

NIFTY KEY LEVELS

Support 1 : 11930
Support 2 : 11910
Resistance1: 12050
Resistance2: 12100

Events Today

Macro

Crude Oil Inventories - US

Nifty Intraday Chart



Market Outlook

Yesterday Nifty opened positive at 12079.10 and made a high of 12152.15. From there it moved towards the low of 12005.35 and closed positive at 12052.95. All the indices closed with positive bias. India VIX closed negative by 1.13% at 14.61.

After two sessions of decline, nifty took a breather. Bulls tried their best to pull index higher but failed to sustain the major gain. Formation of inside bar suggest the possibility of pullback but this possible only if nifty hold above its 50 DMA. A fall below 11970 level can trigger weakness towards 11930-11900 zone. However, resistance shifted lower towards 12150 and 12200 levels.

Indian Market

Index (Prev. Close)	Value	% Change
SENSEX	40,869.47	0.47%
NIFTY	12,052.95	0.50%
BANK NIFTY	31,399.40	0.52%

Global Market

Index (Prev. Close)	Value	% Change
DOW	28,583.68	-0.42%
NASDAQ	9,068.58	-0.03%
CAC	6,012.35	-0.02%
DAX	13,226.83	0.76%
FTSE	7,573.85	-0.02%
EW ALL SHARE	19,591.46	0.59%

Morning Asian Market (8:30 am)

SGX NIFTY	11,947.00	-1.44%
NIKKIE	23,118.50	-1.94%
HANG SENG	28,010.00	-1.10%

Commodity Market

Commodity(Prev. Close)	Value	% Change
GOLD	40,663.00	0.47%
SILVER	48,106.00	1.18%
CRUDEOIL	69.93	2.39%
NATURALGAS	156.50	1.82%

Currency Market

Currency (Prev. Close)	Value	% Change
RS./DOLLAR	71.83	-0.15%
RS./EURO	80.31	-0.36%
RS./POUND	94.52	-0.20%

Bond Yield

Bond yield (Prev. Close)	Value	% Change
G-sec 10YR : IND	6.55	-0.24%

% Change in 1 day

Institutional Turnover

FII

Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
07-Jan-20	3911	4593	(682)
Jan-20	15169	14062	1107
2020	15169	14062	1107

DII

Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
07-Jan-20	4205	3894	311
Jan-20	15913	16383	(469)
2020	15913	16383	(469)

Please refer to page pg 04 for Bulk deals, Dividends, Bonus, Spilts, Buyback.

Quote of the Day : "The rich invest in time, the poor invest in money"

Earning Estimate Highlights-Q3FY20E

MACRO

08-Jan-20

With Nifty trading close to 12000, the Index PE is at 21.5 times FY20E and is optically at the higher band. We however understand that this optically high PE is a factor of many one off expenditures in the Income statement of companies owing to regulatory payments, higher provisioning in Banks and NBFCs, impairment of Assets etc in past 8-10 quarters. The current quarter earnings is important as lot of companies have been betting on better earnings environment in the 2HFY20. It will be important to understand management commentaries and their take on the market demand scenario and their strategies to tackle the slowing growth. For December 2019, the average sales growth of our coverage companies Ex Financials is expected at 4% YoY and the Net Profit growth is expected at 5.6%. We expect Nifty EPS to grow by 14% for FY20 and clock in an EPS figure of 554 for FY20.

Monthly Auto Volume: December 2019

MACRO

03-Jan-20

The automobile industry saw some improvement in sales on account of lower base in December 2019. Demand sentiment improved based on higher discounts provided by the OEMs and ongoing marriage season. However, the sales were impacted due to delay in buying decision led by BS-VI onset. The OEMs had also taken annual production shutdown which avoided inventory built up. The PV segment posted a growth of 4% YoY. The CV segment had declined by 16% YoY due to slowdown in construction activities. The 2W segment had declined by 9% YoY due to weaker urban demand. The 3W segment grew by 6% YoY primarily led by improvement in export markets. The tractors segment showed marginal growth after the harvesting season. ASHOKLEY, BAJAJ-AUTO, EICHERMOT, ESCORTS, HEROMOTOCO, TATAMOTORS and TVSMOTOR sales declined by 28%, 3%, 13%, 11%, 6%, 14% and 15% YoY respectively. M&M posted a flat growth and MARUTI posted 4% YoY growth.

Commodity outlook for the year 2020

MACRO

30-Dec-19

Precious metal prices have outperformed base metals in 2019. Global trade tension, rising fears over recession and reversal in Fed monetary policy added to the shine of precious metals. Last year, Gold prices rose by 16% and Silver prices by 13%. Going forward in 2020, we expect precious metal prices to stay strong on lower interest rate environment, geopolitical tensions and weaker growth prospects. Among base metal, we are positive about Nickel. For 2019, we were expecting a 'lower vol-lower drift' market. Going forward we believe 2020 would be a year very similar to 2019.

Technical Nifty outlook for the year 2020

MACRO

26-Dec-19

Nifty's short-term / mid-term/ long-term trend is positive and initial resistance is around 12700 levels, however, for the year 2020, our target is 13300. Confluences of all major supports are around 11,300. In case, Nifty breaches the 11300 levels on a monthly closing basis, it shall set the tone for a mid-term sell-off with a lower target of 10300.

IPO - Prince Pipes and Fittings Ltd

SUBSCRIBE

17-Dec-19

Prince Pipes is leading polymer and pipes manufacturer in India with 5% market share and 30 years of experience. Due to their comprehensive product range, Prince Pipes is positioned as an end-to-end polymer piping systems solution provider. The company stands to gain from a well distributed network. The revenue and PAT have grown by 9% and 6% between FY17 to FY19. On valuations term, at upper band of the price the issue is available at 19.2x FY19 EPS 9.26 which seems to discount to industry average P/E of 38x. We assign a Subscribe rating to the issue.

- ❑ **GDP Estimate At 5%:** The Narendra Modi government on Tuesday has estimated India's GDP growth during fiscal 2019-20 at 5 percent as compared to 6.8 percent in the year-ago period, according to the first advance estimates released by the Central Statistics Ministry. The decline has been mainly on account of deceleration in manufacturing sector growth, which is expected to come down to 2 percent in 2019-20 from 6.2 percent in the year-ago fiscal.
- ❑ **Govt taking steps to simplify taxation:** Finance Minister Nirmala Sitharaman on January 7 said the government is taking various steps to simplify the taxation system and eliminate harassment of honest taxpayers. The tax department has implemented a computer-generated document identification number (DIN) to ensure greater transparency and accountability in tax administration.
- ❑ **Tata Steel** said that its arm TS Alloys has received a letter of intent for grant of mining lease for 50 years for Saruabil Chromite mining block, from the Odisha Government.
- ❑ **NCL Industries Q3 Update:** Cement Production down 23 percent to 4,23,199 million tonne. Cement dispatches down 22 percent to 4,30,861 MT.
- ❑ **NBCC** secured business of Rs 1,090.53 crore in December.
- ❑ **Bosch** said that it has received a strike notice from the respective Trade Unions at the company's plants situated at Bidadi and Naganathapura, stating that they are participating in the All India General Strike called by Central Trade Union on Jan. 8.
- ❑ **Coal India** output to be affected due to a strike on Jan. 8
- ❑ **Goa Carbon** Dec. Production up 77 percent to 11,112 MT.
- ❑ **Default Disclosures:** Suzlon Energy Communications, Jaypee Infratech, Reliance Communications, Hindustan Construction Company, Gayatri Projects, Religare Enterprises, Reliance Naval & Engineering, Reliance Power has defaulted on loans from financial institutions and banks.

BULK DEAL

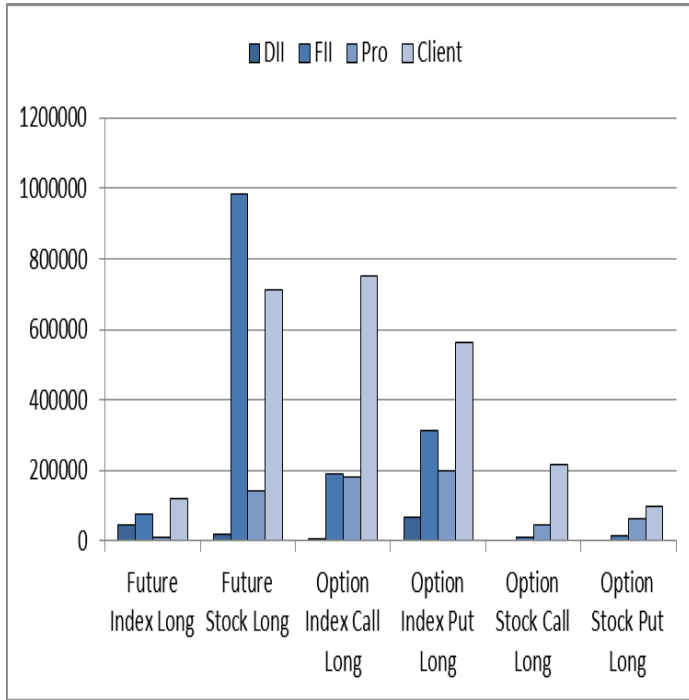
EXCHANGE	Date	SECURITY CODE	CLIENT NAME	DEAL TYPE	QUANTITY	PRICE
BSE	07-01-20	FILTRA	RADHIKA RASTOGI	B	45,000	14.04
BSE	07-01-20	HITECHWIND	RAJA CHANDRASHEKHAR VENKATRAMAN	B	40,000	26.05
BSE	07-01-20	JSHL	RAJEEV KUMAR GUPTA	B	40,000	17.6
BSE	07-01-20	JSHL	ANURAAG BAJPAI	B	35,000	17.65
BSE	07-01-20	JSHL	RAM SAGAR TIWARI	S	35,000	17.7
BSE	07-01-20	LAKHOTIA	GANNAYAK SALES PRIVATE LIMITED	B	150,000	8.84
BSE	07-01-20	LAKHOTIA	INTENSIVE FINANCE PRIVATE LIMITED	S	150,000	8.84
BSE	07-01-20	MAHANIN	RAHUL R MEHTA	S	500,000	0.19
BSE	07-01-20	MAHANIN	SHARDA SHARMA	B	501,900	0.19
BSE	07-01-20	NOVATEOR	VIMAL RAMNIKLAL AMBANI	B	60,000	17.8
BSE	07-01-20	NOVATEOR	PARSOTAM KANTILAL PUROHIT	S	66,000	17.8
BSE	07-01-20	PRISMMEDI	SHASHI MAKKAD .	B	110,000	23.66
BSE	07-01-20	PRISMMEDI	PRIYA GOEL .	S	102,000	23.73
BSE	07-01-20	RELICAB	OVERSKUD MULTI ASSET MANAGEMENT PRIVATE LIMITED	S	33,000	46
BSE	07-01-20	RELICAB	BINA PARESH SHAH	B	132,000	46
BSE	07-01-20	RELICAB	NIKHIL DHIREN SHAH	S	66,000	46
BSE	07-01-20	RELICAB	DHIREN JAYANTILAL SHAH	S	69,000	46
BSE	07-01-20	RELICAB	SHAH BABULAL VADILAL HUF	B	36,000	46
BSE	07-01-20	RIBATEX	MENIKA .	S	51,588	35.7
BSE	07-01-20	RIBATEX	STRM TRADING FOCUS PRIVATE LIMITED	B	76,342	35.59
BSE	07-01-20	RIBATEX	STRM TRADING FOCUS PRIVATE LIMITED	S	11,141	35.15
BSE	07-01-20	RIIL	MILLENNIUM STOCK BROKING PVT LTD	B	74,131	452.79
BSE	07-01-20	RIIL	MILLENNIUM STOCK BROKING PVT LTD	S	85,234	451.84
BSE	07-01-20	SAFALHBS	MINSHI CREATION PRIVATE LIMITED	B	538,900	0.63
BSE	07-01-20	VMV	RAJESH KUMAR SODHANI HUF	S	60,000	26.42

Corporate Action

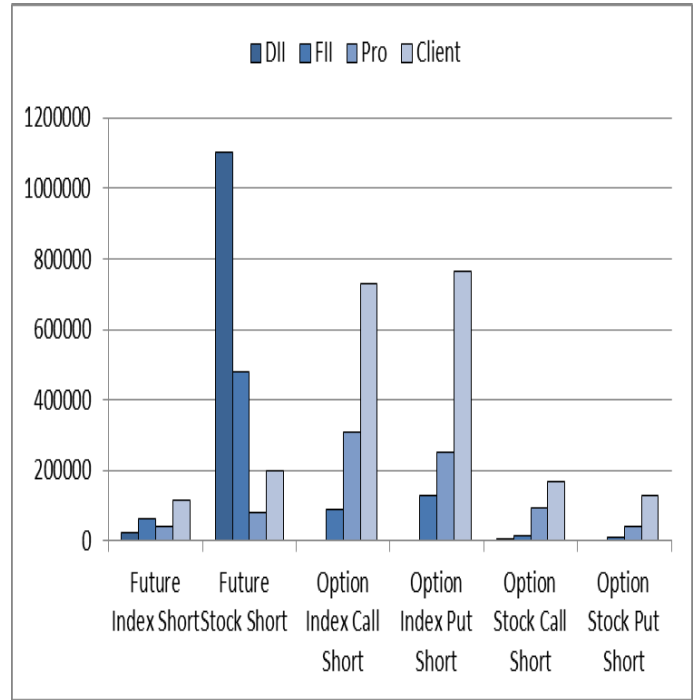
EXCHANGE	SECURITY CODE	SECURITY NAME	EX- DATE	PURPOSE	RECORD DATE
BSE	541556	RITES	09-01-20	Interim Dividend - Rs. - 6.0000	10-01-20
BSE	503816	SWADPOL	09-01-20	Stock Split From Rs.10/- to Rs.1/-	10-01-20

PARTICIPANT WISE OPEN INTEREST

Long Position

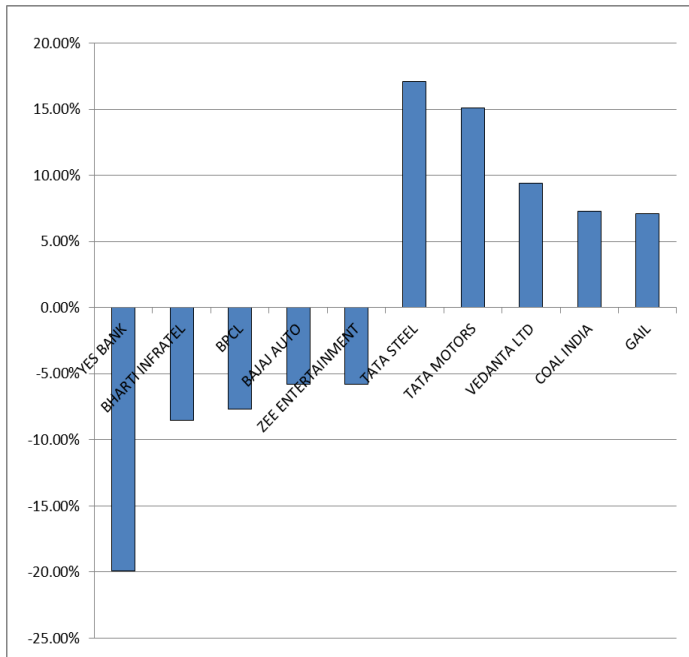


Short Position

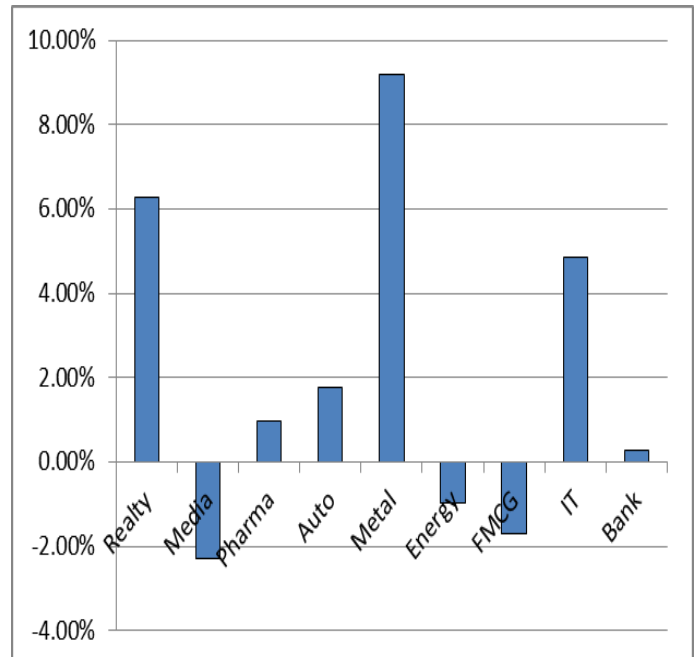


MARKET MOVERS (1 MONTH CHANGE)

Nifty Movers



NSE Sectoral Indices Performance



Economic Calendar					
Country	Monday 6th January 2020	Tuesday 7th January 2020	Wednesday 8th January 2020	Thursday 9th January 2020	Friday 10th January 2020
US	Services PMI	Trade Balance, ISM Non-Manufacturing PMI, API Weekly Crude Oil Stock	ADP Nonfarm Employment Change, Crude Oil Inventories, Cushing Crude Oil Inventories	Initial Jobless Claims	Nonfarm Payrolls, U.S. Baker Hughes Oil Rig Count
UK/EUROPE	Services PMI	CPI, Retail Sales	Labour Productivity		
INDIA	Nikkei Services PMI				FX Reserves, USD, Industrial Production, Manufacturing Output

Narnolia Financial Advisors Ltd. is a SEBI registered Research Analyst having SEBI Registration No. INH300006500. The Company/Analyst (s) does/do not have any holding in the stocks discussed but these stocks may have been recommended to clients in the past. Clients of Narnolia Financial Advisors Ltd. may be holding aforesaid stocks.

The stocks recommended are based on our analysis which is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed.

Disclosures: Narnolia Financial Advisors Ltd. (NFAL) (Formerly Microsec Capital Ltd.) is a SEBI Registered Research Analyst having registration no. INH300006500. NFAL is 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, its 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 its 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.

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.

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: INH300006500, Merchant Banking: (Registration No.: INM000010791), PMS: (Registration No.: INP000002304), AMFI Registered 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 Commerce Limited (Formerly Microsec Commerce Ltd.)-MCX/NCDEX Commodities Broker: INZ000051636 || NarnoliaVeloX Advisory Ltd.- SEBI Registered PMS: INP000005109 || Eastwind Capital Advisors Pvt Ltd. (EASTWIND)-SEBI Registered Investment Adviser: INA300005439 || Narnolia Insurance Brokers Limited (Formerly Microsec Insurance Brokers Ltd.)-IRDA Licensed Direct Insurance Broker (Life & Non-Life) Certificate No. 134, License No. DB046/02 || 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.

Disclaimer:

This report has been prepared by Narnolia Financial Advisors Ltd. (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, nor 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.