

### NIFTY KEY LEVELS

Support 1 : 10750  
Support 2 : 10635  
Resistance1: 10860  
Resistance2: 10965

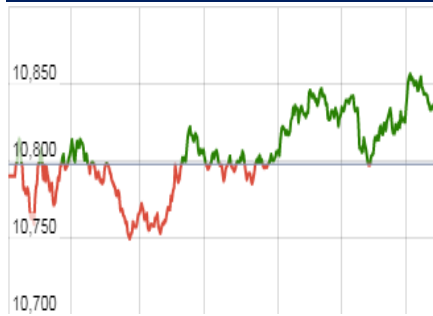
### Events Today

#### Dividend

ACRYSIL, ASALCBR, BNALTD, CHOKSI, CPL, FINCABLES, GANESHHOUC, INDIAHOME, INDOBORAX, ITDC, JAYBARMARU, JBMA, MODEX, NDL, REMSONSIND, RIDDHI, SANCTRN, SATINDLTD, SHRIDINE, SIMMOND, SUMEDHA, SUNFLAG, TCPLPACK, ZSWASTSA.

Ex-Date : 05/09/2019

### Nifty Intraday Chart



### Market Outlook

Yesterday, Nifty opened negative at 10790.40 and made a low of 10746.35. From there it moved towards the high of 10858.75 and closed positive at 10844.65. Sectoral indices traded mix as FIN SERVICE, IT, METAL, PVT BANK and PSU BANK closed positive, whereas PHARMA, REALTY, AUTO, FMCG, and MEDIA closed with negative bias. India VIX closed negative by 4.59% at 17.22.

Despite drifting lower from previous session, Nifty bounced back from the key support of 10750 level in the last hour of trade and closed with small green candle in minor gain. Key level of 10750 is likely to act as a 'MAKE OR BREAK' zone for nifty and it can rebound as it has done in the past. On sustaining above 10860 level, an immediate resistance, it can extend up till 10965 & 11040 levels. Above this further upside can be seen. However, On sustaining below 10750 level, it can extend weakness till 10635 level.

### Indian Market

Index (Prev. Close)	Value	% Change
SENSEX	36,724.74	0.44%
NIFTY	10,844.65	0.43%
BANK NIFTY	27,123.85	1.12%

### Global Market

Index (Prev. Close)	Value	% Change
DOW	26,355.47	0.91%
NASDAQ	7,976.88	1.30%
CAC	5,532.07	1.21%
DAX	12,025.04	0.96%
FTSE	7,311.26	0.59%
EW ALL SHARE	17,759.13	0.25%

### Morning Asian Market (8:30 am)

SGX NIFTY	10,885.50	0.26%
NIKKIE	21,145.00	2.33%
HANG SENG	26,667.00	0.54%

### Commodity Market

Commodity(Prev. Close)	Value	% Change
GOLD	39,823.00	0.36%
SILVER	50,191.00	1.03%
CRUDEOIL	60.99	0.48%
NATURALGAS	175.20	2.34%

### Currency Market

Currency (Prev. Close)	Value	% Change
RS./DOLLAR	72.12	-0.37%
RS./EURO	79.42	0.36%
RS./POUND	87.93	0.90%

### Bond Yield

Bond yield (Prev. Close)	Value	% Change
G-sec 10YR : IND	6.55	0.43%

% Change in 1 day

### Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
04-Sep-19	3760	5498	(1738)
Sep-19	7275	11030	(3755)
2019	896083	875548	21469
DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
04-Sep-19	3624	2319	1305
Sep-19	7096	4540	2556
2019	615616	579342	36275

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

Quote of the Day : "Never invest in a business you cannot understand."

**Monthly Auto Volume: August 2019****MACRO****04-Sep-19**

The auto sales have seen no signs of improvement during the month of August 2019. Monsoon combined with flood across several parts of the country along with customers deferring the purchase of vehicle due to upcoming festival season have dampened the sales. However, there has been some pick-up in demand in the last few days, especially in southern and western region on account of the upcoming Onam and Ganpati festivals. The passenger vehicle segment had declined by 36% YoY. OEMs continued with inventory correction through production cuts during the month. The commercial vehicle segment declined by 41% YoY due to poor freight availability and lower freight rates which continued to hamper the demand. The two wheeler segment has declined by 17% YoY. Enquiries and walk-ins have seen a substantial jump in the last few days of the month. The 3W segment has also contracted by 9% YoY due to headwinds across key international markets and subdued domestic demand. The tractor segment has also declined by 17% YoY. ASHOKLEY, BAJAJ-AUTO, EICHERMOT, ESCORTS, HEROMOTOCO, M&M, MARUTI, TATAMOTORS and TVSMOTOR sales declined by 47%, 11%,25%, 16%, 21%, 23%, 33%, 48% and 15% YoY respectively.

**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.

## Stocks in News:

- ❑ **Power Grid** declares as successful bidder to establish transmission system with construction of 400 kV Substation near Guna and construction of 220 kV substation near Bhindon BOOM basis
- ❑ **ICICI Lombard** enters into a strategic tie up with Standard Chartered Bank
- ❑ **Tata Motors August auto sales:** Total JLR US sales down 9.8% at 8,700 units against 9,648 units, Total Jaguar US sales down 13.8% at 2,128 units versus 2,469 units and Total Land Rover US sales down 8.5% at 6,572 units versus 7,179 units, YoY
- ❑ **NMDC** August 2019 production at 1.41 MT against 1.46 MT in 2018, sales at 1.49 MT in 2019 versus 2.32 in August 2018
- ❑ **MCX India** signs MoU with Zhengzhou Commodity Exchange
- ❑ **Wipro** secures a strategic seven-year engagement, valued at USD 300 million, from ICICI Bank to provide a comprehensive suite of services.
- ❑ **Hindalco:** The US Department of Justice on Wednesday said it has filed a lawsuit against Novelis, a major aluminium company fully owned by India's Aditya Birla Group, seeking to stop it from acquiring rival player Aleris over concern that the acquisition would create a monopoly in aluminium industry.
- ❑ **FM meets infrastructure stakeholders:** Finance Minister Nirmala Sitharaman has held talks with various stakeholders from the infrastructure sector to address their concerns, sources told CNBC-TV18. The next set of stimulus measures, to be announced by the minister, could focus on addressing the problems of home-buyers.
- ❑ **RBI asks banks to link lending rate to external benchmark:** The Reserve Bank of India on September 4 asked banks to link all new floating-rate loans for housing, personal and micro, small and medium enterprises (MSMEs) to specified external benchmarks, including repo, for faster transmission of reduction in interest rate to borrowers. It has been observed that due to various reasons, the transmission of policy rate changes to the lending rate of banks under the current marginal cost of funds based lending rate (MCLR) framework has not been satisfactory, RBI said in a statement. The regulation will take effect on October 1, 2019.

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

## BULK DEAL

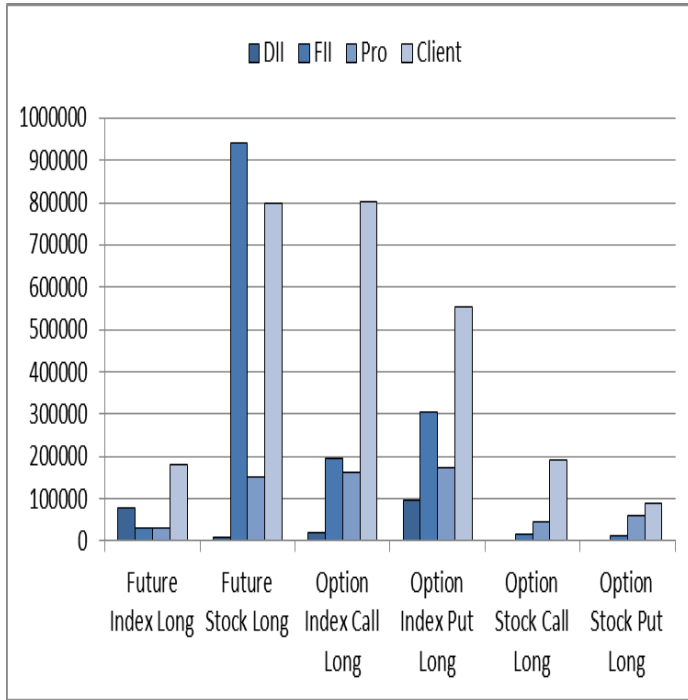
EXCHANGE	Date	SECURITY NAME	CLIENT NAME	DEAL TYPE	QUANTITY	PRICE
BSE	04-09-19	AARTECH	FORTUNE FUTURES PRIVATE LIMITED CO	B	40000	35.08
BSE	04-09-19	AISHWARYA	SRINIDHI INFIN LIMITED	B	281550	1.58
BSE	04-09-19	AISHWARYA	ASHA AGARWAL	S	282550	1.58
BSE	04-09-19	ARIHANTINS	ASHISH HASMUKHLAL SHAH	B	24000	4.37
BSE	04-09-19	ARIHANTINS	ASHISH HASMUKHLAL SHAH	S	56000	4.75
BSE	04-09-19	ARIHANTINS	MAKHIJA MANISH LACHHMAN	B	48000	4.75
BSE	04-09-19	GARVIND	JYOJAI48	B	10000	26.3
BSE	04-09-19	GARVIND	JYOJAI48	S	80000	26.66
BSE	04-09-19	PRIMESECU	WOODSTOCK SECURITIES PRIVATE LTD	B	246320	34.25
BSE	04-09-19	PRIMESECU	VISA CAPITAL PARTNERS	S	246320	34.25
BSE	04-09-19	SSPNFIN	CHANDU KESHRIKAL JAIN HUF	S	12000	56.5
BSE	04-09-19	SUNRETAIL	OSCAR INFRA PRIVATE LIMITED	B	198000	27
BSE	04-09-19	VAL	SAJANKUMAR RAMESHWARLAL BAJAJ	S	236000	8.88
BSE	04-09-19	VAL	SHAH REKHABEN MUKESHKUMAR	B	56000	8.89
BSE	04-09-19	VAL	SHAH AMAR MUKESHKUMAR HUF	B	80000	8.88
BSE	04-09-19	VAL	HIRAL AMARKUMAR SHAH	B	100000	8.88

## Corporate Action

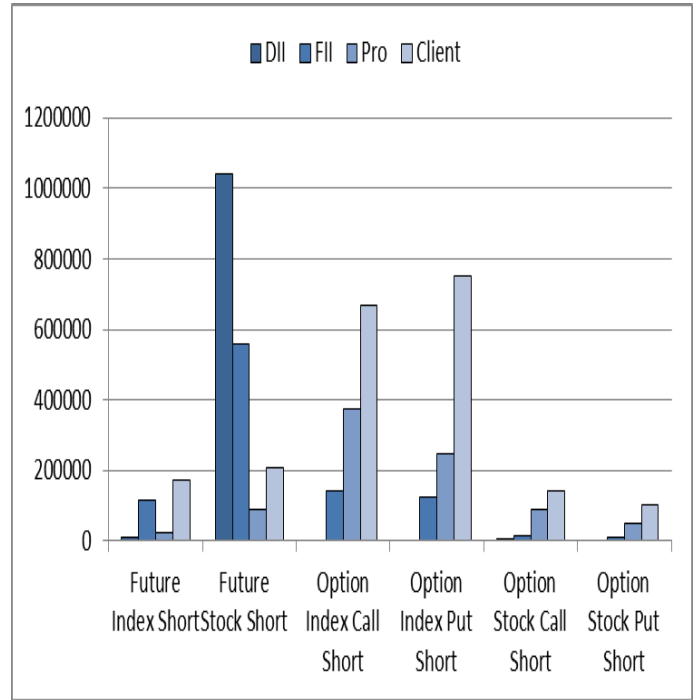
EXCHANGE	SECURITY CODE	SECURITY NAME	EX- DATE	PURPOSE	RECORD DATE
BSE	526851	AREXMIS	06-09-19	Final Dividend - Rs. - 2.0000	-
BSE	500085	CHAMBLFERT	06-09-19	Final Dividend - Rs. - 2.0000	-
BSE	540395	CHEMCRUX	06-09-19	Dividend - Rs. - 0.5000	-
BSE	540047	DBL	06-09-19	Final Dividend - Rs. - 1.0000	-
BSE	505700	ELECON	06-09-19	Dividend - Rs. - 0.2000	-
BSE	500136	ESTER	06-09-19	Final Dividend - Rs. - 0.5000	-
BSE	509557	GARFIBRES	06-09-19	Final Dividend - Rs. - 5.0000	-
BSE	517372	GUJINTRX	06-09-19	Final Dividend - Rs. - 2.0000	-
BSE	531253	INDGELA	06-09-19	Final Dividend - Rs. - 3.5000	-
BSE	540954	IWP	06-09-19	Final Dividend - Rs. - 0.2000	-
BSE	517569	KEI	06-09-19	Dividend - Rs. - 1.2000	-
BSE	531503	MARIS	06-09-19	Dividend - Rs. - 1.0000	-
BSE	516082	NRAGRINDQ	06-09-19	Final Dividend - Rs. - 4.0000	-
BSE	532944	ONMOBILE	06-09-19	Dividend - Rs. - 1.5000	-
BSE	513121	ORICON	06-09-19	Final Dividend - Rs. - 0.5000	-
BSE	524820	PANAMAPET	06-09-19	Final Dividend - Rs. - 1.2000	-
BSE	532486	POKARNA	06-09-19	Final Dividend - Rs. - 0.6000	-
BSE	540544	PSPPROJECT	06-09-19	Final Dividend - Rs. - 5.0000	-
BSE	522257	RAJOENG	06-09-19	Final Dividend - Rs. - 0.1000	-
BSE	542649	RVNL	06-09-19	Final Dividend - Rs. - 0.0900	-
BSE	524667	SOTL	06-09-19	Final Dividend - Rs. - 2.5000	-
BSE	540738	STL	06-09-19	Interim Dividend - Rs. - 0.5000	09-09-19
BSE	538382	WESTLEIRES	06-09-19	Dividend - Rs. - 0.1000	-

## PARTICIPANT WISE OPEN INTEREST

### Long Position

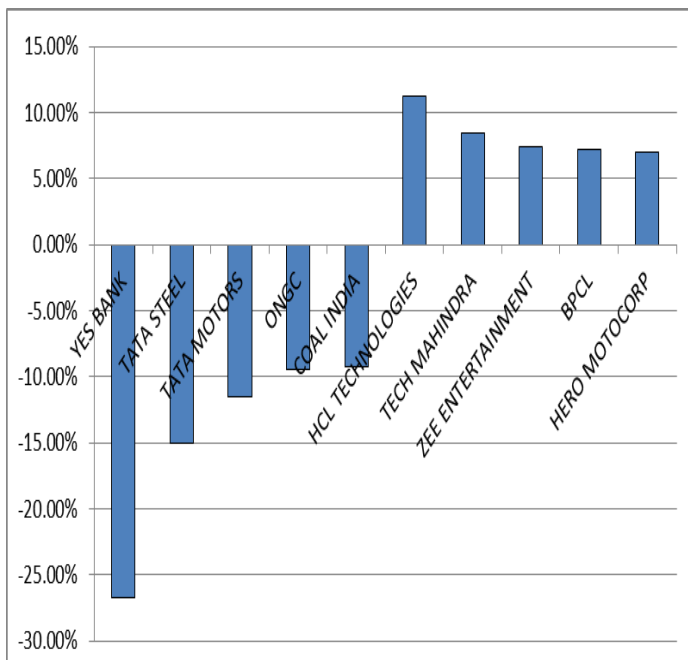


### Short Position

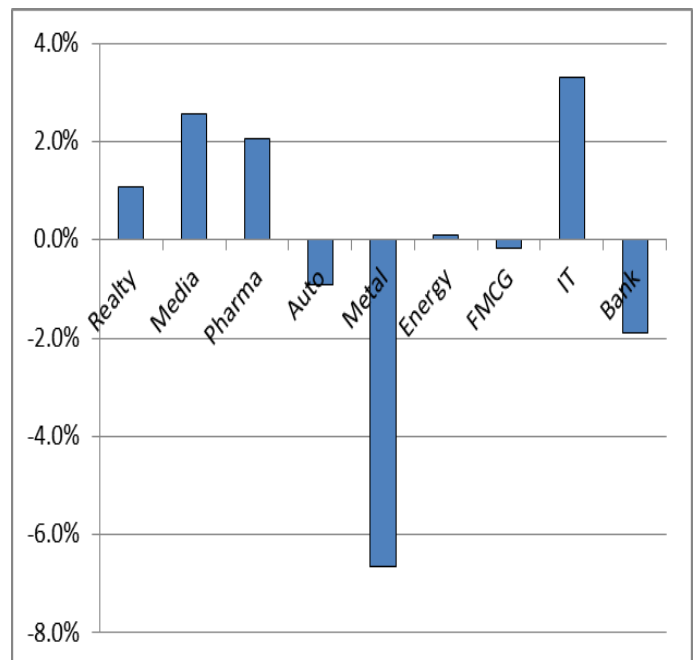


## MARKET MOVERS (1 MONTH CHANGE)

### Nifty Movers



### NSE Sectoral Indices Performance



Economic Calendar					
Country	Monday 2nd September 19	Tuesday 3rd September 19	Wednesday 04th September 19	Thursday 05th September 19	Friday 6th September 19
US	United States - Labor Day	ISM Manufacturing PMI (Aug),	Trade Balance (Jul), API Weekly Crude Oil Stock	Initial Jobless Claims, Crude Oil Inventories, Nonfarm Productivity.	Unemployment Rate, Nonfarm Payrolls, U.S. Baker Hughes Oil Rig Count
UK/EURO ZONE	Manufacturing PMI (Aug),	Construction PMI (Aug),	Services PMI (Aug), Retail Sales (MoM) (Jul).		GDP (YoY)
INDIA	India - Ganesh Chaturthi				

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