

# The Daily

June 05, 2024





DOMESTIC INDICES			
	CLOSE	POINTS	% CHANGE
SENSEX	72079	-4390	-5.74
NIFTY	21885	-1379	-5.93
MIDCAP	40788	-3580	-8.07
SMALL CAP	44958	-3274	-6.79

SECTORAL INDICES			
	CLOSE	POINTS	% CHANGE
IT	32946	-360	-1.08
HEALTHCARE	34392	-537	-1.54
TECK	15392	-409	-2.59
AUTO	52634	-1777	-3.27
CD	53589	-1894	-3.41
FINANCE	10194	-891	-8.04
BANKEX	53577	-4713	-8.09
REALTY	7639	-809	-9.58
METAL	30485	-3256	-9.65
CG	64829	-8893	-12.06
OIL & GAS	26744	-4022	-13.07
POWER	7104	-1181	-14.25

BSE 200 GAINERS/LOSERS			
GAINERS	%	LOSERS	%
HINDUNILVR	6.00	RECLTD	-25.15
DABUR	5.64	PFC	-23.00
DMART	4.69	ADANIPTS	-21.26
COLPAL	4.42	BHEL	-20.94
UBL	4.07	ADANIENSOL	-20.00

ADVANCE/DECLINES		
	BSE	%
ADVANCES	488	12
DECLINES	3349	85
UNCHANGED	97	2

INSTITUTIONAL ACTIVITY			
Rs Cr	03-06-2024	04-06-2024	JUNE TOTAL
FII	6851	-12436	-3972
DII	1914	-3319	709

## Indian markets could open flat to mildly higher, in line with mixed Asian markets today and higher US markets on June 04

US stocks tossed between negative and positive territory on Tuesday, finishing narrowly in the green as investors shifted their rate-cut expectations after more weaker-than-expected economic data.

US job openings fell in April to their lowest level since February 2021 (8.1 million, confounding economists' estimates for an increase to 8.37M) as the labor market shows further signs of rebalancing. The figures lifted Treasuries, with 10-year yields extending a four-day plunge to almost 30 basis points. Fed swaps are now pricing in a first cut in November — and higher odds of a September reduction.

China's services activity in May accelerated at the quickest pace in 10 months while staffing levels expanded for the first time since January, pointing to sustained recovery in the second quarter. The Caixin/S&P Global services purchasing managers' index (PMI) rose to 54.0 from 52.5 in April, expanding for the 17th straight month and growing at the fastest pace since July 2023.

Asian markets traded with a mixed outlook on Wednesday following higher close of US indices on renewed expectations of rate cuts by the Federal Reserve due to a cooling US labour market.

Nifty tumbled to log its worst session in over four years on June 04 as vote counts from the nation's marathon elections indicated that the incumbent Bharatiya Janata Party might be reliant on alliance partners to return to power for a third time. At close, Nifty was down 5.93% or 1379.4 points at 21884.5. Nifty crashed on June 04 as vote count suggested weaker than expected performance by the NDA. Nifty fell with a large bear candle that engulfed the candles of the last 3 weeks, after filling the upgap made on the previous day. While clarity on the final outcome and formation of the new Govt could take some more time, Nifty could fluctuate between 21710 to 22417 in the near term.

## Coal output increases 10% in May

India's coal production rose by 10.15% to 83.91 million tonnes (MT) in May compared to 76.18 MT in the year-ago period. CIL rose by 7.46% to 64.40 MT in May compared to 59.93 MT in the year-ago period. Coal India Ltd (CIL) accounts for over 80% of domestic coal output.



GLOBAL INDICES			
	CLOSE	POINTS	% CHANGE
DOW JONES	38711	140.26	0.36
S & P 500	5291	7.94	0.15
NASDAQ	18653	52.08	0.28
FTSE	8232	-30.71	-0.37
CAC	7938	-60.12	-0.75
DAX	18418	-190.62	-1.02
NIKKEI	38517	-288.00	-0.74
SHANGHAI	3089	-2.53	-0.08
HANG SENG	18695	250.89	1.36
BOVESPA	121802	-230.00	-0.19

EXCHANGE RATES		
	VALUE	% CHANGE
USD/INR	83.5	0.20
EURO/USD	1.089	0.06
USD/GBP	1.278	0.13
USD/JPY	155.5	0.38

COMMODITIES		
	VALUE	% CHANGE
GOLD (\$ / Oz)	2351.2	0.16
SILVER (\$ / Oz)	29.7	0.29
CRUDE OIL FUTURES	73.2	-0.07
BRENT OIL (\$ / Barrel)	77.5	-0.05

BOND YIELD		
	VALUE	ABS CHANGE
IND10 YEAR BOND YIELD	7.033	+0.086

ADR		
	VALUE	% CHANGE
DR REDDY'S LAB	68.8	-1.01
HDFC BANK	55.5	-9.35
ICICI BANK	25.8	-9.00
TATA MOTORS	25.1	0.00
WIPRO	5.19	-1.52
VEDANTA LTD	16.50	0.00
INFOSYS	16.80	-0.30

## Indian Railways registers highest ever freight loading in May 2024

Beating the slowdown expected during an election month, the Indian Railways continued to register highest ever freight loading in May 2024. An official statement said the national transporter carried 139.16 million tonnes (MT) of freight in May 2024. This is 3.6% higher than 134.16 MT loading achieved in May 2023.

## GPT Infraprojects received an order of Rs 547 crore

GPT Infraprojects Limited (GPT) announced that the company has bagged the following order valued at Rs 547 crore. The order is from Rail Vikas Nigam (RVNL). Outstanding order book for the Company now stands at Rs 3,646 crore with total order inflow for FY25 of Rs 674 crore.

## Shilpa Medicare filed Type IV DMF of recombinant Human Albumin 20%

Shilpa Biologicals Pvt. Ltd, a wholly owned subsidiary of Shilpa Medicare has filed its first Drug Master File (DMF) of recombinant Human Albumin 20% with US FDA. This novel recombinant has been developed and is a patented novel recombinant Human Albumin 20% process which is environment friendly, consistent high-quality product, scalable to massive scales and is cost competitive. Recombinant Human Albumin 20% targets to fulfil growing demand of human serum albumin to deliver current and growing market demand.

## RMC Switchgears received order worth Rs 56.7 crore

Company received an order for supply of SMC Meter enclosures for Smart Meters for the projects in PVVNL and MVVNL. The value of work order is approx. Rs 56.68 crore including GST. The work order involves Design, Engineering, Manufacturing, Integration, Testing, Inspection, Packing, Supply, Transportation, and Insurance of SMC Box for Three Phase LT CT - Consumer & DT Meter.

## TotalEnergies signs LNG agreements with Indian Oil Corp, Korea South-East Power

TotalEnergies announced the agreements with Indian Oil Corporation and Korea South-East Power for the supply of liquefied natural gas (LNG) over a medium to long term period. it signed a sales and purchase agreement with Indian Oil Corporation to deliver up to 800,000 metric tons per year of LNG to India for ten years from 2026.



## **SJVN's 900 MW project in Nepal to start power generation from 2025: CMD**

SJVN expects its under-construction 900 MW Arun-3 hydro-electric project in Nepal to start power generation from next year as nearly three-fourths of work has been completed, its chairman and managing director Sushil Sharma said on Tuesday.

More than 74 per cent of the project works have already been completed and the remaining works are going on in full swing. The project will start generation by next year and has the potential to generate 3924 million units of electricity every year, Sharma said in the statement.

## **PNB to float Canara HSBC Life Insurance IPO, will divest 10% stake**

Punjab National Bank (PNB) on Tuesday said it will sell 10 per cent stake in Canara HSBC Life Insurance Company by listing the insurer on the stock exchanges. Currently, PNB holds 23 per cent in the insurance firm.

PNB's board in its meeting held today has accorded its approval for initiating the process of diluting 10 per cent stake of the bank in Canara HSBC Life Insurance Co Ltd, an associate company of the Bank, by listing the Company in Stock Exchanges (BSE/NSE) through Initial Public Offer (IPO).

## **Tata Motors board okays to incorporate new wholly-owned unit for CV biz**

Tata Motors on Tuesday said its board has approved to set up a wholly-owned subsidiary to house commercial vehicles business. The company has proposed the name of the new unit as TML Commercial Vehicles Ltd (TMLCVL). The entity is proposed to be a wholly-owned subsidiary of the company, Tata Motors said in a regulatory filing.

## **Tata Motors' finance unit to merge with Tata Capital**

Tata Motors, the country's largest automaker by revenue, on Tuesday (June 4) announced that its vehicle financing unit will merge with non-banking financial company (NBFC) Tata Capital in a share swap deal. As per the proposed scheme, shareholders of Tata Motors Finance will receive 37 equity shares of Tata Capital for every 100 equity shares held, the company said in an exchange filing. The board of Tata Motors, Tata Capital, and Tata Motors Finance have approved the merger through a National Company Law Tribunal (NCLT) scheme of arrangement.



## Important news/developments to influence markets

### **U.S. job openings slip by more than expected in April**

The number of job openings in the U.S. fell by more than anticipated in April, in a possible sign of waning labor demand ahead of the Federal Reserve's upcoming June policy meeting.

Job openings slipped to 8.059 million as of the last business day of the month, dropping from a downwardly revised total of 8.355 million in March, according to data from the Bureau of Labor Statistics. Economists had predicted a reading of 8.370 million.

### **German unemployment rises more than expected in May, labour office says**

The number of people out of work in Germany rose more than expected in May, Federal Labour Office figures showed on Tuesday. The office said the number of unemployed grew by 25,000 in seasonally adjusted terms. Analysts polled by Reuters had expected that figure to rise by 10,000.

### **Brazil economy rebounds to start year, but flood impacts unclear**

Brazil's economy rebounded in the first quarter from a sluggish second half of 2023 on stronger investments and consumer demand, official figures showed on Tuesday, adding to caution at the central bank, which has slowed the pace of interest-rate cuts.

The data boosted the outlook for Latin America's largest economy, but concerns remain about the impact of disastrous flooding in southern Brazil last month, which left a trail of destruction, opened the door to more government spending and pushed up food prices.

Brazil's gross domestic product (GDP) expanded by 0.8% in the three months through March, gaining momentum from a revised 0.1% contraction in the prior quarter, according to the government statistics agency IBGE.



Index	CMP	View	R1	R2	S1	S2
<b>Nifty Jun Fut</b>	<b>21908</b>	Pullback	22963	24018	21059	20210
<b>BankNifty Jun Fut</b>	<b>47088</b>	Pullback	50062	53036	45149	43210

## Daily Technical View on Nifty



- Nifty tumbled to log its worst session in over four years on June 04
- At close, Nifty was down 5.93% or 1379.4 points at 21884.5. Cash market volumes on the NSE rose to a record high of Rs.2.71 lakh cr.
- Nifty fell with a large bear candle that engulfed the candles of the last 3 weeks, after filling the upgap made on the previous day.
- Nifty could oscillate between 21710 to 22417 in the near term.
- During the session, Nifty found support on its 200 days EMA and bounced back.
- Currently 200 DEMA for Nifty is placed at 21248.
- Nifty has closed below its 50 and 100 days EMA
- Nifty has also closed below the upward sloping channel on the daily chart
- Indicators and oscillators have turned bearish on short term charts



## OPEN SHORT-TERM TRADING CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET	UPSIDE %	VALID TILL
1	4-JUN-24	BUY	BANK NIFTY 12TH JUNE 46500 PUT OPTION	987.5	850.0	700.0	1500	76.5	18-JUN-24



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