

Market Insight

18th Jan, 2019

Market Wrap

NSE Indices	Curr Close	Points Chg	Chg %
NIFTY	10905.2	14.9	0.14
NIFTY 100	11123.9	12.25	0.11
NIFTY 500	9161.6	2.85	0.03
NIFTY MIDCAP	17635.85	-50	-0.28
INDIA VIX	16.2425	0.165	1.03

BSE Indices	Curr Close	Points Chg	Chg %
SENSEX	36374.08	52.79	0.15
BSE 100	11180.6	11.31	0.1
BSE200	4651.68	3.21	0.07
BSE 500	14524.79	4.66	0.03
BSE MID CAP	15142.33	-44.81	-0.3
BSE SMALL CAP	14611.52	-48.09	-0.33

Sectorial Indices	Curr Close	Points Chg	Chg %
NIFTY AUTO	8878.2	11.45	0.13
NIFTY FIN SERVICE	11703.55	50.2	0.43
NIFTY FMCG	30737.25	-46.6	-0.15
NIFTY IT	14800.25	92.45	0.63
NIFTY MEDIA	2428.7	-51.7	-2.08
NIFTY METAL	2963.05	-4	-0.13
NIFTY PHARMA	8930.5	-123.7	-1.37
NIFTY PSU BANK	3120.4	-49.6	-1.56
NIFTY PVT BANK	15537.8	52.3	0.34
NIFTY REALTY	241.4	2.85	1.19
NIFTY COMMODITIES	3329	-3.45	-0.1
NIFTY CONSUMPTION	4908.95	-4.25	-0.09
NIFTY CPSE	2031.5	-2.4	-0.12
NIFTY ENERGY	14257.5	14.9	0.1
NIFTY INFRA	3105	3.3	0.11
NIFTY MNC	13659.95	10.45	0.08
NIFTY SERV SECTOR	15161.95	42.35	0.28
NIFTY PSE	3299.35	13.05	0.4
NIFTY BANK	27528.75	45.05	0.16

Nifty 50 Top 3 Gainers	Curr Close	Points Chg	Chg %
BHARAT PETROL	355.2	7.95	2.29
GAIL INDIA LTD	332.4	6.9	2.12
AXIS BANK LTD	676.65	12.65	1.91

Nifty 50 Top 3 Losers	Curr Close	Points Chg	Chg %
SUN PHARMA INDU	426.55	-27.25	-6.00
YES BANK LTD	201.5	-6.85	-3.29
ZEE ENTERTAINMEN	440.9	-11.2	-2.48

Exchange	Advance	Decline	Unchg
NSE	828	861	374
BSE	1225	1354	146

Indian shares rose for the third straight session on Thursday, although overall gains remained modest ahead of key corporate earnings and the upcoming interim budget.

The benchmark 30-share BSE Sensex ended the session up 52.79 points or 0.15 percent at 36,374.08 while the broader Nifty index rose by 14.90 points or 0.14 percent to 10,905.20.

HCL Technologies, Axis Bank, Infratel, BPCL and GAIL rose around 2 percent in the Nifty pack, while Sun Pharma slumped 6.6 percent on concerns over corporate governance while SBI, Eicher Motors, Zee Entertainment Enterprises and Yes Bank tumbled 2-4 percent.

U.S.-China trade tensions resurfaced after media reports suggested the U.S. is pursuing criminal charges against Huawei for alleged theft of trade.

Technical View



Market started yesterday's session with gap up of 30 points at 10920 levels. Overseas, Asian market was also trading positively supported by upbeat co-operate earnings in Wall Street. Nifty after attending high of 10930 levels, fell sharply to intraday low of 10844 but index still managed to recoup losses in last hour and settled with gain of 14 points at 10905 levels.

Index stretched its consolidation to second day and price action formed small bearish candle with long tail on daily chart. Index in yesterday's session fell to low of 10844 and almost re-tested higher band of triangle but bulls managed to close above 10900 levels. Price after given breakout of triangle, is sustaining at higher levels and also above 200 DMA.

As expected, Nifty gave small correction up to 10850 levels in Thursday's session. As long as price sustain above 10830 levels, expect bullish trend to continue. Any dip in the price should be used as buying opportunity up to 10830. While move below 10830 will again weaken the uptrend and next support comes around 10790 levels. On higher side, 10940 and 10985 could act as resistance.

Market Buzz

- **Reliance Industries** reported a healthy Q3FY19 with mixed performance across verticals, beating the estimates. Net profit rose 8.82% to Rs 10,251 crore in the three months ended 31 December. Consolidated revenue from operations increased 56.38 per cent YoY to Rs 1,60,299 crore. Reliance Jio Infocomm, the telecom arm of RIL, reported a profit of Rs 831 crore for December quarter, a jump of 22.10 per cent on a quarter-on-quarter basis. Third quarter revenue from refining and marketing segments increased 47.3 per cent year-on-year to Rs 1,11,738 crore.
- **Hindustan Unilever Third Quarter Net Income Meets Estimates**, 3Q net income 14.4 billion rupees, estimate 14.50 billion , 3Q revenue 93.6 billion rupees, estimate 94.40 billion . 3Q volume +10%; domestic consumer growth at 13%. 3Q Ebitda up 22% y/y to 20.46 billion rupees; margin up 170 basis points. Co. expects demand to stay stable in near term; to keep close watch on macro environment and respond with agility
- **Jet Airways** Chairman Naresh Goyal has told the State Bank of India (SBI) that he is ready to invest up to Rs 700 crore in the airline on the condition that his stake does not fall below 25 percent. Goyal's offer comes against the backdrop of strategic partner Etihad reportedly putting forward strict conditions, including that Goyal should give up control, for infusing funds into the crisis-hit carrier.
- **Federal Bank** Q3 net profit rises 28% YoY to Rs 333.63 crore; NII up 13%, Other income reported by the bank stood at Rs 345.5 crore against Rs 228.6 crore last year. The Kochi-based lender also posted a growth of 13 percent (YoY) in its net interest income to Rs 1,077.3 crore against Rs 950 crore posted last year. The gross NPA ratio rose marginally to 3.14 percent from the previous quarter's ratio of 3.11 percent. Meanwhile, the net NPA ratio stood at 1.72 percent. It improved from 1.78 percent in the previous quarter. The gross NPAs stood at Rs 3,361 crore against Rs 3,185 crore posted during the last quarter. While, net NPAs rose to Rs 1,817 crore against Rs 1,796 crore last quarter.
- **L&T Infotech acquired Ruletronics of \$7.48 million, including up-front consideration and earn-outs**, Ruletronics is a boutique Pega consulting company with customers in banking, insurance, healthcare and retail verticals.Total revenue of Ruletronics for the previous 12 months period ended March 2018 was around \$3.35 million. "Acquisition of Ruletronics will strengthen the company's rapidly growing digital business with a suite of capabilities in Pega implementation in establishing BPM roadmap & strategy, customer services, RPA and decisioning," the company said.
- **BHEL to set up electric vehicle charging points on Delhi-Chandigarh highway**, "The establishment of EV chargers at regular intervals over the entire 250 km stretch between Delhi and Chandigarh would allay range-anxiety among the electric vehicle users and bolster their confidence for inter-city travel," the company said in a statement.
- **FPIs hike stake in gold loan companies Muthoot, Manappuram Finance in Q3**, Foreign portfolio investors (FPIs) are accumulating equity shares of gold loan companies, as they increased their holdings in Muthoot Finance and Manappuram Finance for the second consecutive quarter on expectations of healthy growth going forward.In Manappuram Finance, FPIs bought an additional 1.26 percentage point stake to 39.44 per cent during the October-December quarter (Q3FY19). They hold 38.18 per cent stake in the company at the end of the September quarter (Q2FY19).
- **Adani Group to Set up Petrochemical Facility With BASF**, Adani Group plans to enter the petrochemicals sector by setting up a facility in a joint venture with BASF. Proposed factory will be built in an economic zone developed by the Adani group at Mundra in Gujarat. Project is expected to result in an investment of about 150b-160b rupees: Mint cites an unidentified Gujarat government official. While BASF will hold a majority controlling stake in the new venture, Adani is likely to hold a minority stake: Mint cites an unidentified government official
- **Zydus** gets final FDA approval for acetazolamide ER capsules.

- **Key earnings to watch:**

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LTI

NIITTECH

SBILIFE

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DISCLOSURES

Research Team Tel: 022 – 71148579

E-mail: research@inventuregrowth.com

Website: Inventuregrowth.com

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Research Team	Profile	Email ID
Mr. Prashant Barwaliya	Head- Research	Prashant.b@inventuregrowth.com
Mr. Yash Doshi	Fundamental Analyst	Yash.doshi@Inventuregrowth.com
Mr. Smeet Gala	Fundamental Analyst	Smeet.Gala@Inventuregrowth.com
Mr. Kunal Kame	Technical Analyst	Kunal.kame@Inventuregrowth.com

Created by: **IGSL - Research**
Inventure Growth & Securities Ltd, 201, Viraj Tower, Near Landmark Building,
Western Express Highway, Andheri (East), Mumbai -400 093
Tele: 91-22-71148500 , Fax: 91-22-40751511.
E-mail: Research@inventuregrowth.com , website : <http://www.inventuregrowth.com>

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