

### NIFTY KEY LEVELS

Support 1 : 11258  
Support 2 : 11145  
Resistance1: 11410  
Resistance2: 11490

### Events Today

#### Macro

Interest Rate Decision - RBI

Nonfarm Payrolls, Unemployment Rate - US Market

### Nifty Intraday Chart



### Market Outlook

Yesterday, Nifty opened negative at 11322.25 and made a low of 11257.35. From there it moved towards the high of 11370.40 and closed negative at 11313.10. On sectoral front AUTO, MEDIA, REALTY and PSU BANK traded positive where as rest of the indices closed with negative bias. India VIX closed positive by 5.62% at 17.70.

Nifty gave very volatile movement throughout yesterday and closed the day with a net loss of 0.4%. The index is getting a strong support at 200 DMA since last couple of trading days. Long position can be initiated (trading purpose only) by placing a stop loss at 200 DMA (currently is at 11258) on closing basis. However a closing below 200 DMA would lead to a more sell-off in the market and in that case Nifty may correct up to 11000 in the near future.

### Indian Market

Index (Prev. Close)	Value	% Change
SENSEX	38,106.87	-0.52%
NIFTY	11,314.00	-0.40%
BANK NIFTY	28,414.10	-1.08%

### Global Market

Index (Prev. Close)	Value	% Change
DOW	26,201.04	0.47%
NASDAQ	7,872.27	1.12%
CAC	5,438.77	0.30%
DAX	11,925.25	-2.76%
FTSE	7,077.64	-0.63%
EW ALL SHARE	18,503.90	-0.37%

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

SGX NIFTY	11,384.00	0.22%
NIKKIE	21,309.00	-0.15%
HANG SENG	26,096.50	-0.05%

### Commodity Market

Commodity(Prev. Close)	Value	% Change
GOLD	37,990.00	1.82%
SILVER	45,639.00	1.75%
CRUDEOIL	57.95	0.42%
NATURALGAS	165.90	1.53%

### Currency Market

Currency (Prev. Close)	Value	% Change
RS./DOLLAR	70.89	-0.26%
RS./EURO	77.74	0.28%
RS./POUND	87.33	0.21%

### Bond Yield

Bond yield (Prev. Close)	Value	% Change
G-sec 10YR : IND	6.61	-0.77%

% Change in 1 day

### Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
03-Oct-19	4763	5574	(811)
Oct-19	10225	12335	(2109)
2019	1002794	987238	16490
DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
03-Oct-19	3600	2738	863
Oct-19	8777	6412	2366
2019	702171	653596	48575

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

Quote of the Day : "In the business world, the rearview mirror is always clearer than the windshield."

**M&M BUY 04-Oct-19**

M&M and Ford have taken next step to drive profitable growth in India and emerging markets with the help of this joint venture. This has strengthened the strategic alliance forged between Ford and Mahindra in September 2017 and it is expected to be operational by mid 2020. M&M exports accounts for about 7-8% of the business and the JV with Ford will give it access to its global distribution network in the emerging markets including Middle East and ASEAN. Under the new JV, the companies will be benefited with operating leverage which would further help in improving the margins. There will be cost savings by 35-40% as both the companies will jointly work on common product platforms with a focus on utility vehicles as well as development of electric vehicles. Currently, we have not factored in the synergies in our estimates. We value M&M standalone business at 11x FY21e EPS and subsidiaries at Rs.243 to arrive at a target price of Rs.699 and recommend BUY.

**Monthly Auto Volume: September 2019 MACRO 03-Oct-19**

The auto sales have shown sequential improvement in September 2019. The month started with Onam and Ganesh Chaturthi festivals which improved the demand sentiment. On the contrary, sales remained impacted during the month led by inauspicious Shradh period and floods in Northern regions of the country. However, by the end of September, inquiries and footfalls increased after heavy discounting and promotions offered by the OEMs. The PV and the 2W segment had declined by 28% and 22% YoY respectively. Inventory levels remained high at 4-6 weeks and 5-7 weeks for PV and 2W segments respectively. The commercial vehicle segment continued to decline sharply by 41% YoY despite all time high discounts provided by the OEMs. The 3W segment also contracted by 3% YoY. The tractors segment declined by 1% YoY led by disruptions caused by heavy rains across various parts of the country. ESCORTS sales increased by 2% YoY while ASHOKLEY, BAJAJ-AUTO, EICHERMOT, HEROMOTOCO, M&M, MARUTI, TATAMOTORS and TVSMOTOR sales declined by 55%, 20%, 19%, 20%, 13%, 24%, 48% and 25% YoY respectively.

**IPO - IRCTC SUBSCRIBE 27-Sep-19**

IRCTC is Mini Ratna (Category-I, CPSE) wholly owned by Gol under administrative control of the Ministry of Railways. Currently, they operate in 4 business segments, namely, internet ticketing, catering, packaged drinking water under the "Rail Neer" brand, and travel and tourism. IRCTC is the only entity authorized by Indian Railways to provide catering services to railways, online railway tickets and packaged drinking water at railway stations and in trains in India. The company enjoys strong operating margins of 23.6% and RoNW of 26.1%. The stock is available at 18.8x FY19 Earnings. Monopoly in some segments, growth in revenue and profits with stable margins and attractive valuations, we assign subscribe rating to the issue.

**CREDITACC HOLD 17-Sep-19**

Credit Access Grameen has grown at a CAGR of 43% for the last 2 years & going ahead management expects it to continue growing at the rate of 30% CAGR. The rural dominant MFI growth was primarily driven by limited competition and strong credit underwriting. Margins remain unhindered amid the rising cost of borrowings as the rise in share by the foreign borrowings subsidized for the cost. Management has guided to further increase the share of foreign borrowings to 35-40% of the total which will further alleviate margin pressure. Even with continues expansion in neighboring states, management remains confident of keeping the C/I ratio in the 30-35% range. Asset quality remains immaculate with almost NIL NNPA. We remain positive on the stock; good monsoon during the year is expected to supplement the rural development going ahead. We maintain HOLD on the stock with P/B at 2.5x at TARGET of Rs 587.

**BAJAJ-AUTO BUY 16-Sep-19**

Bajaj-Auto continues to explore opportunities to stay ahead in the premium segment. The development of electric vehicles in alliance with KTM will provide the company technological edge over its peers. The products are expected to launch by FY22 and will be produced at Bajaj-Auto's Pune plant. Bajaj-Auto will focus on domestic market while KTM may concentrate on exports through these jointly developed products. However the company has announced that it will come with an electric scooter in FY20 and the prototypes are being tested in the country. We expect that these products will help the company to improve its margins and market share in the premium segment based on Bajaj-Auto's cost effective manufacturing and distribution reach. We value the company at 18x FY21e EPS to arrive at a target price of Rs.3450 and maintain BUY.

## Stocks in News:

- ❑ IRCTC IPO subscribed 112 times on final day..
- ❑ **HDFC Q2 Update:** Profit on sale of investments rose 83 percent on a yearly basis to Rs 1,632 crore. Profit included profit on sale of part stake of equity shares in Gruh Finance. Income from dividend at Rs 1,074 crore versus Rs 6 crore. Last year income from dividend was received in the first quarter.
- ❑ **HDIL:** EOW has arrested Rakesh and Sarang Wadhawan, to be produced before court on Oct. 4.
- ❑ Govt proposes to divest 15%, **TCIL** to issue 10% fresh equity.
- ❑ **Hindalco Industries** - Novelis receives approval from European Commission for proposed acquisition of Aleris.
- ❑ **Sasken Technologies** Buyback Tender to start from 11th October, price decided at Rs 825
- ❑ **Dhampur Sugar Mills** successfully launched Country Liquor at its Distillery unit at Dhampur.
- ❑ **National Fertilizers:** Fertilisers sale for April-September (kharif season) up 25 percent on a yearly basis to 27 lakh million tonnes.
- ❑ **Indian Hotels:** AB InBev and India Hotels partnered exclusively to launch a chain of microbreweries across key locations in India to launch a premium chain of microbreweries within its marquee hotels across India. This collaboration is worth Rs. 150 crores with plans to open 15 microbreweries over the next 5 years.
- ❑ **UCO Bank:** The board approved a proposal for the issue of equity shares on preferential basis to the government against capital infusion of Rs 2,130 crore.

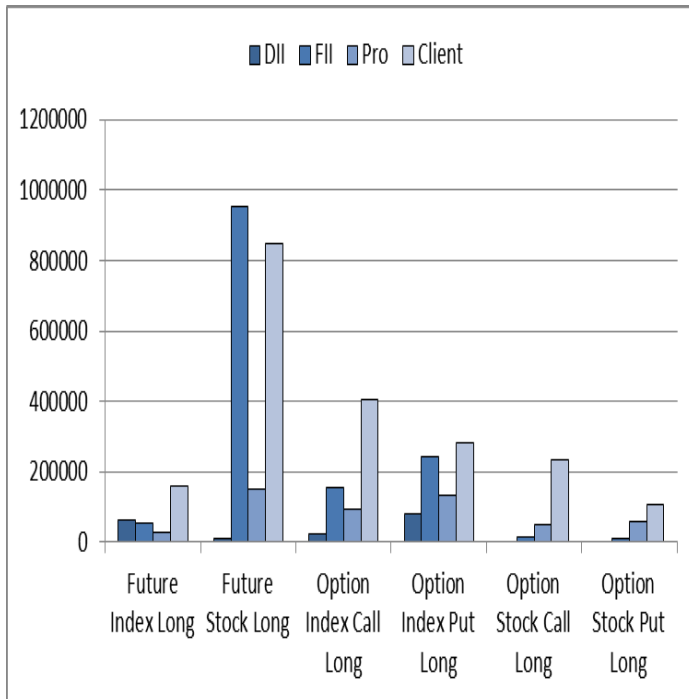
**Red:** Negative Impact **Green:** Positive Impact **Black :** Neutral.

## BULK DEAL

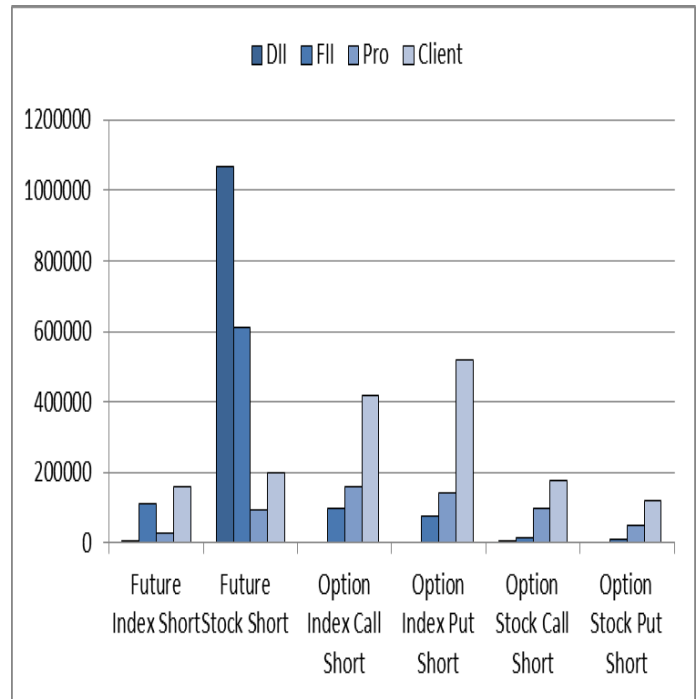
EXCHANGE	Date	SECURITY NAME	CLIENT NAME	DEAL TYPE	QUANTITY	PRICE
BSE	03-10-19	ACEWIN	AMALIN CLARA MARY	B	57600	6.11
BSE	03-10-19	ALEXANDER	VANDNA ANIRUDH SETHI	B	62565	20.34
BSE	03-10-19	ARIHANTINS	DINESH DALICHAND VORA	B	52000	7.58
BSE	03-10-19	ARIHANTINS	ASHISH HASMUKHLAL SHAH	B	52000	7.51
BSE	03-10-19	ARIHANTINS	ASHISH HASMUKHLAL SHAH	S	20000	7.37
BSE	03-10-19	ASHIKACR	KABIR SHRAN DAGAR (HUF)	B	46400	38.38
BSE	03-10-19	ASHIKACR	KABIR SHRAN DAGAR (HUF)	S	4400	38.4
BSE	03-10-19	ASHNI	JIGNESH BABULAL PARIKH	S	50000	1.51
BSE	03-10-19	MERCATOR	MULTIPLIER SHARE & STOCK ADVISORS PRIVATE LIMITED	B	104568	1.1
BSE	03-10-19	MERCATOR	MULTIPLIER SHARE & STOCK ADVISORS PRIVATE LIMITED	S	1903568	1.03
BSE	03-10-19	NIKKIGL	SHRADDHA DEVI SARAF	S	20000	6.17
BSE	03-10-19	NIKKIGL	BAKLIWAL VYAPAAR PRIVATE LIMITED	B	20000	6.17
BSE	03-10-19	NOVATEOR	KINNARKUMAR VINODCHANDRA SHAH	S	30000	42
BSE	03-10-19	NOVATEOR	ABHISHEK BHIKHABHAI PATEL	B	36000	41.98
BSE	03-10-19	PIFL	RAMACHANDRAN MURALIDHARAN	B	49495	3.61
BSE	03-10-19	PIFL	PADAMCHAND BHAVARLAL DHOOT	S	49500	3.61
BSE	03-10-19	PROFINC	PURAN CHAND CHOUDHARY	B	53172	22.45
BSE	03-10-19	PROFINC	SANDESH MADHUKAR SAWANT	S	50000	22.5
BSE	03-10-19	SBC	SANDEEP KUMAR SRIVASTAVA	B	18000	24.55
BSE	03-10-19	SBC	SWETA AGRAWAL	B	66000	24.39
BSE	03-10-19	SBC	SWETA AGRAWAL	S	6000	24.8
BSE	03-10-19	SBC	SANDEEP KUMAR SRIVASTAVA	S	66000	24.35
BSE	03-10-19	SBC	LAKSHMISHREE REALESTATE & LANDSCAPER PRIVATE LTD	B	114000	24.4
BSE	03-10-19	SBC	FAIRDEAL FINANCIAL ADVISORY PRIVATE LIMITED	S	114000	24.46
BSE	03-10-19	SSPNFIN	AJAY RAMESHCHANDRA GUPTA	B	12000	63.25
BSE	03-10-19	SURYAAMBA	MONEY GROW INVESTMENT	B	15000	42.41
BSE	03-10-19	SURYAAMBA	MONEY GROW INVESTMENT	S	15000	49.9
BSE	03-10-19	SURYAAMBA	AYUSHI JAIN	B	15941	49.73
BSE	03-10-19	SURYAAMBA	AYUSHI JAIN	S	15941	42.49

## PARTICIPANT WISE OPEN INTEREST

### Long Position

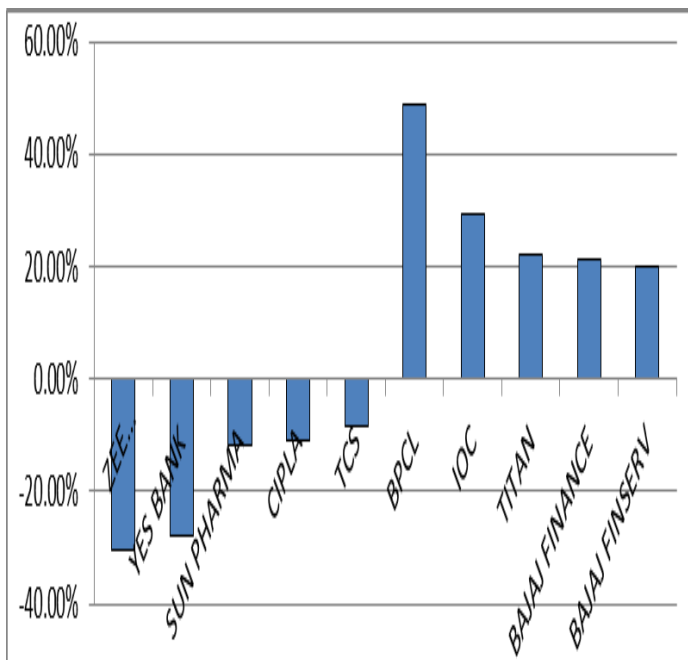


### Short Position

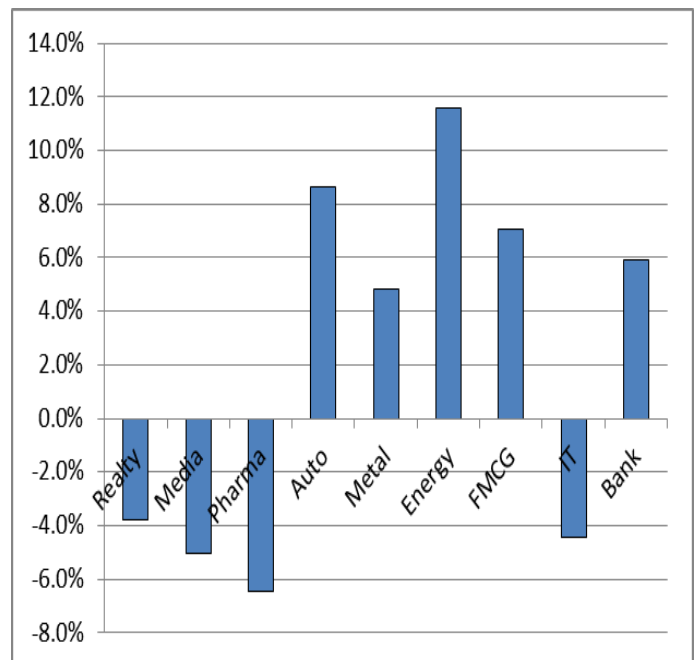


## MARKET MOVERS (1 MONTH CHANGE)

### Nifty Movers



### NSE Sectoral Indices Performance



Economic Calendar					
Country	Monday 30th September 19	Tuesday 1st October 19	Wednesday 2nd October 19	Thursday 3rd October 19	Friday 4th October 19
US		API Weekly Crude Oil Stock	ADP Nonfarm Employment Change, Crude Oil Inventories	Initial Jobless Claims, ISM Non-Manufacturing PMI	Nonfarm Payrolls, Unemployment Rate
UK/EURO ZONE	GDP, Unemployment Rate	CPI, Manufacturing PMI	Construction PMI	Services PMI	
INDIA	RBI Monetary and Credit Information		Holiday - India - Mahatma Gandhi Jayanthi		Interest Rate Decision

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Analyst's ownership of the stocks mentioned in the Report	NIL
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Correspondence Office Address: Arch Waterfront, 5<sup>th</sup> Floor, Block GP, Saltlake, Sector 5, Kolkata 700 091; Tel No.: 033-40541700; [www.narnolia.com](http://www.narnolia.com).

Registered Office Address: Marble Arch, Office 201, 2<sup>nd</sup> Floor, 236B, AJC Bose Road, Kolkata 700 020; Tel No.: 033-4050 1500; [www.narnolia.com](http://www.narnolia.com)

Compliance Officer: Manish Kr Agarwal, Email Id: [mkagarwal@narnolia.com](mailto:mkagarwal@narnolia.com), Contact No.:033-40541700.

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