

NIFTY KEY LEVELS

Support 1 : 10900
Support 2 : 10800
Resistance1: 11070
Resistance2: 11200

Events Today

Dividend

AARTIIND
CENTURYPLY
COMPEAU
INTLCOMBQ
KANORICHEM
POLYPLEX
SURYAROSNI
YUKEN

Ex-Date:27/08/2019

Nifty Intraday Chart



Market Outlook

Yesterday, Nifty opened positive at 11000.30 and made a low of 10756.55. From there it moved towards the high of 11070.30 and closed positive at 11057.85. On sectoral front only metal closed negative. India VIX closed negative by 3.90% at 16.67.

Formation of dragon fly doji candle after the formation of piercing pattern suggest Bulls tried to regain their lost ground. Nifty surged around 2.1% on easing trade tension between US & China. Further positive divergence in RSI also looking conducive for price pattern side which suggest this bull run may accelerate further. As long as Nifty holds above 10900 level, it could extend the gains towards 11200 near 200 DMA's where index can face resistance.

Indian Market

Index (Prev. Close)	Value	% Change
SENSEX	37,494.12	2.16%
NIFTY	11,057.85	2.11%
BANK NIFTY	27,951.35	3.68%

Global Market

Index (Prev. Close)	Value	% Change
DOW	25,898.83	1.05%
NASDAQ	7,853.74	1.32%
CAC	5,351.02	0.45%
DAX	11,658.04	0.40%
FTSE	7,094.98	-0.47%
EW ALL SHARE	17,985.97	1.67%

Morning Asian Market (8:30 am)

SGX NIFTY	11,107.00	0.49%
NIKKIE	20,499.50	1.18%
HANG SENG	25,612.00	-0.27%

Commodity Market

Commodity(Prev. Close)	Value	% Change
GOLD	38,828.00	0.16%
SILVER	45,093.00	1.10%
CRUDEOIL	58.48	0.62%
NATURALGAS	159.70	3.30%

Currency Market

Currency (Prev. Close)	Value	% Change
RS./DOLLAR	72.02	0.50%
RS./EURO	80.05	1.04%
RS./POUND	88.14	0.73%

Bond Yield

Bond yield (Prev. Close)	Value	% Change
G-sec 10YR : IND	6.48	-1.41%

% Change in 1 day

Institutional Turnover

FII

Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
26-Aug-19	4085	4838	(753)
Aug-19	80121	93267	(13146)
2019	860398	834427	26906

DII

Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
26-Aug-19	4729	3457	1272
Aug-19	68279	50859	17420
2019	589594	559388	30205

Please refer to page pg 4 for Bulk deals, Dividends, Bonus, Spilts, Buyback.

Quote of the Day : "Risk comes from not knowing what you are doing."

BALKRISIND**NEUTRAL****23-Aug-19**

EBITDA margin has contracted by 125 bps to 22.4% on a sequential basis due to increase in the branding expense and weaker operating leverage. We expect that the margin will deteriorate based on higher branding expenses, challenging global macroeconomic environment and new plants. The expansion at USA green field plant is on hold looking at the sluggish demand scenario in the US market. The carbon black plant has also commenced production which will further put pressure on the bottom-line. However the management expects margins to improve by 100bps due to backward integration once the plant reaches the full capacity. Factoring the decline in share of overseas business, higher branding expenses and higher start up cost on new plant we reduce FY20/21 EPS estimates by 11%/8%. We value the stock at 18x FY21e EPS to arrive at a target price of Rs.764 and maintain Neutral.

MOTHERSUMI**UNDER REVIEW****23-Aug-19**

Global demand scenario continues to be benign and margin pressure on OEMs gets passed on to component manufacturers also. Going ahead we expect that volumes in the European region will get further impacted by WLTP norm, emission norms and slow-down in class-8 truck volumes may further impact growth prospects. The margins are expected to improve gradually based on the stable commodity prices and cost cutting initiatives. However higher fixed cost on new plants due to lower utilizations will keep the margins in 8-9% range. Higher depreciation cost and increased borrowings will continue to put bottom-line under pressure. The company is expected to go for acquisitions in order to achieve its USD18 bn revenue guidance which will further increase the debt level going ahead. Hence considering the uncertain growth prospects we keep the stock under review.

GABRIEL**NEUTRAL****23-Aug-19**

The margins improved by 120bps on sequential basis on account of reduction in commodity prices and higher aftermarket sales. The two-wheeler segment continues to perform better while the company has lost market share in the PV segment. The higher inventory level remains a concern for the company as OEMs have scheduled production cuts looking at the uncertain demand scenario. The export aftermarket has also seen decline due to slowdown in two major export markets; Sri-Lanka and Latin America. The margin profile will continue to be below 9% because of weaker operating leverage and higher fixed cost on upcoming Sanand plant. Factoring the slowdown in demand (85% revenue from OEMs), adverse product mix (reducing PV share) and near to mid-term uncertainty, we value GABRIEL at 16x FY20e EPS to arrive at a target price of Rs.107 and maintain Neutral.

INDOSTAR**NEUTRAL****20-Aug-19**

The recent inorganic CV acquisition from IIFL has driven growth in INDOSTAR finance while old portfolio growth has grown marginally due to the liquidity situation. Management is forging tie-ups with various banks to continue its growth trajectory irrespective of the liquidity crisis. Management optimistically guided for loan growth in the range of 30-40 %. It has slow down incremental disbursement in the corporate segment amidst real estate stress. The acquisition of high yielding CV segment has offset margin pressure irrespective of high-cost borrowings during the quarter. Asset quality has deteriorated due to rising slippages in the corporate account; along with inherited NPLs in the CV acquisition which IIFL has provided an upfront cash payment for redressal. We remain cautious on the stock on the back rising slippages in the corporate account, slowdown in the SME segment, margin pressure and liquidity crisis. We downgrade the stock to NEUTRAL at .75x FY21 at Rs 284.

MUTHOOTFIN**ACCUMULATE****20-Aug-19**

Muthoot finance has been growing at a 15% consistency for couple of quarters. It is not much affected by the liquidity crisis due to Rs 600 Cr of heavy monthly collection. However Management is not able to access funding for incremental growth thus it is resorting to retail NCD. Management is confident of maintaining a margin in the 13% range. There has been some spike in the asset quality that management is confident of resolving going ahead. It states that asset quality will not be affected by the flood situation in different parts of the country. Management remains cautious in the blooming environment (Gold prices trending at an all-time high) & resorted to 30 months moving average. We remain slightly cautious due to scarcity of liquidity in the sector & decrease our estimate by 6% for FY20. We maintain ACCUMULATE on the stock P/B 2x FY21 at Rs 705.

Stocks in News:

- ❑ **Sun Pharma:** Taro gets US FDA approval for Azelaic Acid Gel.
- ❑ **Pidilite Industries:** Company entered into a JV with Bengaluru based company Chetana Expotential Technologies.
- ❑ **Kajaria Ceramics:** Board members approved the scheme of amalgamation for merger of subsidiary Kajaria Tiles Private Limited (formerly known as Kajaria Floera Ceramics Private Limited) with the company.
- ❑ **Bank of Baroda:** Lender approved raising up to Rs 2,150 crore in Tier-I, II bonds.
- ❑ **Reliance Nippon Life:** Nippon Life bought 10.6 percent stake in company via open offer. Nippon Life Now holds 53.46 percent stake in company.
- ❑ **Vadilal Industries:** CARE downgraded the credit rating of the company's long term bank facilities to BBB from BBB+.
- ❑ **RBI to transfer Rs 1.76 lakh crore surplus to government : Positive for, Infra, Auto, Banking.**
 - The Reserve Bank of India (RBI) will transfer a surplus of Rs 1.76 lakh crore to the government as it has approved the recommendations of Bimal Jalan committee at the central board meet held in Mumbai on August 26. The transfer sum comprises of Rs 1.23 lakh crore of surplus for the financial year 2018-19 and Rs 52,637 crore of excess provisions identified under the revised Economic Capital Framework (ECF) that was adopted at the central board meet.
 - "The Central Board accepted all the recommendations of the Committee and finalised the RBI's accounts for 2018-19 using the revised framework to determine risk provisioning and surplus transfer," the RBI said.
 - The Central Board decided to maintain the realized equity level at 5.5 percent of the balance sheet as recommended by the committee, down from existing 6.8 percent. The resultant excess risk provisions of Rs 52,637 crore were written back, RBI said.
- ❑ **Sastasundar Ventures:** Mitsubishi Corporation signed an agreement to invest Rs 100 crore in company's digital healthcare platform.
- ❑ **Strides Pharma Science** to be excluded in F&O Segment with effect from Nov. 1.

Red: Negative Impact **Green:** Positive Impact **Black :** Neutral.

BULK DEAL

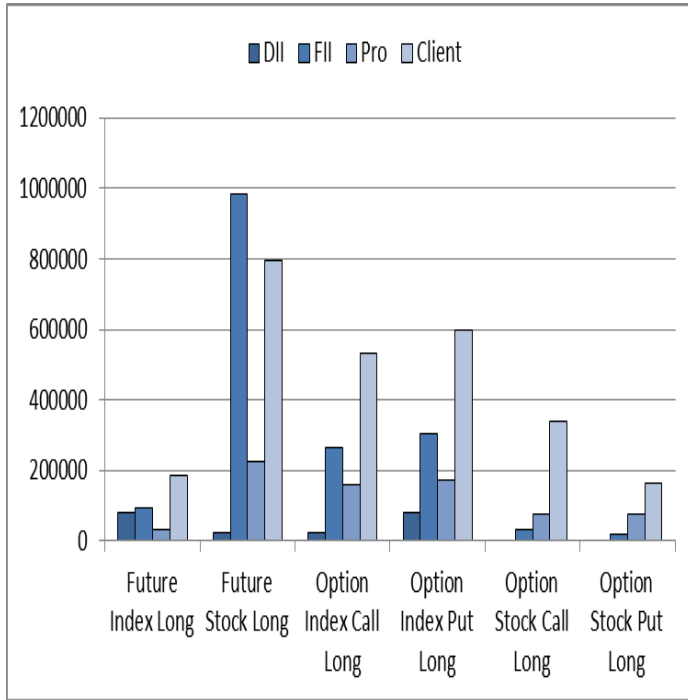
EXCHANGE	Date	SECURITY NAME	CLIENT NAME	DEAL TYPE	QUANTITY	PRICE
BSE	26-08-19	ACTIVE	JOHNSON AND WYMAN PUBLIC RELATIONS PRIVATE LIMITED	B	90000	16.3
BSE	26-08-19	ACTIVE	JOHNSOM AND ANDREW PROPERTIES PRIVATE LIMITED	S	90000	15.94
BSE	26-08-19	AISHWARYA	VIKAS SHARMA	B	221657	1.67
BSE	26-08-19	AISHWARYA	B RATISH AGARWAL GOEL	S	225000	1.67
BSE	26-08-19	CHANDNI	JAY CHETAN MEHTA	B	92000	32.8
BSE	26-08-19	CHANDNI	HETAL CHETAN MEHTA	B	165000	32.8
BSE	26-08-19	CHANDNI	CHETAN KANTILAL MEHTA	S	299950	32.8
BSE	26-08-19	PADMAIND	VISHWAMURTE TRAD INVEST PE LTD	B	39000	69.27
BSE	26-08-19	PADMAIND	JITENDRABHAI NATVARLAL SHAH	S	50300	69.72
BSE	26-08-19	PARSHVA	BHARAT SURYAKANT SIRIYA	S	24000	46.29
BSE	26-08-19	PDMJEPAPER	CHEM MACH PRIVATE LIMITED	B	2985808	11.3
BSE	26-08-19	PDMJEPAPER	PUDUMJEE INDUSTRIES LTD	S	2985808	11.3
BSE	26-08-19	RADHEY	VINOD TUKARAM HODGE	B	40500	18.56
BSE	26-08-19	RADHEY	SHIV PARVATI LEASING PRIVATE LIMITED	S	38242	18.56
BSE	26-08-19	RJSHAH	PRAFULLA SATISH SHAH	S	1450	438.65
BSE	26-08-19	SNTCL	WONDERLAND PAPER SUPPLIERS PRIVATE LIMITED	S	76320	17.47
BSE	26-08-19	WAGEND	EL DORADO BIOPTECH PVT.LTD	B	3252250	3.42
BSE	26-08-19	WAGEND	VAISHALI AJAY PATEL	S	3252250	3.42
BSE	26-08-19	YASHMGM	ANURAG GUPTA	B	150000	5.5
BSE	26-08-19	YOGYA	MEET PARESH SHAH	B	32000	28
BSE	26-08-19	YOGYA	HITESH K KANANI HUF	S	40000	28

Corporate Action

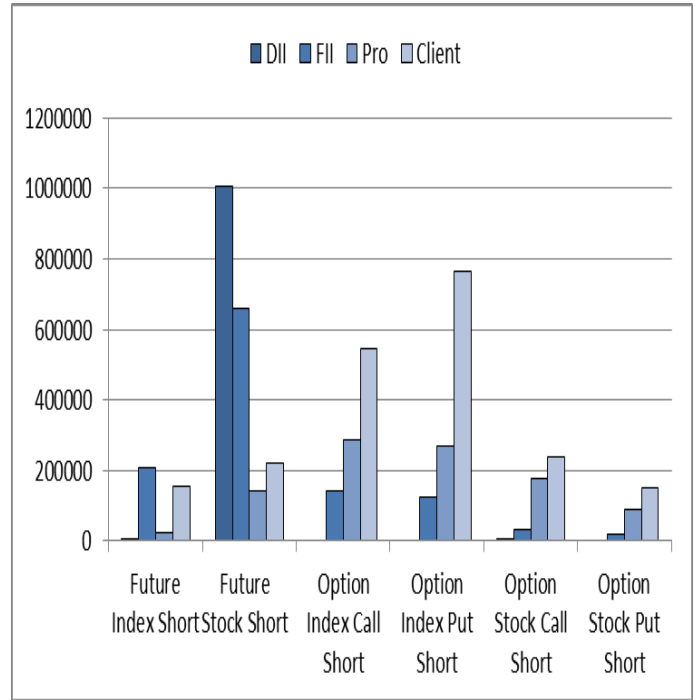
EXCHANGE	SECURITY CODE	SECURITY NAME	EX- DATE	PURPOSE	RECORD DATE
BSE	532929	BRIGADE	28-08-19	Bonus issue 1:2	29-08-19
BSE	532610	DWARKESH	28-08-19	Dividend - Rs. - 1.0000	-
BSE	507960	GUJHOTE	28-08-19	Dividend - Rs. - 3.5000	-
BSE	532339	COMPUSOFT	28-08-19	Final Dividend - Rs. - 0.1000	-
BSE	512634	SAVERA	28-08-19	Final Dividend - Rs. - 0.2000	-
BSE	538795	SAPPL	28-08-19	Final Dividend - Rs. - 0.7500	-
BSE	530973	ALFAICA	28-08-19	Final Dividend - Rs. - 1.0000	-
BSE	514167	GANECOS	28-08-19	Final Dividend - Rs. - 2.0000	-
BSE	530813	KRBL	28-08-19	Final Dividend - Rs. - 2.5000	-
BSE	517300	GIPCL	28-08-19	Final Dividend - Rs. - 2.9000	-
BSE	539542	LUXIND	28-08-19	Final Dividend - Rs. - 3.5000	-

PARTICIPANT WISE OPEN INTEREST

Long Position

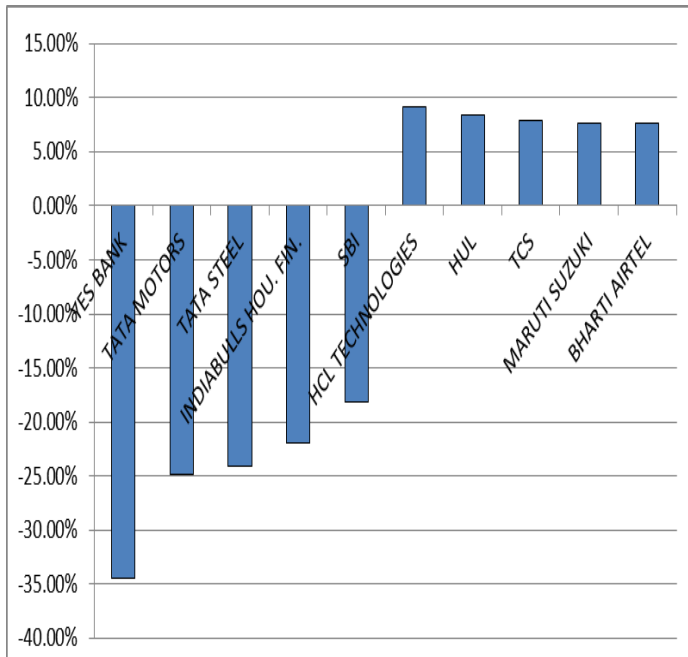


Short Position

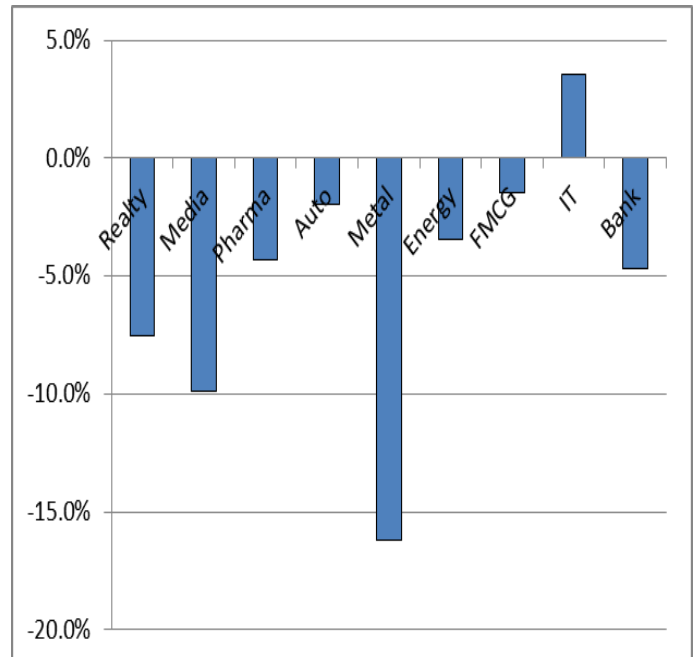


MARKET MOVERS (1 MONTH CHANGE)

Nifty Movers



NSE Sectoral Indices Performance



Economic Calendar					
Country	Monday 26th August July 19	Tuesday 27th August 19	Wednesday 28th August 19	Thursday 29th August 19	Friday 30th August 19
US	Core Durable Goods Orders	CB Consumer Confidence	Crude Oil Inventories	GDP, Pending Home Sales , Retail Inventories Ex Auto, Initial Jobless Claims	U.S. Baker Hughes Oil Rig Count
UK/EURO ZONE	United Kingdom - Summer Bank Holiday	Gross Mortgage Approvals	Nationwide HPI		CPI
INDIA					RBI Monetary and Credit Information Review, Federal Fiscal Deficit

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Disclosure of Interest Statement-

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