

The Daily

June 12, 2024





DOMESTIC INDICES			
	CLOSE	POINTS	% CHANGE
SENSEX	76457	-33	-0.04
NIFTY	23265	6	0.02
MIDCAP	44684	327	0.74
SMALL CAP	49707	468	0.95

SECTORAL INDICES			
	CLOSE	POINTS	% CHANGE
OIL & GAS	29063	525	1.84
CG	69811	958	1.39
REALTY	8564	88	1.04
AUTO	57105	506	0.89
POWER	7728	34	0.44
TECK	16588	27	0.17
FINANCE	10887	2	0.02
IT	35372	0	0.00
CD	57382	-22	-0.04
METAL	33140	-28	-0.09
HEALTHCARE	36498	-82	-0.22
BANKEKX	56659	-148	-0.26

BSE 200 GAINERS/LOSERS			
GAINERS	%	LOSERS	%
OIL	6.82	INDIGO	-4.26
LINDEINDIA	6.62	PAYTM	-2.34
ONGC	5.60	ICICIGI	-1.98
SCHAEFFLER	4.53	DMART	-1.69
IRCTC	4.29	ADANIGREEN	-1.61

ADVANCE/DECLINES		
	BSE	%
ADVANCES	2461	62
DECLINES	1402	35
UNCHANGED	106	3

INSTITUTIONAL ACTIVITY			
Rs Cr	11-06-2024	10-06-2024	JUNE TOTAL
FII	3193	2572	-6340
DII	-111	2764	10345

Indian markets could open flat, in line with mixed Asian markets today and mostly higher US markets on June 11

U.S. stocks finished mostly higher on Tuesday, helped by shares of Apple Inc. as the iPhone maker surged to a new record. At its annual developer event that kicked off on Monday, Apple disclosed new artificial-intelligence features meant to increase the appeal of its devices, including an improved Siri virtual assistant that can answer a wider range of queries and achieve more complicated tasks than earlier.

Investors looked ahead to the release of the May consumer-price index on Wednesday morning and the Federal Reserve's policy announcement in the afternoon.

The Federal Reserve began its two-day policy meeting on Tuesday. While policy makers are widely expected to hold interest rates at a two-decade high when they conclude their meeting on Wednesday afternoon, investors will be watching closely for any clues on the timing of the first rate cut in four years.

The May consumer-price index report will also be released on Wednesday. The headline CPI is forecast to rise a scant 0.1% in May, according to economists polled by the Wall Street Journal. Such an increase would be the smallest in seven months and mark the second consecutive month in which inflation has slowed.

A solid \$39 billion US treasury sale prompted speculation that Wednesday's inflation reading will help make the case for the Federal Reserve to cut rates this year. Demand in an auction of 10-year debt was strong, with the bid-to-cover ratio of 2.67 being the highest since February 2022 – the month before the start of the tightening cycle.

China's May consumer inflation rate came in at 0.3%, missing expectations of 0.4% by economists polled by Reuters. The figure was unchanged from April.

India's May inflation rate is forecast to climb marginally to 4.89%, according to a Reuters poll of economists, slightly higher than April's 4.83% increase.

Asian stocks ignored a positive US session and opened lower as a double event of US inflation data and the Federal Reserve decision landing later in the day kept traders on edge.



GLOBAL INDICES			
	CLOSE	POINTS	% CHANGE
DOW JONES	38747	-120.62	-0.31
S & P 500	5375	14.53	0.27
NASDAQ	19211	135.88	0.71
FTSE	8148	-80.67	-0.98
CAC	7789	-104.77	-1.33
DAX	18372	-122.50	-0.66
NIKKEI	38891	-237.50	-0.61
SHANGHAI	3028	-0.55	-0.02
HANG SENG	18176	-190.61	-1.04
BOVESPA	121681	921.00	0.76

EXCHANGE RATES		
	VALUE	% CHANGE
USD/INR	83.6	0.20
EURO/USD	1.074	-0.04
USD/GBP	1.274	-0.04
USD/JPY	157.2	0.08

COMMODITIES		
	VALUE	% CHANGE
GOLD (\$ / Oz)	2328.4	0.08
SILVER (\$ / Oz)	29.3	0.34
CRUDE OIL FUTURES	78.2	0.33
BRENT OIL (\$ / Barrel)	82.1	-0.02

BOND YIELD		
	VALUE	ABS CHANGE
IND10 YEAR BOND YIELD	7.01	-0.17

ADR		
	VALUE	% CHANGE
DR REDDY'S LAB	72.0	-0.77
HDFC BANK	59.1	-0.08
ICICI BANK	26.4	-1.07
TATA MOTORS	25.1	0.00
WIPRO	5.6	0.36
VEDANTA LTD	16.5	0.00
INFOSYS	17.8	-0.28

Nifty erased all its gains in the last hour of the session on June 11 after making a top at 1345 Hrs and ended little changed from previous day's close. At close, Nifty was up 0.02% or 5.7 points at 23264.9. Nifty formed another high wave type candle formed besides the previous day's candle. Markets seem to be consolidating and as the close has not been negative, we think some more upmove is in the offing in the near term and Nifty could stay in the 23411-22930 band in this period.

Domestic passenger vehicle sales up 4% in May at 3,47,492 units: SIAM

Passenger vehicle wholesales in India increased 4 per cent year-on-year in May to 3,47,492 units, as compared to the same month last year, industry body SIAM said. Two-wheeler sales rose 10 per cent to 16,20,084 units last month, as compared to 14,71,550 units in the year-ago period. Three-wheeler dispatches rose 15 per cent to 55,763 units in May, as against 48,610 units in May 2023.

SBI approves plan to raise up to \$3 billion via debt in FY2025

State Bank of India (SBI) on Tuesday (June 11) said its Executive Committee of the Central Board has approved a plan for long-term fundraising of up to \$3 billion. This initiative decided in a meeting held on June 11, 2024, will be executed in single or multiple tranches through a public offer and/or private placement of senior unsecured notes in US dollars or other major foreign currencies.

Vodafone Idea gets in-principle approval for Rs14,000-crore loan from SBI-led consortium

A consortium of lenders, led by the State Bank of India (SBI), has given in-principle approval for a Rs 14,000-crore loan to Vodafone Idea (Vi), which is looking to turn around its unprofitable operations through a series of measures, including launching 5G services.

While an official communication is still awaited, the joint venture between Vodafone Group Plc and Birla's conglomerate has received informal commitments from several lenders, including Punjab National Bank (PNB), Bank of Baroda, Union Bank, and other public and private sector banks, sources aware of the development told.

Union Bank of India to raise Rs 10,000 crore through QIPs and bonds

State-owned Union Bank of India on Tuesday (June 11) said its board of directors has greenlit a capital raising plan of up to Rs 10,000 crore. This includes raising equity capital of Rs 6,000 crore through various avenues like public issues, rights issues, private placements, and preferential allotment.



Tata Motors to power EVs with Rs 18,000 crore investment until FY30

Tata Motors announced on Tuesday its plans to invest between Rs 16,000 crore and Rs 18,000 crore into its electric vehicle (EV) division until 2029–30 (FY30). The company, which currently sells four electric car (e-car) models, aims to launch six more by March 2026.

India's third-largest carmaker by sales targets achieving a 20 per cent share in the passenger vehicle (PV) market by FY30. In 2023–24 (FY24), it held a 13.81 per cent share in the Indian PV market in volume terms, according to data from the Society of Indian Automobile Manufacturers.

Zomato to pump Rs 300 crore more into Blinkit; total investment touches Rs 2,300 crore, says report

Blinkit, the quick commerce subsidiary of Zomato, is set to receive an infusion of Rs 300 crore in fresh capital from its parent company, regulatory filings sourced via Tofler have revealed, according to a report. The latest investment brings Zomato's total investment in Blinkit to Rs 2,300 crore since its acquisition in August 2022. The continuous flow of funds underscores the significance of the quick commerce sector in India and Zomato's commitment to maintaining its competitive edge, the report added.

Berger Paints plans retail expansion to grow in south, west India markets: CEO

Berger Paints India Ltd, the country's second-largest paint company by market share, is increasing its retail presence in west and south India and adding capacity in the east to meet growth in demand and fend off competition.

Berger intends to expand its retail network in Tamil Nadu, Telangana, Karnataka and Andhra Pradesh in the south and in Maharashtra, Gujarat, Madhya Pradesh, Chhattisgarh and Rajasthan in central and west India.

Rahul Bhatia sells 2% stake in IndiGo, to utilise proceeds for hospitality biz

IndiGo co-founder Rahul Bhatia has sold a 2% stake in InterGlobe Aviation Ltd, the parent company of IndiGo, in a block trade.

As part of the transaction, 7.72 million shares of InterGlobe Aviation, representing nearly 2% of IndiGo's total share capital, were sold through a block trade on behalf of Bhatia's InterGlobe Enterprises Pvt Ltd. The deal is estimated at over Rs 3,360 crore.

According to InterGlobe Enterprises statement, the proceeds will be used to expand its hospitality and other incubating businesses, as well as for general corporate purposes.

Quess launches blue-collar recruitment hubs to meet rise in labour demand

Quess Corp on Tuesday announced the launch of Jobspot, a blue-collar recruitment hub, to address the growing demand for talent in the industrial sector. The first two Jobspot centres were inaugurated at Narasapura, Karnataka, and Hosur, Tamil Nadu, that cater to over 200 walk-in job seekers daily.

Suzlon Energy secured 103 MW order from AMPIN Energy

Suzlon bagged 103.9 megawatt (MW) order from AMPIN Energy Transition to install 33 wind turbine generators with hybrid lattice tubular tower in Fatehgarh, Rajasthan.

PNC Infratech shares tumbled after CBI arrests 4 employees, summons MD.

Shares of PNC Infratech tumbled more than 9 percent after Central Bureau of Investigation (CBI) conducted search operations at residence of managing director Yogesh Kumar Jain, whole-time director Talluri Raghupati Rao and its Agra office in connection with Rs 10 lakh bribery case. While MD YK Jain and whole-time director TR Rao were not arrested during the CBI search operations, four employees of the company, Satyanarayana Annguluri, Brijesh Mishra, Anil Jain, and Shubham Jain were arrested

TVS Supply Chain Solutions signs deal with Daimler Truck South East Asia

TVS Supply Chain Solutions has secured a strategic deal with truck manufacturer Daimler Truck South East Asia to streamline its supply chain operations in the region. Daimler Truck South East Asia Pte Ltd is a company of German truck maker Daimler Truck AG. The company said the deal would streamline supply chain operations for the distributor network, dealer and workshops of Daimler Truck South East Asia in 16 countries located in the Asia-Pacific region from its strategic logistics centre in Singapore.



Important news/developments to influence markets

NY Fed survey finds mixed views on future path of inflation in May

The U.S. public's outlook on the future path of inflation was mixed in May, according to a report on Monday from the Federal Reserve Bank of New York. The bank found that as part of its monthly survey on the state of consumer expectations that the public believes inflation a year from now will be 3.2% compared with April's expectation of 3.3%, while three years from now expected inflation held steady at 2.8%. Five years from now survey respondents see inflation at 3% from April's projected 2.8%.

The survey also found that the expected rise in home prices held steady at 3.3% last month, while the year-ahead expected rise for gasoline prices was flat at 4.8%. Also unchanged relative to the prior month was an expected 5.3% rise in food prices and a 9.1% increase in rent. Future medical care costs were expected to be higher relative to the April reading.

Euro zone investor morale rises more than expected in June

Investor morale in the euro zone rose for the eighth consecutive month in June, but economic recovery in the bloc is proceeding with difficulty, a survey showed on Monday. Sentix's index for the euro zone rose to 0.3 points for June from -3.6 in May. Analysts polled by Reuters had expected it to rise to -1.8 this month.

Brazil inflation data to show acceleration in May

Brazil's consumer price data for May will likely show an acceleration in inflation, reflecting the damage from recent disastrous floods in the south, according to a Reuters poll published on Monday.

Annual inflation, at a forecast 3.89%, would have also deviated further from the center of the official goal of 3% +/- 1.5 percentage points, but this would be attributable to temporary disruptions in production and logistics caused by excessive rains in Rio Grande do Sul state.



Index	CMP	View	R1	R2	S1	S2
Nifty Jun Fut	23312	Bullish	23433	23553	23206	23099
Bank Nifty Jun Fut	49735	Bullish	50019	50303	49511	49287

Daily Technical View on Nifty



- Nifty erased all its gains in the last hour of the session on June 11 after making a top at 1345 Hrs and ended little changed from previous day's close.
- Broad market indices ended in the positive even as the advance decline ratio fell marginally to 1.72:1.
- Nifty formed another high wave type candle formed besides the previous day's candle.
- Markets seem to be consolidating and as the close has not been negative, we think some more upmove is in the offing in the near term and Nifty could stay in the 23411-22930 band in this period.
- PSU Stocks have regained the strength and closed on a strong wicket.
- Nifty is consolidating after hitting an all time high of 23411.
- Previous swing high of 23110 could interchange its role as a immediate support for the Nifty.





OPEN SHORT TERM TRADING CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET	UPSIDE %	VALID TILL
1	11-JUN-24	Buy	GMR INFRA JUNE 86 CALL OPTION	7.25	6.6	4.5	11	66.7	14-JUN-24
2	11-JUN-24	Buy	SHRIRAM FINANCE JUNE 2600 CALL OPTION	48	43.7	34.0	68	55.8	14-JUN-24
3	7-JUN-24	Buy	IPCA LAB JUN FUT	1164.85-1145	1,168.7	1,130.0	1215	4.0	21-JUN-24
4	11-JUN-24	Buy	PEL JUNE FUT	846.50-829	840.7	815.0	897	6.7	25-JUN-24
5	6-JUN-24	Buy	UTI AMC	940-963.30	983.5	918.0	1012	2.9	20-JUN-24
6	7-JUN-24	Buy	GRINDWELL NORTON	2622-2538	2,632.7	2,504.0	2766	5.1	21-JUN-24
7	11-JUN-24	Buy	GNFC	676.6-665	682.6	655.0	725	6.2	25-JUN-24

OPEN E-MARGIN POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	7-JUN-24	BUY	VEDANT FASHION LTD	1083.05-1030	1116.1	999.0	1190.0	1270.0	14	7-SEP-24
2	10-JUN-24	BUY	CHOLAMANDA LAM FINANCE HOLDING	1235-1185	1250.1	1173.0	1346.0	1420.0	14	10-SEP-24
3	10-JUN-24	BUY	REDINGTON	206-212	215.5	199.0	235.0	250.0	16	10-SEP-24
4	11-JUN-24	BUY	IFCI	60.98-56.50	66.3	54.0	68.0	72.0	9	11-SEP-24
5	11-JUN-24	BUY	ZENSAR TECHNOLOGY	691.25-647	692.2	635.0	762.0	795.0	15	11-SEP-24
6	11-JUN-24	BUY	AARTI INDUSTRIES	640-663.30	658.1	615.0	712.0	760.0	15	11-AUG-24

*= 1st Target Achieved

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