

The Daily

July 02, 2024





DOMESTIC INDICES			
	CLOSE	POINTS	% CHANGE
SENSEX	79476	443	0.56
NIFTY	24142	131	0.55
MIDCAP	46671	512	1.11
SMALL CAP	52952	821	1.58

SECTORAL INDICES			
	CLOSE	POINTS	% CHANGE
IT	37630	679	1.84
TECK	17414	250	1.46
FINANCE	11522	103	0.90
CD	59347	520	0.88
METAL	33293	242	0.73
CG	72727	402	0.56
AUTO	57525	232	0.41
HEALTHCARE	37251	141	0.38
BANKEX	59854	213	0.36
OIL & GAS	29546	72	0.25
POWER	7930	-25	-0.31
REALTY	8601	-34	-0.40

BSE 200 GAINERS/LOSERS			
GAINERS	%	LOSERS	%
POLICYBZR	8.69	SCHAEFFLER	-2.77
JSWINFRA	7.79	TORNTPOWER	-2.68
PATANJALI	6.81	NTPC	-2.23
PERSISTENT	6.10	HINDZINC	-1.81
ACC	5.06	JSL	-1.78

ADVANCE/DECLINES		
	BSE	%
ADVANCES	2656	64
DECLINES	1346	32
UNCHANGED	144	3

INSTITUTIONAL ACTIVITY			
Rs Cr	28-06-2024	01-07-2024	JULY TOTAL
FII	-23	-426	-449
DII	6658	3917	10575

Indian markets could open flat to mildly higher, in line with mixed Asian markets today and higher US markets on July 01

The S&P 500 closed higher Monday, supported by tech as stocks kicked off the second half of the year ahead of a crucial monthly jobs report due later this week.

On the manufacturing front, data showed the U.S. manufacturing activity unexpectedly fell further into contraction territory in June, with a reading of 48.5, below estimates of 49.2.

The Indian government has raised the windfall tax on petroleum crude to 6,000 rupees per metric ton from 3,250 rupees, with effect from July 2.

The HSBC India Manufacturing PMI rose to 58.3 in June compared with 57.5 in the previous month, as domestic demand helped push new orders. Employment generation recorded the fastest pace since March 2005.

Passenger Vehicle (PV) wholesales in India during June 2024 witnessed 3.67 percent growth at 3,40,784 units as against 3,28,710 units dispatched during June 2023.

The GST collections in June continue to maintain the momentum at Rs 1.74 lakh crore, as the May collections were recorded at Rs 1,72,739 crore. Annually, June collections represent an approximate 8% growth from the corresponding period last year, indicating a slowdown in the pace of collections seen.

Crude oil prices were little changed on Tuesday, holding near the two-month highs reached in the previous session, on expectations for rising fuel demand from the summer travel season and possible U.S. interest rate cuts that could boost economic growth.

Asian stocks fluctuated in a narrow range as traders weighed the possibility of another Donald Trump presidency in the wake of his debate with Joe Biden last week.

Recovering losses from the last session, Nifty settled at record closing high on July 01 on the first day of the week/month/quarter. At close, Nifty was up 0.55% or 131.4 points at 24141.9. Nifty closed at another record high on July 01. It almost engulfed the negative candle made on the previous day. The Nifty could soon breach the previous day's high of 24174 and head towards 24,380. The level of 23889 could provide support in the near term.



GLOBAL INDICES			
	CLOSE	POINTS	% CHANGE
DOW JONES	39170	50.66	0.13
S & P 500	5475	14.61	0.27
NASDAQ	19808	125.58	0.64
FTSE	8167	2.64	0.03
CAC	7561	81.73	1.09
DAX	18322	86.54	0.47
NIKKEI	39866	259.50	0.66
SHANGHAI	2997	2.39	0.08
HANG SENG	17912	189.68	1.07
BOVESPA	124763	857.00	0.69

EXCHANGE RATES		
	VALUE	% CHANGE
USD/INR	83.5	0.20
EURO/USD	1.074	-0.03
USD/GBP	1.264	-0.05
USD/JPY	161.6	0.10

COMMODITIES		
	VALUE	% CHANGE
GOLD (\$ / Oz)	2342.6	0.16
SILVER (\$ / Oz)	29.7	0.41
CRUDE OIL FUTURES	83.6	0.20
BRENT OIL (\$ / Barrel)	86.8	0.18

BOND YIELD		
	VALUE	ABS CHANGE
IND10 YEAR BOND YIELD	7.013	+0.005

ADR		
	VALUE	% CHANGE
DR REDDY'S LAB	75.4	-1.02
HDFC BANK	64.1	-0.36
ICICI BANK	28.8	0.00
TATA MOTORS	25.1	0.00
WIPRO	6.19	1.48
VEDANTA LTD	16.50	0.00
INFOSYS	18.76	0.73

Monthly Auto Sales

Company	Jun-24	YoY (%)	MoM (%)
Maruti	179228	12.4	-7.2
Tata Motors (PV)	43624	-7.9	-7.3
Tata Motors (CV)	31980	-6.8	7.7
M&M (PV)	40022	22.8	-7.4
M&M (Tractors)	47319	6.4	27.5
Hero Motocorp	503448	15.2	1.1
Bajaj Auto	358477	5.1	0.9
Eicher Motors (2W)	73141	-5.1	3.0
TVS Motors	333646	5.4	-9.8
Ashok Leyland	14940	-1.8	1.8
Escorts (Tractors)	9593	-2.6	11.4
SML Isuzu	1764	37.9	12.9

TVS Mobility arm acquired Italy-based automotive components supplier

TVS Mobility group on Monday said its subsidiary SI Air Springs has acquired Italy-based automotive components supplier Roberto Nuti Group, which will help it broaden the product range and strengthen its position in the global market. The pact between the two partners includes the 100 per cent purchase of Roberto Nuti Group by TVS Mobility indirectly, through its wholly-owned Indian subsidiary, SI Air Springs Private Limited and investments appropriate to the full re-launch of the company.

NCC secured orders worth Rs 355 crore in June

The construction firm received orders worth Rs 355 crore in June for the building division. It received these orders from a private limited company and it does not include any internal orders. It did not reveal details about the project timeline or specific deliverables.

DCX Systems received an order worth Rs 1250 crore from L&T

Company has received a contract/order for Rs 1250 crore plus Applicable Taxes from Larsen & Toubro (L&T). The order is for Manufacture and Supply of Electronic Modules. It is to be executed within three years.



SJVN's green energy arm signs deal with AM Green to supply 4.5 GW renewable energy for its ammonia facilities

SJVN's green energy arm will supply 4.5 gigawatt (GW) of renewable energy to AM Green Ammonia Holdings. The company is in the process of setting up one of the world's largest green ammonia production facilities, which will begin with the production of one million tonnes of green ammonia per annum in the first phase, and ramp it up to five million tonnes per annum (mtpa) in the second, set to be completed by 2030.

ATF price hiked 1.2% after a 6.5% cut seen in June

ATF price was hiked by 1.2 per cent while that of commercial LPG used by hotels and restaurants cut by Rs 30 per 19-kg cylinder in line with international oil price trends. Aviation turbine fuel (ATF) price was hiked by Rs 1,179.37 per kilolitre, or 1.2 per cent, to Rs 96,148.38 per kl in the national capital.

Tata Motors domestic sales dip 8 pc in June

Tata Motors reported an 8 per cent decline in total domestic wholesales to 74,147 units in June. The company's domestic wholesales stood at 80,383 units a year ago. Sales of passenger vehicles, including electric vehicles, in the domestic market, were lower by 8 per cent at 43,624 units in June as compared with 47,359 units in the year-ago month.

Petrol sales up 4%, diesel 1% in June

Petrol consumption increased 4.2% year-on-year in June while diesel sales expanded 0.7%, according to provisional sales data published by the petroleum and natural gas ministry. Sales of aviation turbine fuel (ATF) and liquefied petroleum gas (LPG) increased 8.7% and 5.1% respectively in June.

Asian Paints doubles production capacity at Mysuru plant for Rs 1,305 crore investment

Asian Paints has invested Rs 1,305 crore to double the production capacity at its plant in Mysuru to 6,00,000 KL per annum. The country's largest producer of paints now has an annual production capacity of 21,50,000 KL per annum. The plant in Mysuru was set up in 2018 with a production capacity of 300,000 KL per annum, and is currently operating at a capacity utilisation of around 78%.

Coal India's production grows 8% in April-June

Coal India Ltd (CIL) has reported ~8% year-on-year increase in coal production for the first quarter of fiscal year 2025 (FY25), reaching 189.3 million tonnes. This is up from 175.5 million tonnes in the same period last year, exceeding its target of 189.2 million tonnes. All seven of CIL's production arms recorded positive growth, with five surpassing their targets.

National Medical Products Administration (NMPA), China approves Fenofibrate manufactured by IOL Chemicals

IOL Chemicals and Pharmaceuticals said that the China's Drug Regulatory Authority viz National Medical Products Administration (NMPA), China has approved the product Fenofibrate manufactured by the Company. This will enable the Company to export its Fenofibrate API in China market.

Fenofibrate is used to treat high cholesterol and triglyceride levels in the blood.

Neuland Laboratories transferred a part of property by way of perpetual lease for Rs 31.5 crore

This is to letter dated November 23, 2022, informing about the approval of Board of Directors for transferring the Company's property situated at Nanakramguda, Hyderabad, Telangana, admeasuring 1.75 lakh sq.ft. by way of perpetual lease to various parties, for an overall consideration of Rs 117.96 crore, subject to receipt of requisite approval.

Now, the company said that it has transferred a part of the said Property by way of perpetual lease, for a consideration of Rs 31.5 crore.



NMDC reported sales volume at 3.73 million tonnes for Jun-2024

The company reported production volume at 3.37 million tonnes down 3.2% YoY and Sales volume at 3.73 million tonnes down 9% YoY for the month of June. The company set Lump ore prices at Rs 5,959 per ton and fines at Rs 5,110 per tonne.

CSB Bank Q1FY25 provisional update

The Bank reported gross advances up 17.8% at Rs 25,099 crore YoY. Total deposits were up 22.2% at Rs 29,920 crore YoY. CASA declined 1.3% YoY at Rs 7449 crore. Term deposits were higher by 32.7% YoY at Rs 22,471 crore.

Patanjali Foods to acquire Patanjali Ayurved's non-food biz for Rs 1,100 crore

Patanjali Foods (formerly Ruchi Soya Industries) announced on Monday its acquisition of the entire non-food business from Patanjali Ayurved. The listed entity will purchase this business for a total consideration of Rs 1,100 crore, to be completed in five tranches. Also, Patanjali Foods has entered into a licensing agreement with Patanjali Ayurved, involving a 3 per cent turnover-based fee.

EaseMyTrip inks MoU with UP EcoTourism Development Board to boost tourism

EaseMyTrip on Monday said it has signed an agreement with Uttar Pradesh EcoTourism Development Board (UPETDB) to boost state tourism. The objective of the Memorandum of Understanding (MoU) is to foster a strategic partnership aimed at elevating the promotion and development of tourism in Uttar Pradesh, EaseMyTrip.com said.

This partnership will leverage EaseMyTrip's extensive reach and technological expertise to highlight Uttar Pradesh's rich eco-tourism offerings, it added. Under the collaboration, EaseMyTrip will also promote all registered homestays in Uttar Pradesh on its online portal.

Carysil QIP opens on July 01, sets floor price at Rs 837.89 per share

Carysil Ltd announced the opening of its qualified institutional placement (QIP), setting the floor price at Rs 837.89 per share. The company may offer up to a 5% discount on the floor price, with the final issue price to be determined in consultation with the lead manager.



Important news/developments to influence markets

US construction spending unexpectedly falls in May

U.S. construction spending unexpectedly fell in May as higher mortgage rates depressed single-family homebuilding, and recovery is likely to be muted by improving housing supply.

The Commerce Department's Census Bureau said on Monday that construction spending dipped 0.1% after an upwardly revised 0.3% increase in April. Economists polled by Reuters had forecast construction spending rebounding 0.2% after a previously reported 0.1% fall in April.

US manufacturing mired in weakness; prices paid gauge hits six-month low

U.S. manufacturing contracted for a third straight month in June and a measure of prices paid by factories for inputs dropped to a six-month low amid weak demand for goods, indicating that inflation could continue to subside

German inflation eases more than expected in June

German inflation fell more than expected in June, resuming its downward trend after two consecutive months of increases and leaving the door open for another rate cut by the European Central Bank in September.

UK manufacturing growth slows as shipping delays hit exports, PMI shows

British manufacturing activity growth slowed last month from May's 22-month high as ongoing disruption to shipping in the Red Sea contributed to lower demand from overseas customers, a survey showed.

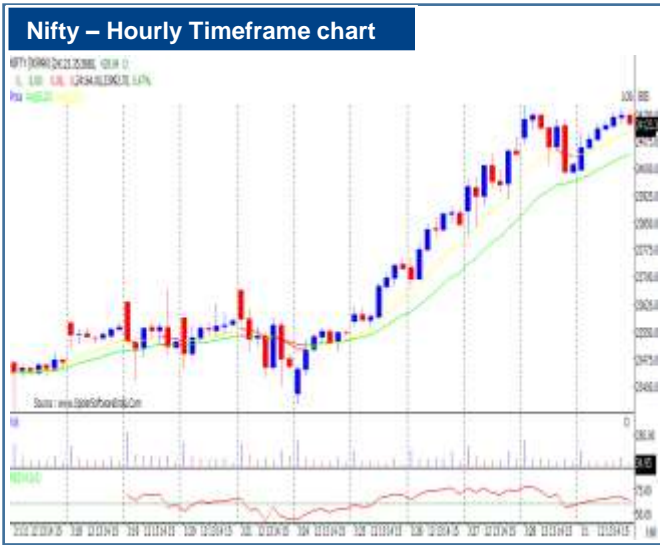
Robust demand boosts India factory growth in June, PMI shows

Activity in India's manufacturing sector rebounded last month as output increased on robust demand, leading to the fastest rate of hiring in over 19 years, despite inflationary pressures remaining elevated, a survey showed.



Index	CMP	View	R1	R2	S1	S2
Nifty July Future	24212	Positive	24330	24465	24075	23950
Bank Nifty July Future	52714	Positive	53240	53650	52280	51815

Daily Technical View on Nifty



Upside continuation pattern..

Observation: After witnessing minor selling pressure from the all-time high of 24174 levels on Friday, Nifty continued to show upside momentum amidst a range bound action on Monday and closed the day higher by 131 points. After opening with a positive note, the market continued to surge higher with range bound action for better part of the session. Nifty closed the day higher by erasing most of the intraday loss of Friday.

A reasonable positive candle was formed on the daily chart, that has placed beside the small negative candle of previous session. This is positive indication and suggests that the minor negative sentiment created on Friday could be nullified in the short term.



Positive chart pattern like higher tops and bottoms is intact. Having formed a minor higher bottom in the last week, the market is on the uprun to form another higher top of the pattern at the new highs. Still there is no confirmation of any higher top reversal forming at the highs.

Conclusion: The underlying trend of Nifty remains positive. The market is racing towards the next upside target of 24400 levels in the near term. Immediate support is placed at 23980 levels.



OPEN SHORT TERM TRADING CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET	UPSIDE %	VALID TILL
1	1-JUL-24	BUY	TCS JULY 4000 CALL OPTION	96.6	89.9	67.5	140	55.7	4-JUL-24
2	1-JUL-24	BUY	BANK NIFTY 03RD JULY 52500 CALL OPTION	382	341.6	266.0	551	61.3	4-JUL-24
3	26-JUN-24	BUY	FEDERAL BANK JULY FUT	179.50-174	178.8	171.0	191	6.9	10-JUL-24
4	21-JUN-24	BUY	IRCON	279-269	271.3	265.0	299	10.2	5-JUL-24
5	28-JUN-24	BUY	SBI	846-858.15	842.0	836.0	890	5.7	12-JUL-24
6	1-JUL-24	BUY	IEX	188.3-182.50	189.3	178.5	201	6.2	15-JUL-24
7	1-JUL-24	BUY	VINDHYA TELELINKS	2532.65-2451	2,526.3	2,419.0	2672	5.8	15-JUL-24
8	1-JUL-24	BUY	QUESS CORP	625-610	634.9	594.0	670	5.5	15-JUL-24
9	1-JUL-24	BUY	MPS	2080-2000	2,113.4	1,950.0	2270	7.4	15-JUL-24

OPEN E-MARGIN POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	10-JUN-24	BUY	REDINGTON	206-212	222.8	199.0	235.0	250.0	12	10-SEP-24
2	11-JUN-24	BUY	IFCI	60.98-56.50	60.9	54.0	68.0	72.0	18	11-SEP-24
3	11-JUN-24	BUY	ZENSAR TECHNOLOGY*	691.25-647	755.0	691.3	762.0	795.0	5	11-SEP-24
4	11-JUN-24	BUY	AARTI INDUSTRIES*	640-663.30	704.9	663.3	712.0	760.0	8	11-AUG-24
5	13-JUN-24	BUY	KOPRAN	247.30-235	257.8	228.0	270.0	300.0	16	13-SEP-24
6	14-JUN-24	BUY	BEML*	4100-4260.6	4532.5	4260.6	4641.0	5000.0	10	14-SEP-24
7	14-JUN-24	BUY	STAR	947-890	943.8	870.0	1045.0	1090.0	15	14-SEP-24
8	18-JUN-24	BUY	DATA PATTERNS	2985.10-2835	3043.2	2745.0	3265.0	3450.0	13	18-SEP-24
9	18-JUN-24	BUY	PRICOL	482.45-464	502.1	450.0	527.0	555.0	11	18-SEP-24
10	19-JUN-24	BUY	IDFC FIRST BANK	82.65-79.50	81.1	77.5	89.0	97.0	20	19-AUG-24
11	1-JUL-24	BUY	B SOFT	700-718	717.6	680.0	754.0	832.0	16	1-SEP-24

*= 1st Target Achieved

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