

The Daily

Oct 10, 2024





DOMESTIC INDICES			
	CLOSE	POINTS	% CHANGE
SENSEX	81467	-168	-0.21
NIFTY	24982	-31	-0.12
MIDCAP	48401	510	1.06
SMALL CAP	56111	671	1.21

SECTORAL INDICES			
	CLOSE	POINTS	% CHANGE
REALTY	8222	178	2.21
HEALTHCARE	44692	739	1.68
POWER	8389	98	1.18
AUTO	59792	496	0.84
CG	71238	507	0.72
IT	43036	303	0.71
CD	65508	437	0.67
TECK	19851	120	0.61
FINANCE	11489	43	0.38
BANKEX	57980	175	0.30
METAL	33109	-27	-0.08
OIL & GAS	29965	-194	-0.64

BSE 200 GAINERS/LOSERS			
GAINERS	%	LOSERS	%
DIVISLAB	7.68	ITC	-3.17
TORNTPOWER	6.50	TATACOMM	-2.74
FLUOROCEM	6.41	NESTLEIND	-2.51
GICRE	5.43	ADANIENSOL	-2.48
IPCALAB	4.83	SHREECEM	-2.29

ADVANCE/DECLINES		
	BSE	%
ADVANCES	2705	67
DECLINES	1248	31
UNCHANGED	97	2

INSTITUTIONAL ACTIVITY			
Rs Cr	08-10-2024	09-10-2024	OCT TOTAL
FII	-5730	-4563	-60306
DII	7001	3509	63716

Indian markets could open mildly higher, in line with mostly higher Asian markets today and positive US markets on Oct 09

US stocks finished solidly higher, with investors unconcerned by the minutes of the Federal Reserve's September meeting as they look ahead to a September consumer price index reading Thursday morning that may have more meaning amid recent signs of robust economic growth. The consumer price index is seen rising 0.1% in September, its smallest gain in three months. Compared with a year earlier, the CPI probably rose 2.3%, the sixth-straight slowdown and the tamest since early 2021.

Federal Reserve officials agreed that more rate cuts were likely but seemed to be in two camps about the pace and the size of the moves, according to the minutes of the meeting.

Fed-funds futures traders priced in a 20.7% probability the Federal Reserve would leave rates unchanged next month after digesting the minutes of the central bank's September policy meeting. That's up from just under 15% on Tuesday, according to the CME FedWatch Tool.

The yield on US 10-year Treasuries advanced five basis points to 4.06%. The Bloomberg Dollar Spot Index rose 0.4% — up for an eighth straight session.

Asian equities rose Thursday after their US peers set a fresh high ahead of inflation data that may define Federal Reserve policy easing in the coming months. Gains for Hong Kong and mainland China equities followed the release of details for a People's Bank of China liquidity tool institutional investors can use to purchase stocks, a measure initially unveiled last month.

Nifty closed lower on October 09 after one session ending higher as it erased gains in the last hour. The indices had risen as much as around 0.9% after RBI's monetary policy meeting changed the liquidity stance to 'neutral' from 'withdrawal of accommodation' earlier, signaling a potential rate cut. At close, Nifty was down 0.12% or 31.2 points at 24981.9. Nifty ended marginally down after an up day and gains in the morning. This means that bulls ran into resistance and profit taking at 25200+. Nifty could now stay in the 24832-25230 band for the near term and a breach of either values could mean acceleration in that direction.



GLOBAL INDICES

	CLOSE	POINTS	% CHANGE
DOW JONES	42512	431.63	1.03
S & P 500	5792	40.90	0.71
NASDAQ	20269	161.08	0.80
FTSE	8244	53.13	0.65
CAC	7560	38.77	0.52
DAX	19255	188.46	0.99
NIKKEI	39399	99.00	0.25
SHANGHAI	3267	8.27	0.25
HANG SENG	21155	517.76	2.51
BOVESPA	129962	-1550.00	-1.18

EXCHANGE RATES

	VALUE	% CHANGE
USD/INR	84.0	0.20
EURO/USD	1.094	0.04
USD/GBP	1.307	0.02
USD/JPY	149.1	-0.13

COMMODITIES

	VALUE	% CHANGE
GOLD (\$ / Oz)	2626.4	0.01
SILVER (\$ / Oz)	30.7	0.05
CRUDE OIL FUTURES	73.5	0.34
BRENT OIL (\$ / Barrel)	76.9	0.20

BOND YIELD

	VALUE	ABS CHANGE
IND10 YEAR BOND YIELD	6.881	+0.075

ADR

	VALUE	% CHANGE
DR REDDY'S LAB	78.8	0.01
HDFC BANK	60.0	-0.68
ICICI BANK	29.4	0.17
TATA MOTORS	25.1	0.00
WIPRO	6.42	0.78
VEDANTA LTD	16.50	0.00
INFOSYS	23.27	-0.21

LTIMindtree Launches Smart Spaces Offering with ESG suite

LTIMindtree announced the launch of their new comprehensive digital transformation and ESG platform-Smart Spaces 2.0. With this solution, existing and new buildings can be fitted with the latest IoT devices, and the facilities team can instantly access key data on the platform pertaining to operational and environmental metrics such as energy, emission, water and waste.

Vi enters CCaaS partnership with US' Genesys

Vodafone Idea (Vi) has entered the contact-centre-as-a-service (CCaaS) industry through a partnership with US-based Genesys. This collaboration aims to offer Indian businesses a cloud-based platform for managing customer interactions across multiple channels, enhancing efficiency using AI and Cloud technology.

Vedanta cancels board meeting to consider fourth Interim Dividend

Vedanta Ltd. on Wednesday cancelled its board meeting that was to be held on Oct. 9 for the consideration of its fourth interim dividend for this financial year.

So far this financial year, Vedanta has already declared three interim dividends. The most recent one of Rs 20 per share, approved on Sept. 2, 2024, totalled Rs 7,821 crore. Earlier in the fiscal, the company had announced a second interim dividend of Rs 4 per equity share in July, amounting to Rs 1,564 crore, following the first interim dividend of Rs 11 per share.

PNC Infratech wins Rs 2,091-crore project near Navi Mumbai International Airport

PNC Infratech Ltd. on Thursday said it has emerged as the "lowest bidder" for a Rs 2,091 crore infrastructure project near the upcoming Navi Mumbai Airport. The contract, which is to be executed over a four-year period, involves the construction of roads, flyovers, minor bridges, and allied electrical works, according to an exchange filing.

Varun Beverages to raise Rs 7,500 cr for expansion; board approves QIP

Varun Beverages, the leading bottler of beverage major PepsiCo, has plans to raise Rs 7,500 crore from the market through Qualified Institutions Placement (QIP) route to fund its growth plans. The board of the company in a meeting held on Wednesday approved the proposal.



More sops to boost scrapping of old vehicles in works

India plans to extend more incentives for scrapping old vehicles due to poor response from owners. A review of the vehicle scrapping policy is underway to identify additional incentives. The unorganised sector offers better value, making it harder for registered scrapping facilities to compete. Options include raising rebates on registration charges and offering discounts on new vehicles.

TCS Q2FY25 result preview

TCS Ltd is likely to report 1.9% QoQ and 6.9% YoY growth in revenue to Rs 63,811 crore in Rupee terms. In US\$ terms, revenue could grow by 1.5% QoQ and 5.7% YoY to US\$ 7,619 mn in Q2FY25. Net profit could rise by 2.3% QoQ and 8.6% YoY to Rs 12,315 crore in Q2FY25. EBIT margin could decrease by 10 bps QoQ and it could increase by 30 YoY to 24.6%.

The management commentary on demand environment in in the US and Europe region, updates on BFSI, Mfg, Technology & Services verticals, TCV (Total Contract Value), margin outlook, and hiring guidance would be key monitorables.

Important news/developments to influence markets

Rising rents hit low-income groups hardest in Germany, study shows

Poorer households in Germany, particularly single parents and people living alone, are suffering most from rising rental costs, a study showed on Wednesday, amid a looming recession and the country's most severe property market crisis in a generation.

US wholesale inventories revised lower in August

U.S. wholesale inventories rose less than initially thought in August amid a sharp moderation in the pace of increase in motor vehicle stocks, a trend that if sustained could temper expectations for robust economic growth in the third quarter.

EIA Crude Oil Inventories show unexpected surge, hinting at weaker demand

The Energy Information Administration (EIA) has reported a significant increase in Crude Oil Inventories, indicating a potential shift in the market dynamics of the petroleum industry. The EIA's weekly report measures the change in the number of barrels of commercial crude oil held by U.S firms, a key indicator of the industry's health and potential price fluctuations.

Wholesale inventories dip slightly, indicating potential USD strength

The latest data on wholesale inventories has been released, showing a marginal decrease. The actual figure came in at 0.1%, down from the forecasted and previous figure of 0.2%.



Index	CMP	View	R1	R2	S1	S2
Nifty Oct Future	25119	Positive	25230	25340	25010	24870
Bank Nifty Oct Future	51409	Positive	51860	52310	50960	50475

Daily Technical View on Nifty



Lack of strength to sustain the bounce

Observation: After showing a sustainable upside bounce on Tuesday, Nifty witnessed sell on intraday rise on Wednesday and closed the day lower by 31 points.

After opening with a positive note, the market moved up further in the early-mid part of the session. Sharp intraday weakness has triggered from the swing high of 25234 levels and Nifty finally closed at the lows.

A small negative candle was formed on the daily chart with long upper shadow. Technically, this market action signal rejection of bulls at the hurdles. Hence, this pattern could mean chances of further softness in the market.



With steep intraday selloff from the highs of Wednesday, the market has not yet confirmed the significant bottom reversal pattern at the recent lows.

A sustainable move only above 25200-25300 levels could confirm double bottom formation and that could possibly open doors for more upside. At the lower levels Nifty is expected to find strong support around 24700-24600 zone.

Conclusion: The short-term trend of Nifty is still positive, but the display of lack of strength in present upside bounce likely to result in further weakness near to recent lows, before showing another round of upmove. Immediate resistance to be watched at 25250.



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	1,070.7	1,090.0	1000	6.6	21-OCT-24
2	9-OCT-24	BUY	MFSL OCT FUT	1189-1165	1,195.1	1,153.0	1235	3.3	23-OCT-24
3	9-OCT-24	BUY	LUPIN OCT FUT	2269.50-2220	2,294.2	2,170.0	2390	4.2	23-OCT-24
4	8-OCT-24	BUY	CHAMBAL FERTILIZERS	493.90-479	495.4	470.0	525	6.0	22-OCT-24
5	9-OCT-24	BUY	TUBE INVESTMENT	4258-4121	4,183.9	4,066.0	4556	8.9	23-OCT-24
6	9-OCT-24	BUY	BHARAT DYNAMIC	1162.35-1128	1,163.1	1,105.0	1233	6.0	23-OCT-24
7	9-OCT-24	BUY	VIJAYA DIAGNOSTIC	984.65-955	985.4	940.0	1055	7.1	23-OCT-24
8	9-OCT-24	BUY	SHRIRAM FINANCE	3380-3438.40	3,388.0	3,300.0	3610	6.6	23-OCT-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	72.4	68.5	79.0	84.0	16	20-NOV-24
2	26-SEP-24	BUY	TATA STEEL	156-162.70	159.1	150.0	175.0	188.0	18	26-NOV-24
3	9-OCT-24	BUY	CG POWER	792.45-751	803.5	728.0	853.0	938.0	17	9-DEC-24
4	9-OCT-24	BUY	INDIA MART	2981.90-2866	2999.0	2770.0	3200.0	3405.0	14	9-DEC-24
5	9-OCT-24	BUY	TATA CHEMICAL	1117.30-1073	1105.4	1045.0	1206.0	1290.0	17	9-DEC-24

*= 1st Target Achieved

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