

The Daily

Oct 22, 2024





DOMESTIC INDICES			
	CLOSE	POINTS	% CHANGE
SENSEX	81151	-73	-0.09
NIFTY	24781	-73	-0.29
MIDCAP	47165	-781	-1.63
SMALL CAP	55649	-851	-1.51

SECTORAL INDICES			
	CLOSE	POINTS	% CHANGE
AUTO	57261	152	0.27
FINANCE	11598	-29	-0.25
BANKEX	59115	-216	-0.36
CD	64439	-382	-0.59
HEALTHCARE	43860	-379	-0.86
TECK	19396	-240	-1.22
IT	41833	-557	-1.31
CG	70807	-1014	-1.41
POWER	8199	-118	-1.42
METAL	32665	-477	-1.44
REALTY	8064	-124	-1.52
OIL & GAS	29188	-498	-1.68

BSE 200 GAINERS/LOSERS			
GAINERS	%	LOSERS	%
BAJAJ-AUTO	4.35	TATACONSUM	-7.14
OBEROIRLTY	3.32	JSL	-5.78
ZOMATO	3.22	ABB	-5.70
MAZDOCK	2.96	COFORGE	-5.47
HDFCBANK	2.83	CGPOWER	-5.14

ADVANCE/DECLINES		
	BSE	%
ADVANCES	1123	27
DECLINES	2914	70
UNCHANGED	138	3

INSTITUTIONAL ACTIVITY			
Rs Cr	18-10-2024	21-10-2024	OCT TOTAL
FII	-5486	-2262	-93482
DII	5215	3226	90935

Indian markets could open flat to mildly higher, in line with mixed Asian markets today and mixed US markets on Oct 21

U.S. stocks closed mostly lower on Monday, as 10- and 30-year Treasury yields ended at almost three-month closing highs. Long-dated Treasuries aggressively sold off on Monday amid growing worries about the prospects of a rising U.S. deficit, pushing yields to their highest closing levels in months. Yields on 10- and 30-year government debt jumped about 10 basis points each to close at 4.18% and nearly 4.49%, respectively.

The leading indicators of the U.S. economy fell again in September because of weakness in a few key industries such as housing and manufacturing, but not enough to suggest any sign of major trouble. The leading index dropped 0.5% last month, the Conference Board said Monday. The gauge has fallen in almost every month since early 2022 even though the economy has continued to expand. Economists polled by The Wall Street Journal had forecast a 0.3% drop.

Reaffirming the strength of India's economic growth, the Reserve Bank of India's October Bulletin projected real GDP growth at 7.2 percent for the fiscal year 2024-25. In the Bulletin, the RBI highlighted that the momentum in consumption and investment demand continues to fuel growth, with Q2 growth forecast at 7 percent and Q3 and Q4 at 7.4 percent each. It however reduced its gross domestic product forecast for India by 20 basis points to 6.8% for the second quarter of fiscal 2024-25.

Asian equities were mostly lower for a second day as Wall Street stocks took a breather after notching their longest weekly rally this year.

Nifty on October 21 started the week on a negative note after opening higher as investors reacted to more quarterly results. At close, Nifty was down 0.29% or 72.9 points at 24781.1. Nifty formed a Dark Cloud Cover like pattern on October 21 (though its placement is not ideal) after forming a bullish piercing pattern in the previous session. It keeps running into resistance at 25000+ levels. Nifty could stay in the 24567-25057 band for the near term.



GLOBAL INDICES			
	CLOSE	POINTS	% CHANGE
DOW JONES	42932	-344.31	-0.80
S & P 500	5854	-10.70	-0.18
NASDAQ	20361	37.43	0.18
FTSE	8318	-40.01	-0.48
CAC	7536	-76.82	-1.01
DAX	19461	-196.18	-1.00
NIKKEI	38450	-580.50	-1.49
SHANGHAI	3274	6.36	0.19
HANG SENG	20586	107.54	0.53
BOVESPA	130362	-137.00	-0.10

EXCHANGE RATES		
	VALUE	% CHANGE
USD/INR	84.1	0.20
EURO/USD	1.082	0.03
USD/GBP	1.299	0.03
USD/JPY	150.7	-0.09

COMMODITIES		
	VALUE	% CHANGE
GOLD (\$ / Oz)	2742.7	0.14
SILVER (\$ / Oz)	34.1	0.04
CRUDE OIL FUTURES	69.8	-0.29
BRENT OIL (\$ / Barrel)	74.1	0.03

BOND YIELD		
	VALUE	ABS CHANGE
IND10 YEAR BOND YIELD	6.950	+0.141

ADR		
	VALUE	% CHANGE
DR REDDY'S LAB	78.7	-1.17
HDFC BANK	63.5	4.32
ICICI BANK	29.5	-0.27
TATA MOTORS	25.1	0.00
WIPRO	6.61	-1.20
VEDANTA LTD	16.50	0.00
INFOSYS	22.20	-1.38

Reliance Retail expands AZORTE with 12 new stores in India

Reliance Retail's fashion brand AZORTE has significantly expanded its offline presence by opening 12 new stores in key cities across India. The brand, which caters to fashion-forward consumers, has extended its reach to cities including Jaipur, Udaipur, Raipur, Dehradun, Gorakhpur, Ranchi, and two additional stores in Bangalore. This brings the total number of AZORTE outlets in Bangalore to five, marking a major milestone in the brand's growth.

Tata Motors secures order for 1,000 diesel bus chassis from UP State Road Transport Corp

Tata Motors on Monday said it has received an order from the UP State Road Transport Corporation to supply 1,000 units of diesel bus chassis. The company received the order following a competitive e-bidding process, Tata Motors said in a statement. The latest order follows the successful fulfilment of a similar, larger order of 1,350 bus chassis received last year, which are currently running efficiently by the UPSRTC.

Alembic Pharmaceuticals gets US FDA approval for generic Diltiazem Capsules

Alembic Pharmaceuticals Ltd on Monday said it has received final approval from the US health regulator for its generic version of Diltiazem Hydrochloride extended-release capsules used to treat hypertension. The approval by the US Food & Drug Administration is for the abbreviated new drug application Diltiazem Hydrochloride extended-release capsules of strengths 120 mg, 180 mg, and 240 mg.

Citing IQVIA data, Alembic Pharma said Diltiazem Hydrochloride extended-release capsules 120 mg, 180 mg, and 240 mg have an estimated market size of \$28.2 million for 12 months ended June 2024.

Royal Enfield debuts in Bangladesh with a manufacturing unit, opens store in Dhaka

Leading automotive player Eicher Motors' Royal Enfield has begun operations in Bangladesh with a flagship showroom in Dhaka along with a manufacturing unit, launching a range of 350cc motorcycles in the country to cater to an increasing demand. The Bangladesh foray is in partnership with IFAD Motors, and bookings for the motorcycles start from October 21.



UltraTech Cement Q2 results review

UltraTech reported a 36% fall in its consolidated net profit, which stood at Rs 820 crore for the second quarter, compared to Rs 1,281 crore a year ago. Revenue from operations declined 2% year-on-year (YoY) to Rs 15,635 crore. The company clocked an EBITDA of Rs 2,018 crore for the September quarter, implying a decline of 19% YoY. Margins for the quarter came in at 12.9%.

Persistent System Q2FY25 result preview

Persistent could report 5.2% QoQ and 19.4% YoY growth in revenues to Rs 2,879 crore in rupee terms. In US\$ terms, revenue could rise by 4.8% QoQ and 17.9% YoY to US\$ 344 mn in Q2FY25. Net profit could rise by 5.9% QoQ and 23.2% YoY to Rs 324 crore in Q2FY25. EBIT margin could fall by 10bps QoQ and 30bps YoY to 14%.

Zensar Tech Q2FY25 result preview

Zensar Tech could report 0.5% QoQ and 4.4% YoY growth in revenue to Rs 1,295 crore in Rupee terms. The company could report net profit at Rs 158 crore in Q2FY25. EBIT margin could decrease by 40bps QoQ and 270bps YoY to 12.9%. The management commentary on organic revenue growth, deal pipeline, update on order execution, and outlook on digital acceleration across the geographies would be key monitorables.

Important news/developments to influence markets

Taiwan's September export orders miss expectations, China drags

Taiwan export orders fell short of expectations for September, losing some steam ahead of the year's end as it remained buoyed by the artificial intelligence wave but ran into faltering demand from top trading partner China.

German producer prices fall more than expected in September

German producer prices fell more than expected in September, declining 1.4% year on year, due mainly to significantly lower energy prices, the federal statistics office said on Monday.

Malaysia says advance estimates show Q3 growth at 5.3% y/y

Malaysia's economy likely grew 5.3% in the third quarter from a year earlier, slower than the previous three-month period, official advance estimates showed on Monday.

South Korea Oct 1-20 exports fall 2.9% year-on-year

South Korea's exports for the first 20 days of October fell 2.9% from a year earlier, customs agency data showed on Monday.

Asking prices for UK homes barely rise in October, Rightmove says

Asking prices for British homes rose only marginally in October as more properties came onto the market, according a survey on Monday that also suggested some buyers were waiting for clarity on tax changes in the new government's upcoming budget.



Index	CMP	View	R1	R2	S1	S2
Nifty Oct Future	24757	Negative	24840	24965	24650	24520
Bank Nifty Oct Future	52003	Negative	52480	52930	51575	51150

Daily Technical View on Nifty

Lack of strength to hold on the upside bounce..

Observation: After showing an upside bounce from the day's low on Friday, Nifty was not able to continue with upside momentum on Monday. It slipped into decline and closed the day lower by 72 points.

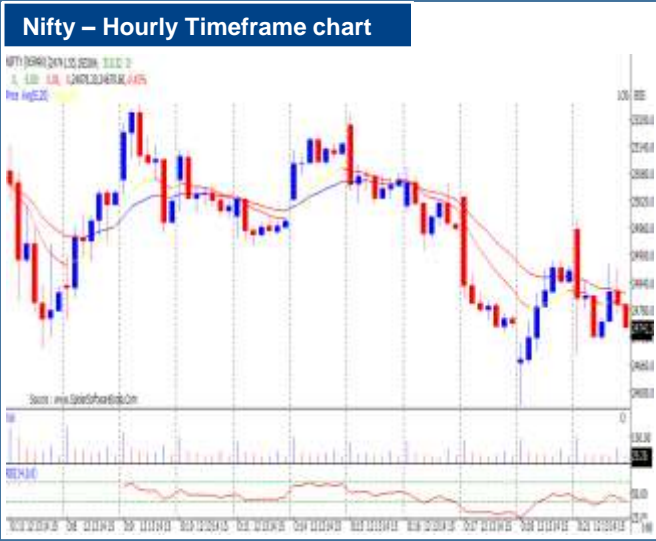
After opening with an upside gap of 100 points, Nifty started to show weakness soon after the opening. It later shifted into a broader range movement with weak bias for better part of session and finally closed near the lows.

A small reasonable candle was formed on the daily chart with minor lower shadow. Technically this pattern indicates lack of strength in the market to show a sustainable upside bounce. This is not a good sign.

The market is still in a broader high low range in the last few weeks. At the highs 25200-25100 is acting as a strong overhead resistance and the lower area of 24600-24500 is offering a support for the market as of now.

Conclusion: The underlying trend of Nifty remains weak amidst range movement.

Having failed to sustain the recent upside bounce, the market could revisit lower range of 24600-24500 levels in the near term. Immediate resistance is at 25000 levels.





OPEN SHORT TERM CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	UPSIDE %	VALID TILL
1	21-OCT-24	BUY	BHARTI AIRTEL 31ST OCT 1680 PUT OPTION	27.2	22.9	17	40	75.1	24-OCT-24
2	15-OCT-24	BUY	BEL OCT FUT	289.70-282	281.4	278.0	305	8.4	29-OCT-24
3	18-OCT-24	BUY	HINDALCO OCT FUT	756.10-738	741.1	725.0	795	7.3	1-NOV-24
4	21-OCT-24	BUY	AEGIS CHEMICAL	744.80-730	744.5	724.0	797	7.1	4-NOV-24

OPEN E-MARGIN POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	20-SEP-24	BUY	IDFC FIRST BANK	73.30-70.70	70.4	68.5	79.0	84.0	19	20-NOV-24
2	10-OCT-24	BUY	GUJARAT ALKALIES	827-785	825.8	760.0	905.0	990.0	20	10-JAN-25
3	11-OCT-24	BUY	DODLA DAIRY	1248.30-1160	1289.6	1136.0	1365.0	1440.0	12	11-JAN-25
4	15-OCT-24	BUY	FIVE STAR BUSINESS	870.90-836	869.4	810.0	949.0	1045.0	20	15-JAN-25
5	16-OCT-24	BUY	JUBILANT INGREVIA LTD	766.70-707	733.0	680.0	860.0	950.0	950	16-JAN-25

*= 1st Target Achieved

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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 Phone: (022) 3045 3600

For grievance redressal contact Customer Care Team Email: customer-care@hdfcsec.com Phone: (022) 3901 9400

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