, 100% migration to FCM has been achieved.
❑Management guidance of 0.5% EBITDA margins expansion for the next 2-3 years is maintained.
❑MAHLOG's auto customers were affected due to higher fuel prices, increased ownership cost due to higher insurance outgo. On the Non Mahindra SCM side, revenue growth was muted at 2% YoY primarily due to reduction in transportation cost from 1 major customer, in factory logistics affected due to production loss for customers led by truckers strike.
❑Warehousing space addition of 0.4mn in Q2FY19 & 0.6mn in H1FY19. Management has guided for another 0.4mn addition in warehousing space in H2FY19.
❑Retention rate stands at 96% for Top 25 customers in Non M&M client base. Revenue contribution from Top 20 customers stands at 62% in Q2 as against 67% in Non M&M SCM business.
❑Chakan warehouse capacity utilization stands at 90% in Q2. Company is looking to add another warehouse nearby Chakan.
❑Receivable days increased from 50 days in FY18 to 56 days in H1FY19. Primarily due to seasonal effect & also due to the change from RCM to FCM by company itself. Receivable days from M&M group stands at around 25 days & Non M&M at 75 days.
❑MAHLOG made an acquisition in Q2 by acquiring Transtech Logistics for Transport Management Solution. Also, company has sought to increase its stake in subsidiary viz. Lords Freight from 60% in FY18 to 83.87% currently.

ABFRL Q2FY19 Concall Highlights:
❑Revenue got impacted by shift in festive season and also because of natural calamity in the country.
Lifestyle Brand business:
❑EBITDA growth of 35%, Revenue growth of 12% and EBO network expanded to 1903 stores.
❑The Lifestyle brands will continue its growth momentum on the back of product innovations, category extensions and impactful marketing campaigns.
Pantaloons Business:
❑Sales growth of 8%, EBITDA growth of 47%. The retail network now is of 288 stores.
❑Pantaloons' growth will be accelerated with its continued focus on product improvement, brand investments and expansion into newer markets.
Fast Fashion business:
❑Mgmt is continuing to improve profitability by rationalising cost and price rise in stores. The EBITDA loss is reduced by 41%.
❑Fast Fashion segment will reignite growth post its business model re-alignment.
❑Innerwear business:
❑Innerwear business is scaling up rapidly and has reached 9500 outlets.
❑Last quarter company had grand launch of women innerwear which met with excellance response.
❑Innerwear is expected to build on the strong growth momentum, driven by both men's and women's offerings.
❑International Brands Business:
❑In International Brands Business, mgmt continued to scale up mono- brand business in line with the same, launched their first mono-brand store in new delhi.
❑Also company partnered with American brand named American Egale which is denim led casual brand for youth, 3 stores in operations already and its very well received by youth. Mgmt is planning to expand this to many more cities.
❑The International Brands are all set to expand distribution to build upon the existing brand portfolio.
Other Business Segment:
❑Other Businesses continue the upward trend displaying 88% growth in Revenues over Q2 - FY 18 with EBITDA losses maintained at ⍰ 17 Crore similar to last quater.
❑For payment of current maturities of debt mgmt is expecting to partly consume cash and partly will re-borrow.

Management Concalls Update:

GSKCONS 2QFY19 Concall Highlights

- ❑Rural and Modern trade channel continued showing good traction with rural reaching out to over 22000 villages.
- ❑Headwinds like crude inflation, kerela flood and transporters strike were well managed by the company to neutralize any business impact during the quarter.
- ❑The Company witnessed deflationary trend in commodity cost to the extent of 5% which may not continue in future due to rising prices of wheat, milk, barley which are the key inputs for the company.
- ❑The Company posted a volume growth of 13.7% YoY with value growth of 14.4% YoY.
- ❑The total volume and value market share captured by the company in HFD stood at 63.4% and 54.2% respectively.
- ❑The Company base and sachets business grew ~9% and 20% while food business which contributes 5% to the revenue declined by 15% on account of discontinued production of Marie biscuits which happened last year and is sitting on base year and the impact will be seen in next quarter too.
- ❑The company will continue to investing brand building activity, Science based innovation and consumer connect activities to drive growth in HFD category.
- ❑Boost on the go which was launched last quarter reaches 25000 unique outlets has shown good traction in the market with 1.7% share by Sep 18 with 3% market share in Coimbatore.
- ❑Horlicks protein plus which targets the age group of 30+ is available at 150000 outlets out of total 300000 outlets across the country.
- ❑The Company has a market share of 4.6% in the protein category wherein protein plus is less than 1% of the total sales.
- ❑Horlicks Growth + and Cardia+ are showing good traction with outlet reach less than 1% and the company will continue investing behind these brands.
- ❑The Company will launch Boost RTD in Southern region and then expand in other geographies while women Horlicks continued to grow in strong double digits in Northern and eastern parts and Single digit growth in Southern and Eastern parts.
- ❑The Income from OTC business has grown by 19% from Rs 51 Cr to Rs 61 Cr in 2QFY19.
- ❑The company's direct reach stood at 0.8 million with total reach of 1.8 million and 900 distributors
- ❑The Company plans to launch Biscuits under its food business in early next year.(1QFY20)
- ❑As per the pricing trends, the company took price rise in the range of 3-4% Vs CPI in the range of 5-6%.
- ❑The GSK PLC has initiated a strategic review on Horlicks and other brands under HFD category and may offload their 72.5% stake that they hold in GSKCONS and the transaction is expected to conclude by Dec 2018.
- ❑Export business posted a growth of 74% YoY on account of supply to new markets of Malaysia and lower previous quarter base.
- ❑The Export value of the Company stood at Rs 94 Cr up by Rs 40 Cr against previous quarter.

MAGMA 2QFY19 Concall

- ❑NIM expansion is backed up by fresh capital raised and change product mix. Management has guided to pass on the rise in cost of borrowings to incremental new customer. All books are in fixed rate except for mortgage therefore incremental rate hike will take few quarter to support NIM.
- ❑Going forward 30% + disbursement growth will result in much higher AUM, thus OPEX ratio will trend downwards.
- ❑Credit cost going ahead is expected to be lower than 1HFY19, Management has restated its previous credit cost guidance of 1.6% for FY19. Management is optimistic that GNPA to lower down going ahead.
- ❑ABF business focus will be on commercial & used vehicle. Commercial vehicle grew by 62% & used vehicle grew by 33% YoY. New CV growth is expected to decrease going ahead. Tractor portfolio weightage has coming down as management wants to lower dependence on seasonality.
- ❑Mortgage business is remodelled to a completely affordable housing book, home loan has grown by 219%. PLR increase of 50 bps will be incorporated in November.
- ❑SME provides immense opportunity with lower competition due to liquidity crunch. Now, SME book is being secured through credit guarantee. IRR is at 19%. Average ticket size is Rs 20 lakhs.
- ❑ Going forward share of bank borrowing will increase from NCD.
- ❑Securitisation window of Rs 2000 Cr can be encashed upon to raise fund.
- ❑Liquidity crisis will not impact disbursement, management has restated its previous guidance of 25% disbursement.

Management Concalls Update:

PFC 2QFY19 Concall

❑Power demand has risen by 8% for H1FY19.
❑NIM is expected to be maintained in 3% level.
❑PFC focuses towards refinancing commissioned assets and financing Greenfield renewable projects.
❑Foreign currency loans stands at Rs 3.60 bn USD (11% of borrowings). Out of this 56% is hedged, 20% will mature after 9-10year where no upfront hedging is mandatory & 24% has average maturity of 2.5 - 3 years. ECB of 2.5 bn USD is raised cost stands at 8.56% including hedging cost.
❑Undrawn OD & CC limits stands at Rs 10000 Cr.
❑IL&FS group exposure stands at Rs 2500 Cr. PFC has funded to 5 wind SPV (Lalpur wind energy, Khandke wind energy, Rateli wind energy, atasia pvt limited & wind urja power plant). These are commissioned project and has PPA with PLF of 30-50%. ORIS Co. is likely to take up majority ownership of these projects.
❑ 90% of book do not have any stress.
❑Rs1400 Cr of excess provision is provided which is going to reverse going ahead.
❑Haldia project of Rs 960 Cr slipped into Stage 3. It has now has got a PPA of west Bengal power distribution.
❑State sector loan of Rs 5300 Cr got upgraded with Rs 250 Cr provision reversal.
❑ Management is trying to resolve Rs15500 Cr of projects to prevent it from going to NCLT. Provision of 52% is provided on it.
❑22 Stressed project with exposure of Rs 25000 Cr has provision coverage of Rs 55%.
❑5 Projects amounting to Rs 8254 Cr are in advance stages of resolution (GMR Chattisgarh, Jhabua Power, KSK Mahandi, Indiabulls Amravati & SR Mahan).
❑RKM Powergen stage 1 & 2 with exposure amounting to Rs 5155 Cr, it has now signed PPA of 558 MW through Pilot scheme.
❑Indiabulls Nasik has an exposure of Rs 3001 Cr, 39% provision is provided.
❑9 projects amounting to Rs 8001 Cr are being resolved through NCLT. Provision of 74% is already provided. (East coast, Ind Bharat Utkal, Ind Bharat Madras, Lanco Amarkantak, Aston field, Sri Mahaser kona seema Gas , Krishna Godavri, KVK nilachal, Jal Power).
❑Other project with exposure of Rs 2000 Cr has filed petition with NCLT.
❑4 projects with exposure amounting to Rs 298 Cr are being resolved through IBC & SARFAESI, 100% provision is provided.
❑R.S. India & Aston India project of Rs 250 Cr, 59% provision is already provided.

KEC 2QFY19 CONCALL:

❑In Railway Segment Management is focusing on the domestic conventional Railway to build up order book while it continues to look at opportunities in international space.
❑The management is looking to focus on Quality orders as at present it has a large order backlog of Rs 24000 CR Including L1.
❑In civil space company continues to look at existing verticals of industrial factories and building , while looking out at opportunities in residential EPC space on selective basis.
❑International T&D business bounced back on account of additional geography and continual attraction from Africa and SAARC.
❑Companies continue to maintain its focus on TBCB and SEB in the domestic market.
❑Management has seen continued opportunities in SAARC and Brazil in terms of T&D business in International market while Saudi Arabia is expected as future prospect
❑Transmission and distribution had a muted growth on account the back ended orders; the management expects strong growth in revenues from T&D in H2FY19.
❑Railway is pushing big vendor for supplying the transformers, with the changing vendor base it is expected that credit terms will ease on.
❑Management is confident that the large order backlog in T/D segment will help it to catch-up with revenues in Q3, Q4.
❑The company has maintained revenue guidance at 15%, while the Ebidta guidance stands at 10.5%.
❑Working capital days are expected to stabilize with collections from Saudi Arabia in last week of September, advances from international projects and streamlining of Railway supply chain.
❑The foreign exchange gain for the H1FY19 is Rs 35-40 Cr.
❑Cost of debt has gone up since the interest rates have gone in the Global space.
❑The Debt consists of 40% foreign currency debt and 60% rupee debt at present. The current cost of debt stands at 7-7.5%.

TOP NEWS

- **Ashoka Buildcon** Q2: Profit falls 2.8 percent to Rs 62 crore versus Rs 63.9 crore; revenue rises 11.8 percent to Rs 764.4 crore versus Rs 683.7 crore; EBITDA rises 27.5 percent to Rs 103.6 crore versus Rs 81.24 crore; margin at 13.5 percent versus 11.9 percent QoQ.
- **Torrent Pharma** Q2: Consolidated net profit falls 12.3 percent at Rs 179 crore versus Rs 204 crore; revenue rises 33.7 percent at Rs 1,894 crore versus Rs 1,417 crore; EBITDA rises 43.8 percent at Rs 473 crore versus Rs 329 crore; EBITDA margin at 24.97 percent versus 23.22 percent YoY.
- **Indo Amines** Q2: Profit falls 7.5 percent at Rs 6.1 crore versus Rs 6.6 crore; revenue rises 38.2 percent at Rs 118 crore versus Rs 85.4 crore YoY.
- **Jaiprakash Power** Q2: Net loss at Rs 41.86 crore versus loss of Rs 156.55 crore; revenue rises 15.5 percent at Rs 954 crore versus Rs 825.8 crore; EBITDA rises 17.7 percent at Rs 356.59 crore versus Rs 302.9 crore; EBITDA margin at 37.4 percent versus 36.6 percent YoY.
- **Godfrey Phillips** Q2: Profit rises 19.7 percent at Rs 70.38 crore versus Rs 58.8 crore; revenue falls 2.7 percent at Rs 629.8 crore versus Rs 647.2 crore; EBITDA rises 29.8 percent at Rs 117.32 crore versus Rs 90.42 crore; margin at 18.63 percent versus 13.97 percent YoY.
- **Gujarat Gas** Q2: Profit falls 32.8 percent at Rs 41.07 crore versus Rs 61.08 crore; revenue rises 41.2 percent at Rs 1,964.3 crore versus Rs 1,391.2 crore; EBITDA falls 21.8 percent at Rs 160.4 crore versus Rs 205 crore; margin at 8.2 percent versus 14.7 percent YoY.
- **Eris Lifesciences** Q2: Consolidated net profit falls 8.1 percent at Rs 85.3 crore versus Rs 92.8 crore; revenue rises 6 percent at Rs 264.1 crore versus Rs 249.2 crore; EBITDA rises 2.8 percent at Rs 100.5 crore versus Rs 97.8 crore; margin at 38 percent versus 39.2 percent YoY.
- **BEML** Q2: Profit rises 61.8 percent at Rs 16.9 crore versus Rs 10.2 crore; revenue rises 6.4 percent at Rs 734 crore versus Rs 689.6 crore; EBITDA rises 33.3 percent at Rs 44.8 crore versus Rs 33.6 crore; margin at 6.1 percent versus 4.8 percent YoY.
- **Future Consumer** Q2: Consolidated net loss at Rs 3.2 crore versus Rs 10.3 crore; revenue rises 34.6 percent at Rs 1,011.1 crore versus Rs 751 crore; EBITDA at Rs 25.30 crore versus Rs 12.6 crore; margin at 2.5 percent versus 1.68 percent YoY.
- **JK Cement** Q2: Profit falls 30.5 percent at Rs 64.7 crore versus Rs 93.1 crore; revenue falls 0.6 percent at Rs 1,100.6 crore versus Rs 1,107.7 crore; EBITDA falls 18 percent at Rs 169.8 crore versus Rs 207.2 crore; margin at 15.4 percent versus 18.7 percent YoY.
- **Archies** Q2: Profit at Rs 0.6 crore versus Rs 0.2 crore; revenue rises 4.3 percent at Rs 42.53 crore versus Rs 40.77 crore YoY.
- **Cadila Healthcare** Q2: Profit falls 17 percent at Rs 417.5 crore versus Rs 503.3 crore; revenue at falls 8.1 percent Rs 2,961.2 crore versus Rs 3,222 crore; EBITDA falls 19.8 percent at Rs 687.8 crore versus Rs 857.2 crore; Margin at 23.2 percent versus 26.6 percent YoY.
- **JSW Energy** Q2: Profit rises 1.6 percent at Rs 302.1 crore versus Rs 297.2 crore; revenue rises 18.6 percent at Rs 2,430.8 crore versus Rs 2,049 crore; EBITDA falls 2.4 percent at Rs 861.1 crore versus Rs 882.3 crore; margin at 35.4 percent versus 43.06 percent YoY.
- **Tata Chemicals** Q2: Profit down 2.4 percent at Rs 409 crore versus Rs 419 crore; revenue up 10.1 percent at Rs 2,960.7 crore versus Rs 2,690.2 crore; EBITDA down 5.6 percent at Rs 602 crore versus Rs 647.9 crore; margin at 20.3 percent versus 23.7 percent YoY.
- **SAIL** Q2: Profit at Rs 553.7 crore versus loss of Rs 539 crore; revenue rises 22.8 percent at Rs 16,718 crore versus Rs 13,617.4 crore; EBITDA at Rs 2,365 crore versus Rs 914.3 crore; margin at 14.2 percent versus 6.7 percent YoY.
- **Gillette India** Q2: Profit up 2.1 percent at Rs 33.1 crore versus Rs 32.4 crore; revenue up 11.9 percent at Rs 456.5 crore versus Rs 408 crore; EBITDA up 0.9 percent at Rs 106.8 crore versus Rs 105.8 crore; margin at 23.4 percent versus 25.9 percent YoY.
- **Sun TV Network** Q2: Profit rises 23.4 percent at Rs 351.3 crore versus Rs 285 crore; revenue rises 10.9 percent at Rs 749.6 crore versus Rs 676 crore; subscription revenue rises 21.3 percent; EBITDA rises 11.7 percent at Rs 554 crore versus Rs 496 crore; margin at 73.9 percent versus 73.4 percent YoY.

TOP NEWS

- Axis Bank Q2; Profit rises 82.6 percent at Rs 789.6 crore versus Rs 432.4 crore; NII rises 15 percent at Rs 5,232 crore versus Rs 4,540 crore YoY; Gross NPA at 5.96 percent versus 6.52 percent; net NPA at 2.54 percent versus 3.09 percent QoQ.
- Hinduja Global Solutions Q2: Profit rises to Rs 53.34 crore versus Rs 44.77 crore; revenue falls to Rs 942.6 crore versus Rs 1,158.62 crore YoY.
- Oracle Financial Services Software Q2: Consolidated profit falls to Rs 352 crore versus Rs 402 crore; revenue declines to Rs 1,213.3 crore versus Rs 1,344.86 crore QoQ.
- V-Mart Retail Q2: Loss at Rs 4.02 crore versus profit at Rs 2.75 crore; revenue rises to Rs 262.2 crore versus Rs 242 crore YoY.
- Entertainment Network Q2: Consolidated profit rises to Rs 9.05 crore versus Rs 6.09 crore; revenue dips to Rs 122.5 crore versus Rs 125.3 crore YoY.
- Reliance Naval and Engineering Q2: Standalone loss at Rs 363.13 crore versus Rs 150.67 crore; revenue Rs 57.3 crore; revenue Rs 83.29 crore YoY.
- Mandhana Retail Ventures Q2: Profit falls to Rs 13.43 lakh versus Rs 3.9 crore; revenue drops to Rs 52.66 crore versus Rs 57.6 crore YoY.
- Equitas Holdings Q2: Profit rises to Rs 2.62 crore versus Rs 2.58 crore; revenue dips to Rs 5.09 crore versus Rs 5.02 crore YoY.
- Reliance Power Q2: Consolidated profit at Rs 252 crore versus Rs 272.4 crore; revenue at Rs 2,283 crore versus Rs 2,282.2 crore YoY.
- Lux Industries Q2: Profit jumps to Rs 21.37 crore versus Rs 13.31 crore; total revenue rises to Rs 277 crore versus Rs 211.3 crore YoY.
- Transport Corporation of India Q2: Profit rises to Rs 25.87 crore versus Rs 25.54 crore; revenue increases to Rs 620.3 crore versus Rs 520.33 crore YoY.
- Elgi Equipments Q2: Consolidated profit dips to Rs 25.5 crore versus Rs 26.5 crore; revenue rises to Rs 451.8 crore versus Rs 372.9 crore YoY.
- Globus Spirits Q2: Profit rises to Rs 2.81 crore versus Rs 2.77 crore; revenue increases to Rs 249.15 crore versus Rs 222.4 crore YoY.
- Dr Reddy's Labs: Company completed sale of API manufacturing business unit in Jeedimetla, Hyderabad.
- Strides Pharma Science: Company announced successful completion of US FDA inspection at its flagship facility in Bangalore with zero 483 observations.
- Indiabulls Real Estate: Company entered into a non-binding term sheet with a globally renowned real estate investor to divest its 50 percent stake in two office assets in Udyog Vihar, Gurugram, aggregating 784,000 square feet leasable office space, which are presently owned by the company through its wholly owned subsidiaries.
- PSU banks (SBI, PNB, Bank of Baroda etc): Finance Ministry is likely to finalise Rs 54,000 crore capital infusion in PSBs by December 15 - Report
- Linde India: Linde AG completed its global merger between Linde AG and Praxair, Inc.
- RSWM: Company acquired controlling stake in LNJ Skills & Rozgar Private Limited, an unlisted company.
- TeamLease: Company has signed addendum to the Investment Agreement to acquire stake in Avantis Regtech Private Limited.
- NBFC and HFCs: RBI allows banks to provide partial credit enhancement to NBFC bonds & HFCs.
- IL&FS: Mukund Sapre resigns as executive director of the company and interest on NCDs due on November 2 on wasn't paid due to insufficient funds.
- Bank Of Maharashtra: Board reinstates functional responsibilities of RP Marathe, MD & CEO and RK Gupta, ED of bank with immediate effect

BULK DEAL

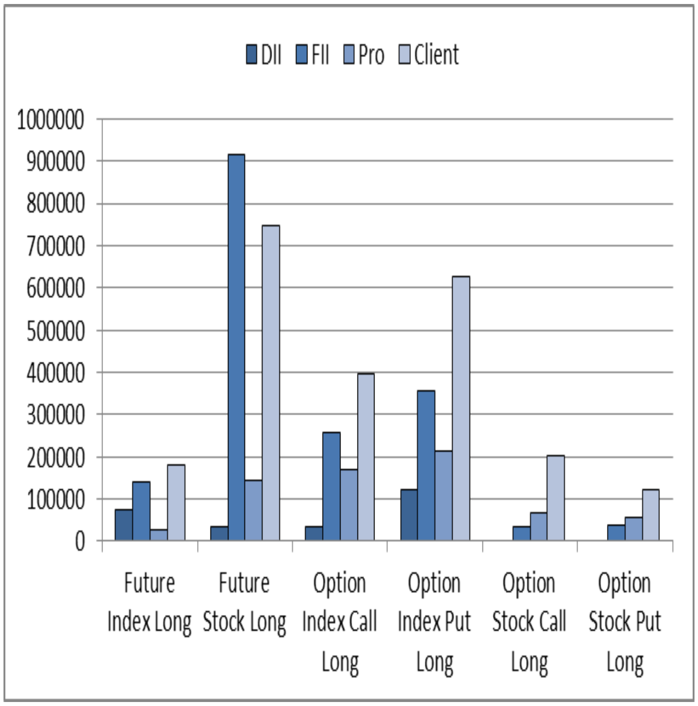
EXCHANGE	Date	SECURITY NAME	CLIENT NAME	DEAL TYPE	QUANTITY	PRICE
BSE	2/11/18	ABB	ABB ASEA BROWN BOVERI LIMITED	B	12540330	1306
BSE	2/11/18	ABB	ABB NORDEN HOLDINGS AB	S	12540330	1306
BSE	2/11/18	ANG	NEERAJ GUPTA	S	36800	34.28
BSE	2/11/18	ANG	NEERAJ GUPTA	B	33600	35.93
BSE	2/11/18	BCPL	AMRUTLAL GORDHANDAS THOBHANI	S	240000	36.62
BSE	2/11/18	BCPL	VISHWAMANI MATAMANI TIWARI .	B	100000	36
BSE	2/11/18	BCPL	NNM SECURITIES PVT LTD	S	96000	36
BSE	2/11/18	DANUBE	SUNIL HUKUMAT RAJDEV	B	30887	4.48
BSE	2/11/18	GBLIL	RACHIT KAMDAR	S	40000	49.6
BSE	2/11/18	GBLIL	HIGHGROWTH VINCOM PRIVATE LIMITED	B	65000	49.6
BSE	2/11/18	GOLDENCAP	RAHUL KATHURIA	B	18000	25.65
BSE	2/11/18	IFINSEC	RUDRAVEERYA DEVELOPERS LIMITED	B	135000	55.27
BSE	2/11/18	KUANTUM	KAPEDOME ENTERPRISES LIMITED	B	200000	600
BSE	2/11/18	KUANTUM	COMBINE OVERSEAS LTD	S	200000	600
BSE	2/11/18	KWALITYCL	RAJIV MAHESHBHAI MANGLANI	B	50000	8.6
BSE	2/11/18	KWALITYCL	FASTNER MACHINERY DEALERS PVT LIMITED	S	50000	8.6
BSE	2/11/18	NFIL	PIYUSH BATUKBHAI DAVE	S	52037	15.1
BSE	2/11/18	OCEANIC	KHYATITULAN PATEL	B	20000	70.26
BSE	2/11/18	PANAFIC	SUVIDHA BUILDTECH PRIVATE LIMITED .	B	525000	0.3
BSE	2/11/18	PANAFIC	EXPERT INVESTMENT ADVISORY PVT LTD	S	600000	0.3
BSE	2/11/18	RELICAB	PARESHKUMAR SHAH PRATIK	S	30000	32.2
BSE	2/11/18	RELICAB	OVERSKUD MULTI ASSET MANAGEMENT PRIVATE LIMITED	B	30000	32.2
BSE	2/11/18	SHUBHAM	BIPINKUMAR KHODIDAS NADIYA	B	60000	42.5
BSE	2/11/18	SHUBHAM	A SHAH VISMAY	S	60000	42.5
BSE	2/11/18	SRDAPRT	MAMTADEVI ASHOKKUMAR BIYANI	S	16000	4.75
BSE	2/11/18	SRDAPRT	VIGYAN VINOD LODHA	B	10000	4.75
BSE	2/11/18	SRDAPRT	VIVEK VINOD LODHA	B	10000	4.74
BSE	2/11/18	SRDAPRT	ANJANA KABRA	S	13000	4.75
BSE	2/11/18	SREEJAYA	VICCO PRODUCTS BOMBAY PVT LTD	S	60300	1.93
BSE	2/11/18	SREEJAYA	RAMA MURTHY	B	41501	1.93
BSE	2/11/18	STARLIT	ADVANI PRIVATE LIMITED	S	68005	8.3
BSE	2/11/18	STARLIT	RAMA GARG	B	68005	8.3
BSE	2/11/18	UMIYA	ARUN DASHRATHBHAI PRAJAPATI	B	103216	29.01
BSE	2/11/18	UMIYA	VIMAL RAMESHBHAI HIRAPARA	S	55764	28.41
BSE	2/11/18	UMIYA	VIMAL RAMESHBHAI HIRAPARA	B	30912	28.44
BSE	2/11/18	UMIYA	BEELINE BROKING LIMITED	S	135300	28.19
BSE	2/11/18	VIEL	ARDI INVESTMENT AND TRADING COMPANY LIMITED	B	54000	51.86

DIVIDEND

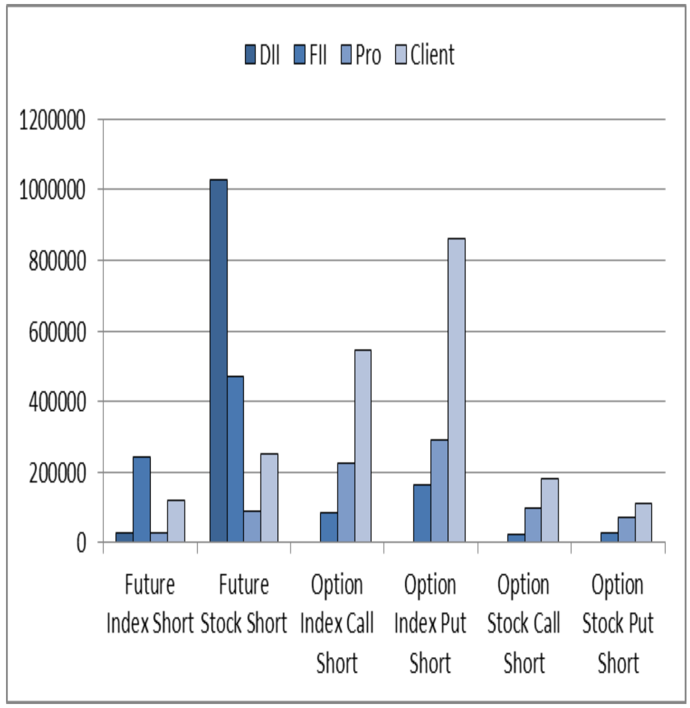
EXCHANGE	SECURITY CODE	SECURITY NAME	EX- DATE	PURPOSE	RECORD DATE
BSE	523411	ADCINDIA	6-Nov-18	Interim Dividend - Rs. - 20.0000	9-Nov-18
BSE	523367	DCMSHRIRAM	6-Nov-18	Interim Dividend - Rs. - 4.0000	10-Nov-18
BSE	500120	DIAMINESQ	6-Nov-18	Interim Dividend - Rs. - 3.0000	9-Nov-18
BSE	500150	FOSECOIND	6-Nov-18	Interim Dividend - Rs. - 8.0000	10-Nov-18
BSE	532482	GRANULES	6-Nov-18	Interim Dividend - Rs. - 0.2500	10-Nov-18
BSE	523704	MASTEK	6-Nov-18	Interim Dividend - Rs. - 3.5000	9-Nov-18
BSE	509874	SHALPAINTS	6-Nov-18	Right Issue of Equity Shares	9-Nov-18
BSE	532498	SHRIRAMCIT	6-Nov-18	Interim Dividend - Rs. - 6.0000	9-Nov-18
BSE	517385	SYMPHONY	6-Nov-18	Interim Dividend - Rs. - 1.0000	9-Nov-18
BSE	500295	VEDL	6-Nov-18	Interim Dividend - Rs. - 17.0000	10-Nov-18

F&O OPEN INTEREST (Number of Contracts)

Long Position

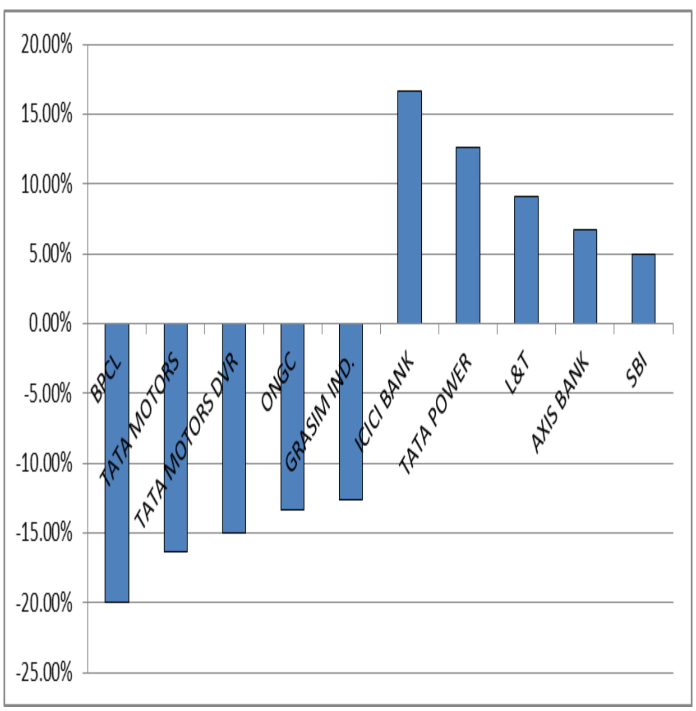


Short Position

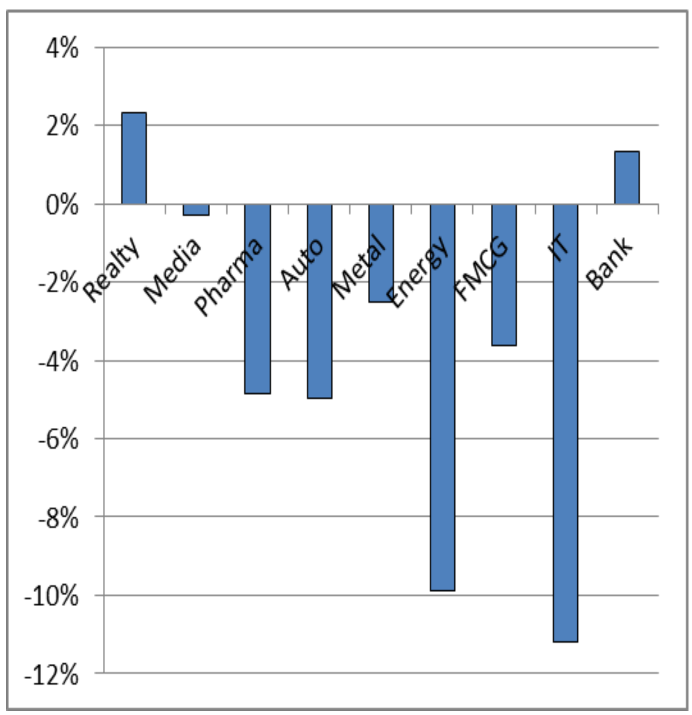


MARKET MOVERS (1 MONTH CHANGE)

Nifty Movers



NSE Sectoral Indices Performance



Result Calendar Q2FY19

BSE Code	Company Name	Date		BSE Code	Company Name	Date
514274	AARVEEDEN	5-Nov-18		520086	SICAL	5-Nov-18
532875	ADSL	5-Nov-18		523261	VENKYS	5-Nov-18
500003	AEGISLOG	5-Nov-18		505010	AUTOAXLES	6-Nov-18
531921	AGARIND	5-Nov-18		530843	CUPID	6-Nov-18
532749	ALLCARGO	5-Nov-18		532658	EON	6-Nov-18
533758	APLAPOLLO	5-Nov-18		520057	JTEKTINDIA	6-Nov-18
502355	BALKRISIND	5-Nov-18		523204	ABAN	8-Nov-18
500087	CIPLA	5-Nov-18		519105	AVTNPL	8-Nov-18
531508	EVEREADY	5-Nov-18		538019	OBIL	8-Nov-18
505744	FMGOETZE	5-Nov-18		532930	BGRENERGY	9-Nov-18
540743	GODREJAGRO	5-Nov-18		530005	INDIACEM	9-Nov-18
532744	GTNTEX	5-Nov-18		500234	KAKATCEM	9-Nov-18
539083	INOXWIND	5-Nov-18		539046	MNKCMILTD	9-Nov-18
521248	KITEX	5-Nov-18		526263	MOLDTEK	9-Nov-18
539289	MJCO	5-Nov-18		531879	PIONDIST	9-Nov-18
503100	PHOENIXLTD	5-Nov-18		507490	RANASUG	9-Nov-18
540173	PNBHOUSING	5-Nov-18		505196	TIL	9-Nov-18
532898	POWERGRID	5-Nov-18		500114	TITAN	9-Nov-18
540544	PSPPROJECT	5-Nov-18		531978	AMBIKCO	10-Nov-18
532923	RJL	5-Nov-18		512573	AVANTI	10-Nov-18
523025	SAFARIND	5-Nov-18		532719	BLKASHYAP	10-Nov-18
532776	SHIVAMAUTO	5-Nov-18		505230	CIMMCO	10-Nov-18
532310	SHREERAMA	5-Nov-18		532150	INDRAMEDCO	10-Nov-18
517411	SHYAMTEL	5-Nov-18		532300	WOCKPHARMA	10-Nov-18
520086	SICAL	5-Nov-18				

Economic Calendar					
Country	**Monday 5th November 18**	**Tuesday 6th November 18**	**Wednesday 7th November 18**	**Thursday 8th November 18**	**Friday 9th November 18**
US	Markit Composite PMI (Oct),ISM Non-Manufacturing PMI (Oct)	JOLTs Job Openings (Sep), 10-Year Note Auction, API Weekly Crude Oil Stock	Crude Oil Inventories, Cushing Crude Oil Inventories, RICS House Price Balance (Oct)	FOMC Statement, Fed Interest Rate Decision	Core PPI (MoM) (Oct), PPI (MoM) (Oct), NIESR Monthly GDP Tracker, Michigan Consumer Expectations (Nov) , U.S. Baker Hughes Oil Rig Count
UK/EURO ZONE	Services PMI (Oct), BRC Retail Sales Monitor (YoY) (Oct)	Markit Composite PMI (Oct), Services PMI (Oct),	Halifax House Price Index (YoY) (Oct), Retail Sales (MoM) (Sep)	ECB Economic Bulletin, EU Economic Forecasts, Initial Jobless Claims,	Business Investment (QoQ) (Q3) ,GDP (YoY) (Q3), Industrial Production (MoM) (Sep), Manufacturing Production (MoM) (Sep), Trade Balance (Sep)
INDIA			Holiday - India - Diwali - Laxmi Puja	India - Diwali-Balipratipada	

Disclosures: Narnolia Financial Advisors Ltd.* (NFAL) (FormerlyMicrosec Capital Ltd.) is a SEBI Registered Research Analyst having registration no. INH300002407 valid till 01.12.2020. NFALis engaged in the business of providing Stock Broking, Depository Participant, Merchant Banking, Portfolio Management & distribution of various financial products. Details of associate entities of NFAL is available on the website at www.narnolia.com

No penalties have been levied on NFAL by any Regulatory/Statutory authority. NFAL, it's associates, Research Analyst or their relative may have financial interest in the subject company. NFAL and/or its associates and/or Research Analyst may have beneficial ownership of 1% or more securities in the subject company at the end of the month immediately preceding the date of publication of the Research Report. NFAL and its associate company(ies), their directors and Research Analyst and their relatives may; (a) from time to time, have a long or short position in, act as principal in, and buy or sell the securities or derivatives thereof of companies mentioned herein. (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company(ies) discussed herein or act as an advisor or lender/borrower to such company(ies) or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.; however the same shall have no bearing whatsoever on the specific recommendations made by the analyst(s), as the recommendations made by the analyst(s) are completely independent of the views of the associates of NFAL even though there might exist an inherent conflict of interest in some of the stocks mentioned in the research report. Research Analyst may have served as director/officer, etc. in the subject company in the last 12 month period. NFAL and/or its associates may have received compensation from the subject company in the past 12 months. In the last 12 months period ending on the last day of the month immediately preceding the date of publication of this research report, NFAL or any of its associates may have: a) managed or co-managed public offering of securities from subject company of this research report, b) received compensation for investment banking or merchant banking or brokerage services from subject company of this research report, c) received compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company of this research report. d) Subject Company may have been a client of NFAL or its associates during 12 months preceding the date of distribution of the research report. NFAL and it's associates have not received any compensation or other benefits from the Subject Company or third party in connection with the research report. NFAL and / or its affiliates may do and seek to do business including Investment Banking with companies covered in the research reports. As a result, the recipients of this report should be aware that NFAL may have a potential conflict of interest that may affect the objectivity of this report. Compensation of Research Analysts is not based on any specific Merchant Banking, Investment Banking or Brokerage service transactions. Research Analyst's views on Subject Company may vary based on Fundamental research and Technical Research. Proprietary trading desk of NFAL or its associates maintains arm's length distance with Research Team as all the activities are segregated from NFAL research activity and therefore it can have an independent view with regards to subject company for which Research Team have expressed their views.

Terms & Conditions: This report has been prepared by NFAL and is meant for sole use by the recipient and not for public circulation. The report and information contained herein is strictly confidential and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of NFAL. The report is based on the facts, figures and information that are considered true, correct, reliable and accurate. The intent of this report is not recommendatory in nature. The information is obtained from publicly available media or other sources believed to be reliable. Such information has not been independently verified and no guaranty, representation of warranty, express or implied, is made as to its accuracy, completeness or correctness. All such information and opinions are subject to change without notice. The report is prepared solely for informational purpose and does not constitute an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments for the clients. Nothing in this report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances.The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. Certain transactions -including those involving futures, options, another derivative products as well as non-investment grade securities - involve substantial risk and are not suitable for all investors.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 his/her/its own advisors to determine the merits and risks of such an investment. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. NFAL will not treat recipients as customers by virtue of their receiving this report. Neither the Company, not its directors, employees, agents or representatives shall be liable for any damages whether direct or indirect, incidental, special or consequential including lost revenue or lost profits or lost opportunities that may arise from or in connection with the use of the information/report. The person accessing this information specifically agrees to exempt NFAL or any of its affiliates or employees from, any and all responsibility/liability arising from such misuse and agrees not to hold NFAL or any of its affiliates or employees responsible for any such misuse and further agrees to hold NFAL or any of its affiliates or employees free and harmless from all losses, costs, damages, expenses that may be suffered by the person accessing this information due to any errors and delays.

This report is not directed or intended for distribution to or use by any person or entity resident in a state, country or any jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject NFAL & its group companies to registration or licensing requirements within such jurisdictions.

Analyst Certification The views expressed in this research report accurately reflect the personal views of the analyst(s) about the subject securities or issues, and no part of the compensation of the research analyst(s) was, is, or will be directly or indirectly related to the specific recommendations and views expressed by research analyst(s) in this report.

Disclosure of Interest Statement-

Analyst's ownership of the stocks mentioned in the Report	NIL

A graph of daily closing prices of securities is available at www.nseindia.com, www.bseindia.com.

*The name of the Company has been changed from "Microsec Capital Limited" to "Narnolia Financial Advisors Limited" pursuant to change of control. The change in name has been duly effected in the records of the Registrar of Companies (ROC). The application for fresh registration in the new name of "Narnolia Financial Advisors Limited" pursuant to change of control is under process with SEBI.

Correspondence Office Address: Arch Waterfront, 5th Floor, Block GP, Saltlake, Sector 5, Kolkata 700 091; Tel No.: 033-40541700; www.narnolia.com.
Registered Office Address: Marble Arch, Office 201, 2nd Floor, 236B, AJC Bose Road, Kolkata 700 020; Tel No.: 033-4050 1500; www.narnolia.com

Compliance Officer: Manish Kr Agarwal, Email Id: mkagarwal@narnolia.com, Contact No.:033-40541700.

Registration details of Company: Narnolia Financial Advisors Ltd. (NFAL): SEBI Stock Broker Registration: INZ000166737 (NSE/BSE/MSEI); NSDL/CDSL: IN-DP-380-2018; Research Analyst: INH300002407, Merchant Banking: (Registration No.: INM000010791), PMS: (Registration No.: INP000002304), AMFIRegistered Mutual Fund distributor: ARN 3087

Registration Details of Group entities: G. Raj & Company Consultants Ltd (G RAJ)-BSE Broker INZ260010731; NSDL DP: IN-DP-NSDL-371-2014 || Narnolia Commerze Limited-MCX/NCDEX Commodities Broker: INZ000051636 || Narnolia Velox Advisory Ltd.- SEBI Registered PMS: INP000005109 || Eastwind Capital Advisors Pvt Ltd. (EASTWIND)-SEBI Registered Investment Adviser: INA300005439 || Narnolia Insurance Brokers Limited-IRDA Licensed Direct Insurance Broker (Life & Non-Life) License No.134 || Narnolia Securities Ltd. (NSL)-AMFI Registered Mutual Fund distributor: ARN 20558, PFRDA NPS POP: 27092018 || Narnolia Capital Advisors Pvt. Ltd. - RBI Registered NBFC:B.05.02568.