

The Daily

Oct 08, 2024





DOMESTIC INDICES			
	CLOSE	POINTS	% CHANGE
SENSEX	81050	-638	-0.78
NIFTY	24796	-219	-0.87
MIDCAP	47019	-888	-1.85
SMALL CAP	54118	-1828	-3.27

SECTORAL INDICES			
	CLOSE	POINTS	% CHANGE
TECK	19638	89	0.46
IT	42495	134	0.32
AUTO	58318	-221	-0.38
HEALTHCARE	43124	-441	-1.01
REALTY	7964	-93	-1.15
CD	64612	-1246	-1.89
FINANCE	11306	-219	-1.90
BANKEX	57168	-1226	-2.10
CG	68792	-1509	-2.15
METAL	33511	-766	-2.24
OIL & GAS	29783	-726	-2.38
POWER	8093	-262	-3.14

BSE 200 GAINERS/LOSERS			
GAINERS	%	LOSERS	%
CGPOWER	5.56	RVNL	-8.68
SUPREMEIND	3.81	VBL	-6.42
LTIM	2.23	PAYTM	-6.27
AUBANK	1.95	GICRE	-5.62
PERSISTENT	1.59	TATAPOWER	-5.50

ADVANCE/DECLINES		
	BSE	%
ADVANCES	636	15
DECLINES	3422	82
UNCHANGED	120	3

INSTITUTIONAL ACTIVITY			
Rs Cr	04-10-2024	07-10-2024	OCT TOTAL
FII	-9897	-8293	-50013
DII	8905	13245	53206

Indian markets could open lower, in line with mostly lower Asian markets today and negative US markets on Oct 05

US stocks struggled Monday as rising oil prices and higher Treasury yields weighed on market sentiment. A selloff in some of the world's largest technology companies dragged down stocks, extending a slide that was also driven by geopolitical worries and bets the Federal Reserve will opt for a smaller rate cut next month.

U.S. crude oil jumped more than 3% on Monday, as the market waited for Israel to strike Iran. West Texas Intermediate November contract: \$77.14 per barrel, up \$2.76, or 3.71%. Year to date, U.S. crude oil has gained more than 7%. The benchmark US 10-year Treasury yield rose more than 4 basis points to 4.02%. That marks the first time since August that the yield topped 4%.

Chinese shares jumped Monday, catching up to a stock rally fueled by stimulus measures after they reopened following a weeklong holiday.

Asian equities more broadly fell, and the yen gained. Shares dropped in Japan, South Korea and Hong Kong after Wall Street was dragged down by a tech selloff, geopolitical worries and bets on a smaller Federal Reserve rate cut. Focus will also be on a press conference from the China's National Development and Reform Commission due at 0200 GMT, for further details around the stimulus pledges that drove the market frenzy.

Nifty fell for the sixth consecutive session and ended at over one month low on Oct 07. It recorded the worst 6-day fall since March 2022. At close, Nifty was down 0.87% or 218.9 points at 24795.8. Nifty formed a long bear candle on Monday in a continuation sign of the downside momentum. Nifty moved below the previous bottom of 24753. The trend of the Nifty remains weak and sell-on-rise behavior may be witnessed for some more time, although as the short term trend has become oversold, a bounce can be expected any time. Nifty could face resistance from 25015, while 24347-24367 band could provide support in the near term.

Ericsson bags four more telecom circles for 4G, 5G deployment on VIL network

Ericsson has secured four additional telecom circles from Vodafone Idea for the deployment of 4G and 5G technology, expanding its footprint and market share. Vodafone Idea awarded a three-year telecom network contract worth Rs 30,000 crore to Ericsson, Nokia, and Samsung, with Nokia becoming the largest supplier.



GLOBAL INDICES

	CLOSE	POINTS	% CHANGE
DOW JONES	41954	-398.51	-0.94
S & P 500	5696	-55.13	-0.96
NASDAQ	19801	-234.28	-1.17
FTSE	8304	22.99	0.28
CAC	7576	34.66	0.46
DAX	19104	-16.83	-0.09
NIKKEI	38830	-576.00	-1.46
SHANGHAI	3454	117.14	3.51
HANG SENG	21650	-1449.78	-6.28
BOVESPA	132018	226.00	0.17

EXCHANGE RATES

	VALUE	% CHANGE
USD/INR	84.0	0.20
EURO/USD	1.099	0.10
USD/GBP	1.310	0.11
USD/JPY	147.7	-0.31

COMMODITIES

	VALUE	% CHANGE
GOLD (\$ / Oz)	2658.6	-0.28
SILVER (\$ / Oz)	31.5	-1.43
CRUDE OIL FUTURES	75.9	-1.62
BRENT OIL (\$ / Barrel)	79.7	-1.56

BOND YIELD

	VALUE	ABS CHANGE
IND10 YEAR BOND YIELD	6.967	+0.138

ADR

	VALUE	% CHANGE
DR REDDY'S LAB	77.7	-0.78
HDFC BANK	59.5	-2.56
ICICI BANK	28.8	-2.04
TATA MOTORS	25.1	0.00
WIPRO	6.39	-0.78
VEDANTA LTD	16.50	0.00
INFOSYS	22.91	0.53

HEG acquires 8.23% stake in NYSE-listed GrafTech International for over Rs 248 crore

HEG Ltd. announced that it has acquired a 8.23% stake in GrafTech International Ltd. for Rs 248.62 crore. The company has purchased the shares on the New York Stock Exchange listed from the secondary market.

GrafTech International Ltd., with a market cap of US\$ 416.6 million, is a top manufacturer of high-quality graphite electrode products, which are crucial for making steel using electric arc furnaces. The company has a strong lineup of cost-effective manufacturing plants for ultra-high-power graphite electrodes, featuring some of the largest facilities in the world.

BEL bags additional order worth Rs 500 crore

Bharat Electronics Ltd. said that it received an additional order worth Rs 500 crore. The order includes EMI shelters, AMC for integrated air command and control system nodes, upgrade spares for gun systems, spares for radars, and communication systems. BEL has garnered an accumulative order worth Rs 7,689 crore in the current financial year, according to a statement.

Jaguar Land Rover retail sales down 3% at 103,108 units in second quarter

Tata Motors-owned Jaguar Land Rover on Monday reported a 3 per cent decline in retail sales at 1,03,108 units in the second quarter of the current fiscal as compared to the year-ago period. Retail sales for the first six months of the financial year were at 2,14,288 units, up 3 per cent year-on-year, Tata Motors said.

Production in Q2 FY25 was restricted to 86,000 units, down 7 per cent as compared to 93,000 units in the year-ago period as a result of aluminium supply disruptions reported in Q1 FY25, it added. We expect both production and wholesale volumes to pick up strongly in the second half of the financial year as the aluminium supply situation normalises, the company said.

RITES received an order worth US\$ 5.4 million from Ntokoto Rail Holdings

RITES said that it has received a contract worth \$5.4 million from Ntokoto Rail Holdings Pty Ltd. It is for supply and commissioning of overhauled in-service Cape Gauge ALCO Diesel Electric Locomotives fitted with new Cape Gauge Bogies, Traction Motors, Control System Air braked, etc. overhauled at nominated facility and on-site warranty support for one year.



Hitachi Energy announced Rs 2000 crore investment for capacity expansion

N. Venu, managing director and chief executive officer, announced that it plans to double the company's transformer manufacturing capacity over the next four years to address the increasing demand from new power projects. The company is collaborating with smaller vendors to expedite the delivery of parts required for assembly.

To mark this milestone year, Hitachi Energy India Limited plans to invest around Rs 2,000 crore over the next four to five years, contingent on continuing underlying trends, as India marches on towards becoming the third largest economy in the world.

Execution of Indicative and Non-Binding Term Sheet by Mahanagar Gas

Mahanagar Gas (MGL) has entered into an indicative and non-binding term sheet with International Battery Company, Inc., a Delaware Corporation having its principal place of business at the United States of America ('IBC US') for a proposed investment by the Company in International Battery Company Private Limited (proposed Joint Venture Company) of an amount not exceeding Rs 385 crore, in one or more tranches, by subscribing to the equity shares or other securities of the proposed Joint Venture Company, for a stake not less than 40% in the proposed Joint Venture Company, subject to execution of definitive agreements whose terms and conditions are to be mutually agreed upon, and fulfilment of other terms and conditions precedent for the proposed investment.

Servotech Power Systems bags additional order for 9 EV charging stations in Maharashtra

Servotech Power Systems said that it has secured an additional order in Maharashtra to set up nine electric vehicle charging stations. With this, the total number of electric vehicle charging stations set up by the company will reach 29. The additional orders have been secured from Nashik Municipal Corporation. "Previously, the company had received an order from NMC which involved supplying, commissioning, and constructing 20 EV charging stations throughout the corporation area," it said.

Important news/developments to influence markets

UK pay growth weakest since February 2021, REC survey shows

Britain's jobs market showed more signs of cooling in September as pay growth increased at the slowest pace in almost four years, according to a survey likely to reassure the Bank of England as it considers whether to cut borrowing costs again.

Euro zone investor morale rises in October on brighter expectations

Investor morale in the euro zone unexpectedly rose in October after three consecutive months of decline, boosted by rising expectations even as dissatisfaction with the current situation hit a new low this year, a survey showed on Monday.

Business climate in German retail clouds over, Ifo says

The business climate in the German retail sector clouded over in September, according to an Ifo survey published on Monday.

China's Sept forex reserves rise more than expected to \$3.316 trln

China's foreign exchange reserves rose more than expected in September, official data showed on Monday, as the dollar weakened against other major currencies.



Index	CMP	View	R1	R2	S1	S2
Nifty Oct Future	25005	Negative	25150	25280	24860	24750
Bank Nifty Oct Future	51047	Negative	51550	51920	50670	50110

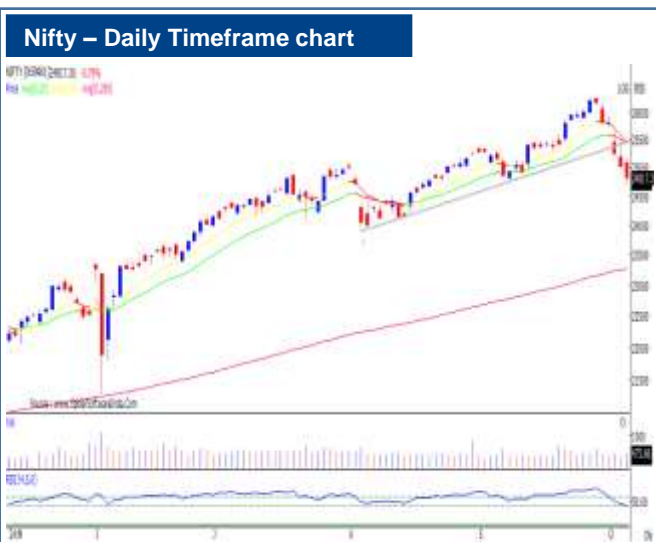
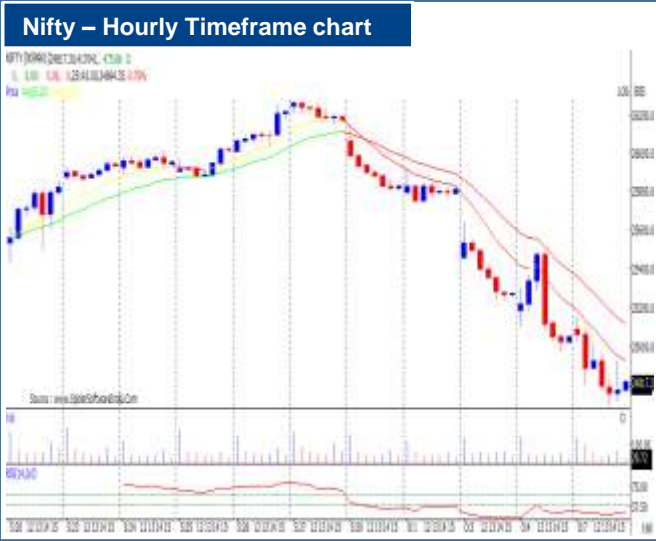
Daily Technical View on Nifty

No respite for bulls to comeback..

Observation: The sharp downside momentum continued in the market for the sixth consecutive sessions on Monday and Nifty closed the day lower by 218 points. After opening with a positive note, the market made an attempt to move up in the early part of the session. Sharp selling has resumed in the mid to later part of the session with high volatility and Nifty finally closed near the lows.

A long bear candle was formed on the daily chart, which is indicating a continuation of steep downside momentum. The positive chart pattern like higher tops and bottoms on the daily chart seems to have negated by Nifty moving below the last higher bottom of 24753 levels on Monday. Hence, this market action indicates that any upside bounces from here or from the lows could be short lived and that could possibly form a new lower top.

Conclusion: The underlying trend of Nifty continues to be negative. Having declined below the crucial support of 25100-25000 levels recently, Nifty could slide down towards another lower support of around 24500-24400 in the near term. Immediate resistance to be watched at 25000 levels.





OPEN SHORT TERM CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	UPSIDE %	VALID TILL
1	7-OCT-24	SELL	ZYDUS LIFE OCT FUT	1054.70-1075	1,055.4	1,090.0	1000	5.2	21-OCT-24

OPEN E-MARGIN POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	6-AUG-24	BUY	GREENPANEL*	358.60-343	389.8	358.6	390.0	439.0	13	6-NOV-24
2	20-SEP-24	BUY	IDFC FIRST BANK	73.30-70.70	72.2	68.5	79.0	84.0	16	20-NOV-24
3	23-SEP-24	BUY	MAHARASHTRA BANK	60.06-57	55.8	55.5	65.0	71.0	27	23-DEC-24
4	26-SEP-24	BUY	TATA STEEL	156-162.70	164.4	150.0	175.0	188.0	14	26-NOV-24
5	26-SEP-24	BUY	SURYA ROSHNI	713.05-685	686.5	668.0	762.0	825.0	20	26-DEC-24

*= 1st Target Achieved

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