

# The Daily

September 04, 2024





## DOMESTIC INDICES

	CLOSE	POINTS	% CHANGE
SENSEX	82555	-4	-0.01
NIFTY	25280	1	0.00
MIDCAP	49141	92	0.19
SMALL CAP	56062	301	0.54

## SECTORAL INDICES

	CLOSE	POINTS	% CHANGE
CD	64176	802	1.27
FINANCE	11703	79	0.68
CG	73027	453	0.62
BANKEX	58798	300	0.51
HEALTHCARE	43036	43	0.10
AUTO	58852	-62	-0.11
IT	43512	-136	-0.31
POWER	8171	-41	-0.49
TECK	19875	-103	-0.51
REALTY	8166	-44	-0.53
METAL	31884	-190	-0.59
OIL & GAS	32693	-228	-0.69

## BSE 200 GAINERS/LOSERS

GAINERS	%	LOSERS	%
OFSS	4.67	TORNTPOWER	-2.94
GLAND	3.55	ADANIGREEN	-2.47
HAL	3.08	PAYTM	-2.32
SBICARD	2.94	SOLARINDS	-2.20
DIXON	2.89	LODHA	-2.01

## ADVANCE/DECLINES

	BSE	%
ADVANCES	2000	49
DECLINES	1936	48
UNCHANGED	118	3

## INSTITUTIONAL ACTIVITY

Rs Cr	03-09-2024	02-09-2024	SEPT TOTAL
FII	1029	1735	8082
DII	1896	356	-946

### Indian markets could open lower, in line with lower Asian markets today and negative US markets on Sept 03.

U.S. stocks finished sharply lower on Tuesday to begin a historically tough month of the year for the market, as investors evaluated weak manufacturing data that reignited concerns over an economic slowdown.

A key barometer of U.S. factories was negative for the fifth straight month, signaling the manufacturing side of the economy is still in a deep slump that might not end until after the presidential election. The Institute for Supply Management's manufacturing index edged up to 47.2% from an eight-month low of 46.8% but below the 47.9% expected from Dow Jones.

U.S. and global benchmark crude-oil prices fell sharply on Tuesday to turn lower year to date, as downbeat economic data from China and a weak reading on the U.S. manufacturing sector fed worries about a slowdown in energy demand. The possible easing of political unrest in Libya triggered worries about weak demand and oversupply. November Brent crude, the global benchmark, fell \$3.77, or 4.9%, to settle at \$73.75 a barrel on ICE Futures Europe. West Texas Intermediate crude for October delivery fell \$3.21, or 4.4%, to settle at \$70.34 a barrel on the New York Mercantile Exchange, the lowest front-month finish since Dec. 13, 2023.

Focus will turn to the key US jobs report due later this week. The data is expected to show payrolls in the world's largest economy increased by about 165,000, based on the median estimate in a Bloomberg survey of economists. Growth in China's services sector activity slowed in August despite the summer travel peak, prompting some firms to cut staff amid concerns about rising costs, a private-sector survey showed on Wednesday.

The Caixin/S&P Global services purchasing managers' index (PMI) slipped to 51.6 in August from 52.1 in July.

Asia-Pacific markets fell sharply on Wednesday, led by Japan's Nikkei 225 after U.S. tech stocks sold off and weak U.S. economic data sparked recession fears.

Nifty rose for the fourteenth consecutive session on Sept 03. At close, Nifty was up 1.15 points at 25279.9. Nifty formed a small negative candle with a small lower shadow on Sept 03. Nifty once again remained in a narrow 86-point range through the day. Nifty could face resistance in the 25360-25400 band while 24972 could offer support in the near term.



## GLOBAL INDICES

	CLOSE	POINTS	% CHANGE
DOW JONES	40937	-626.15	-1.51
S & P 500	5529	-119.50	-2.12
NASDAQ	18959	-615.90	-3.15
FTSE	8298	-65.38	-0.78
CAC	7575	-71.32	-0.93
DAX	18747	-183.74	-0.97
NIKKEI	37319	-1410.00	-3.64
SHANGHAI	2803	-8.06	-0.29
HANG SENG	17651	-40.48	-0.23
BOVESPA	134353	-553.00	-0.41

## EXCHANGE RATES

	VALUE	% CHANGE
USD/INR	84.0	0.20
EURO/USD	1.105	0.05
USD/GBP	1.311	-0.04
USD/JPY	145.3	-0.09

## COMMODITIES

	VALUE	% CHANGE
GOLD (\$ / Oz)	2523.2	0.01
SILVER (\$ / Oz)	28.3	-0.21
CRUDE OIL FUTURES	69.9	-0.64
BRENT OIL (\$ / Barrel)	73.3	-0.53

## BOND YIELD

	VALUE	ABS CHANGE
IND10 YEAR BOND YIELD	6.98	1.08

## ADR

	VALUE	% CHANGE
DR REDDY'S LAB	81.1	-2.84
HDFC BANK	60.9	-0.28
ICICI BANK	29.5	0.61
TATA MOTORS	25.1	0.00
WIPRO	6.3	-1.40
VEDANTA LTD	16.5	0.00
INFOSYS	23.0	-1.29

### India's top oil explorer may set up refinery in Uttar Pradesh

Oil and Natural Gas Corp. is considering setting up a multibillion-dollar refinery and petrochemical project in the nation's most populous state to bolster its business as fuel demand expands. The company is looking at a 9-million-ton-a-year project in Uttar Pradesh that could cost more than 700 billion rupees (\$8.3 billion).

### TCS Partners with Google Cloud to Launch AI-Powered Cybersecurity Solutions

Tata Consultancy Services (TCS) has expanded its partnership with Google Cloud to offer two new cybersecurity solutions for customers. This partnership aims to strengthen cyber resilience for enterprises across industries and empower them with domain-focused innovation with cutting edge technologies from TCS and Google Cloud.

### NHPC revises MoU with Maharashtra govt for 7,350 MW renewable energy storage systems

NHPC Ltd said that it has re-entered a memorandum of understanding (MoU) with the Department of Water Resources (WRD), Government of Maharashtra, to establish energy storage systems, specifically pumped storage projects (PSPs), across the state. This follows an earlier MoU with Maharashtra's Department of Energy for developing renewable energy sources, including solar, wind, and hybrid systems, with a total capacity of 7,350 MW.

The revised MoU, signed on September 3, 2024, comes after the issuance of a corrigendum on July 31, 2024, concerning the state's policy for developing PSPs through public-private partnerships. Under this agreement, NHPC will develop four major PSPs in Maharashtra: Kengadi (1,550 MW), Savitri (2,250 MW), Kalu (1,150 MW), and Jalond (2,400 MW).

### AU Small Finance Bank seeks RBI approval for transition to universal bank

AU Small Finance Bank on Tuesday (September 3) said it has formally submitted an application to the Reserve Bank of India (RBI) for approval to transition from a small finance bank to a universal bank. This comes after the RBI on April 26, 2024, invited applications from small finance banks meeting specified criteria, including a minimum net worth of Rs 1,000 crore, for becoming regular or universal banks.



## **SAT adjourns hearing on Zee's plea against SEBI on fund diversion matter**

The Securities Appellate Tribunal (SAT) adjourned a hearing on a plea filed by Subhash Chandra, chairman emeritus of Zee Entertainment Enterprises, against the Securities and Exchange Board of India (Sebi) in the alleged fund diversion matter.

Chandra's counsel sought more time, to which Sebi's counsel objected. Chandra's legal team requested a later date from the tribunal, but Sebi's counsel asked the bench to consider this as the final extension, citing developments and allegations made by 73-year-old media baron. The matter may now be heard later in September.

## **IEX records 35.8% growth in August, renewable energy certificate segment surges 737%**

The Indian Energy Exchange (IEX) on Tuesday (September 3) saw significant growth in August 2024, achieving a total volume of 12,040 million units (MU), a 35.8% year-on-year (YoY) increase. The electricity volume alone reached 9,914 MU, marking a 17.1% YoY rise.

A notable highlight was the renewable energy certificate (REC) segment, which surged by 737.4% YoY to 2,116 MU. This spike was accompanied by an all-time low REC price of Rs 115 per certificate during the trading session on August 28, 2024.

## **TotalEnergies' Adani Green Energy investments now at US\$ 3.2 billion**

French energy major TotalEnergies' latest \$444 million investment in a joint venture with Adani Green Energy has taken its total commitment to this Adani company to \$3.2 billion.

TotalEnergies continues to invest in Adani Green, calling it as a strategic move in the Indian electricity market. This is in contrast to its decision to pause a green hydrogen partnership with the group earlier. It will invest \$444 million for a 50 per cent stake in a joint venture with Adani Green, which will manage 1,150 megawatts (MW) of solar assets.

## **Govt. to sell up to 6.8% stake in GICRE through OFS**

The government will sell up to 6.8% stake via offer for sale between Sept. 4 and Sept. 5. The government will sell a 3.4% stake via a base offer, with an oversubscription offer for 3.4%. The floor price has been set at Rs 395 per share.

## **Zydus Lifesciences provides clarification regarding warning letter at injectable unit**

The company has provided clarification regarding the warning letter received from the US FDA. The letter points out concerns with the injectable manufacturing facility in Jarod, Gujarat. It is currently addressing these concerns and taking necessary corrective and preventive measures as requested by the US FDA.

It summarizes certain violations with respect to current good manufacturing practice regulations.

The Warning Letter does not impact the existing products manufactured and being supplied from the said injectable manufacturing facility to the US market and it also does not affect operations of the business.

## **Havells India to expand cable manufacturing capacity at Tumakuru**

In order to cater to the potential demand for Cables, the company has decided to further expand its Cable manufacturing capacity in the same facility at Tumakuru, from existing 3,48,000 Kms per annum to 4,62,600 Kms per annum, with an additional investment of around Rs 450 crore. This investment is primarily towards augmentation of capacity for higher size Cables. The production through expansion at Tumakuru is expected to commence by September-2026. The entire investment will be funded through internal accruals.



## **Important news/developments to influence markets**

### **Turkey inflation tumbles to 52% as disinflation proceeds**

Turkey's annual inflation tumbled a bit more than expected to 51.97% in August, data showed on Tuesday, continuing a sharp slide due to base effects and food price relief, and keeping the central bank on track for rate cuts in the months ahead.

Month-on-month, consumer price inflation (CPI) was 2.47% in August, driven by a gas price hike, but was below market expectations, according to the Turkish Statistical Institute.

### **Canadian factory PMI rises to five-month high in August**

Canadian manufacturing activity moved closer to stabilization in August as production and new orders fell at slower rates, but a decline in employment underscored an uncertain outlook and cost pressures rose to a 16-month high, data showed on Tuesday. The S&P Global Canada Manufacturing Purchasing Managers' Index (PMI) increased to 49.5 in August, its highest level since March, from 47.8 in July.

### **World Bank Sees India GDP growing at 7% this fiscal**

India's GDP growth is expected to remain strong at 7% in fiscal 2025, according to the latest forecasts by the World Bank. This is despite a subdued external environment, and the dissipation of post-pandemic rebound effects. In particular, geopolitical tensions could put pressure on commodity prices and critical supply chains, and resurgent inflation could still keep global interest rates "higher for longer", it said.



Index	CMP	View	R1	R2	S1	S2
<b>Nifty Sep Fut</b>	<b>25344</b>	Correction	25410	25475	25267	25189
<b>BankNifty Sep Fut</b>	<b>51845</b>	Correction	51978	52111	51618	51391

**Nifty – 60 min Timeframe chart**



**Nifty – Daily Timeframe chart**



## Daily Technical View on Nifty

- Nifty rose for the fourteenth consecutive session on Sept 03. At close, Nifty was up 1.15 points at 25279.9.
- Cash market volumes on the NSE were 1.3% higher than on the previous session. Broad market indices rose more than the Nifty even as the advance decline ratio rose to 1.01:1.
- Nifty broke the streak of hitting new all time highs on daily basis by not registering new all time high on 3<sup>rd</sup> Sep 2024.
- Primary trend of the index is still up as it is placed above all important moving averages.
- Nifty formed a small negative candle with small lower shadow on Sept 03. Nifty once again remained in a narrow 86-point range through the day.
- Nifty could face resistance in the 25360-25400 band while 25130 could offer support in the near term.
- High volumes were witnessed in new age stocks, defence stocks, new listed stocks and Financials.





## OPEN SHORT TERM TRADING CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET	UPSIDE %	VALID TILL
1	2-SEP-24	BUY	BANK NIFTY SEP FUT	51700-51500	51,845.2	51,400.0	52110	0.5	5-SEP-24
2	3-SEP-24	BUY	IPCA LAB 1400 SEP CALL OPTION	47.3	46.5	32.3	69	48.4	6-SEP-24
3	3-SEP-24	BUY	NIFTY 05TH SEP 25250 CALL OPTION	106.2	95.7	79.0	148	54.6	6-SEP-24
4	20-AUG-24	BUY	BANK OF BARODA SEP FUT	246-251.15	252.6	243.5	264	4.5	10-SEP-24
5	30-AUG-24	BUY	RAMCO CEMENT SEP FUT	838.40-825	838.0	815.0	870	3.8	13-SEP-24
6	30-AUG-24	BUY	HIND COPPER SEP FUT	335.60-315.70	320.1	309.0	372.7	16.4	13-SEP-24
7	2-SEP-24	BUY	CANARA BANK SEP FUT	113.82-110	112.1	108.0	120	7.1	16-SEP-24
8	3-SEP-24	BUY	M&M FIN SEP FUT	327.35-315	323.8	310.0	345	6.6	17-SEP-24
9	2-SEP-24	BUY	WHIRLPOOL OF INDIA	2182-2113	2,205.5	2,084.0	2303	4.4	16-SEP-24
10	3-SEP-24	BUY	MHRIL	418.45-411	427.5	408.0	448	4.8	17-SEP-24
11	3-SEP-24	BUY	RK FORGE	976.20-945	977.2	933.0	1030	5.4	17-SEP-24

## OPEN E-MARGIN POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	30-JUL-24	BUY	BOROSIL RENEWABLES	528.75-502	506.5	486.0	580.0	625.0	23	30-OCT-24
2	6-AUG-24	BUY	GREENPANEL*	358.60-343	398.2	358.6	390.0	439.0	10	6-NOV-24
3	13-AUG-24	BUY	GPPL	240.85-230	228.7	223.0	265.0	300.0	31	13-NOV-24
4	13-AUG-24	BUY	VIJAYA DIAGONSTIC*	854.95-805	898.8	855.0	932.0	984.0	9	13-NOV-24
5	19-AUG-24	BUY	RELIANCE	2950-2986	3018.3	2900.0	3195.0	3244.0	7	19-OCT-24
6	20-AUG-24	BUY	MASTEK	2840-2680	2904.7	2600.0	3099.0	3400.0	17	20-NOV-24
7	21-AUG-24	BUY	CEAT LTD	2774.75-2625	2848.6	2575.0	3000.0	3193.0	12	21-NOV-24
8	22-AUG-24	BUY	ALEMBIC	158.13-151	154.2	146.5	175.0	190.0	23	22-NOV-24
9	23-AUG-24	BUY	RAILTEL	495.35-477	496.2	465.0	555.0	600.0	21	23-NOV-24
10	23-AUG-24	BUY	RADICO KHAITAN*	1816.45-1665	1994.5	1816.5	1999.0	2090.0	5	23-NOV-24
11	26-AUG-24	BUY	ELGI EQUIPMENT	720.20-692	700.8	670.0	785.0	829.0	18	26-NOV-24
12	26-AUG-24	BUY	CARYSIL LTD	912.80-850	903.9	817.0	1010.0	1100.0	22	26-NOV-24
13	26-AUG-24	BUY	NARAYANA HRUDAYALAYA	1266-1214	1274.5	1217.0	1370.0	1459.0	14	26-NOV-24
14	28-AUG-24	BUY	PFC	520-537.10	558.9	508.0	575.0	595.0	6	28-OCT-24
15	30-AUG-24	BUY	RVNL	595.45-570	600.5	555.0	645.0	700.0	17	30-OCT-24
16	3-SEP-24	BUY	STAR HEALTH	636.35-603	637.8	587.0	690.0	732.0	15	3-DEC-24

\*= 1st Target Achieved

**Disclaimer:**

This report has been prepared by HDFC Securities Ltd and is solely for information of the recipient only. The report must not be used as a singular basis of any investment decision. The views herein are of a general nature and do not consider the risk appetite or the particular circumstances of an individual investor; readers are requested to take professional advice before investing. Nothing in this document should be construed as investment advice. Each recipient of this document should make such investigations as they deem necessary to arrive at an independent evaluation of an investment in securities of the companies referred to in this document (including merits and risks) and should consult their own advisors to determine merits and risks of such investment. The information and opinions contained herein have been compiled or arrived at, based upon information obtained in good faith from 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. Descriptions of any company or companies or their securities mentioned herein are not intended to be complete. HSL is not obliged to update this report for such changes. HSL has the right to make changes and modifications at any time.

This report is not directed to, or intended for display, downloading, printing, reproducing or for distribution to or use by, any person or entity who is a citizen or resident or located in any locality, state, country or other jurisdiction where such distribution, publication, reproduction, availability or use would be contrary to law or regulation or what would subject HSL or its affiliates to any registration or licensing requirement within such jurisdiction.

If this report is inadvertently sent or has reached any person in such country, especially, United States of America, the same should be ignored and brought to the attention of the sender. This document may not be reproduced, distributed or published in whole or in part, directly or indirectly, for any purposes or in any manner.

Foreign currencies denominated securities, wherever mentioned, are subject to exchange rate fluctuations, which could have an adverse effect on their value or price, or the income derived from them. In addition, investors in securities such as ADRs, the values of which are influenced by foreign currencies effectively assume currency risk. It should not be considered to be taken as an offer to sell or a solicitation to buy any security.

This document is not, and should not, be construed as an offer or solicitation of an offer, to buy or sell any securities or other financial instruments. This report should not be construed as an invitation or solicitation to do business with HSL. HSL may from time to time solicit from, or perform broking, or other services for, any company mentioned in this mail and/or its attachments.

HSL and its affiliated company(ies), their directors and employees may; (a) from time to time, have a long or short position in, and buy or sell the securities of the company(ies) mentioned herein or (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.

HSL, its directors, analysts or employees do not take any responsibility, financial or otherwise, of the losses or the damages sustained due to the investments made or any action taken on basis of this report, including but not restricted to, fluctuation in the prices of shares and bonds, changes in the currency rates, diminution in the NAVs, reduction in the dividend or income, etc.

HSL and other group companies, its directors, associates, employees may have various positions in any of the stocks, securities and financial instruments dealt in the report, or may make sell or purchase or other deals in these securities from time to time or may deal in other securities of the companies / organizations described in this report. As regards the associates of HSL please refer the website.

HSL or its associates might have managed or co-managed public offering of securities for the subject company or might have been mandated by the subject company for any other assignment in the past twelve months.

HSL or its associates might have received any compensation from the companies mentioned in the report during the period preceding twelve months from the date of this report for services in respect of managing or co-managing public offerings, corporate finance, investment banking or merchant banking, brokerage services or other advisory service in a merger or specific transaction in the normal course of business.





HSL or its analysts did not receive any compensation or other benefits from the companies mentioned in the report or third party in connection with preparation of the research report. Accordingly, neither HSL nor Research Analysts have any material conflict of interest at the time of publication of this report. Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions. HSL may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report. Research entity has not been engaged in market making activity for the subject company. Research analyst has not served as an officer, director or employee of the subject company. We have not received any compensation/benefits from the subject company or third party in connection with the Research Report.

Please note that HDFC Securities has a proprietary trading desk. This desk maintains an arm's length distance with the Research team and all its activities are segregated from Research activities. The proprietary desk operates independently, potentially leading to investment decisions that may deviate from research views.

HDFC securities Limited, I Think Techno Campus, Building - B, "Alpha", Office Floor 8, Near Kanjurmarg Station, Opp. Crompton Greaves, Kanjurmarg (East), Mumbai 400 042 Phone: (022) 3075 3400 Fax: (022) 2496 5066

Compliance Officer: Murli V Karkera Email: [complianceofficer@hdfcsec.com](mailto:complianceofficer@hdfcsec.com) Phone: (022) 3045 3600

For grievance redressal contact Customer Care Team Email: [customercare@hdfcsec.com](mailto:customercare@hdfcsec.com) Phone: (022) 3901 9400

HDFC Securities Limited, SEBI Reg. No.: NSE, BSE, MSEI, MCX: INZ000186937; AMFI Reg. No. ARN: 13549; PFRDA Reg.

No. POP: 11092018; IRDA Corporate Agent License No.: CA0062; SEBI Research Analyst Reg. No.: INH000002475; SEBI

Investment Adviser Reg. No.: INA000011538; CIN - U67120MH2000PLC152193

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

Mutual Funds Investments are subject to market risk. Please read the offer and scheme related documents carefully before investing.

Registration granted by SEBI, membership of BASL (in case of IAs) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.