

The Daily

July 11, 2024





DOMESTIC INDICES

	CLOSE	POINTS	% CHANGE
SENSEX	79925	-427	-0.53
NIFTY	24324	-109	-0.45
MIDCAP	47451	-89	-0.19
SMALL CAP	53780	-375	-0.69

SECTORAL INDICES

	CLOSE	POINTS	% CHANGE
POWER	8137	41	0.51
HEALTHCARE	38574	127	0.33
OIL & GAS	30460	30	0.10
REALTY	8796	-6	-0.07
CD	58850	-155	-0.26
FINANCE	11496	-40	-0.34
CG	75208	-329	-0.44
BANKEK	59916	-388	-0.64
TECK	17548	-134	-0.76
IT	38120	-380	-0.99
METAL	32948	-534	-1.60
AUTO	57735	-971	-1.65

BSE 200 GAINERS/LOSERS

GAINERS	%	LOSERS	%
RVNL	12.41	M&M	-6.62
SOLARINDS	4.26	UNOMINDA	-4.28
IRFC	3.93	BANDHANBNK	-4.16
ASIANPAINT	3.10	LINDEINDIA	-3.28
TIINDIA	3.10	YESBANK	-3.22

ADVANCE/DECLINES

	BSE	%
ADVANCES	1363	34
DECLINES	2576	64
UNCHANGED	82	2

INSTITUTIONAL ACTIVITY

Rs Cr	10-07-2024	09-07-2024	JULY TOTAL
FII	584	314	7811
DII	1082	1416	11638

Indian markets could open mildly higher, in line with positive Asian markets today and higher US markets on July 10

U.S. stocks rose to new milestones on Wednesday, with the S&P 500 finishing above 5,600 for the first time and the Nasdaq Composite securing its 27th record close of 2024.

Helping to fuel some of the risk-on sentiment from investors was the sense that the Federal Reserve might be willing to cut interest rates multiple times through January to support the economy. Jerome Powell told Congress that the Fed doesn't need inflation below 2% before cutting rates and that officials still have more work to do. He noted the labor market has cooled "pretty significantly."

U.S. inflation data due this week include the Consumer Price Index on Thursday and the Producer Price Index report on Friday.

In Asia, investors will be looking at any impacts of the China Securities Regulatory Commission's decision to tighten rules on short selling and high-frequency trades in a bid to crack down on improper arbitrage and maintain market stability. The China Securities Regulatory Commission (CSRC) said securities re-lending - in which brokers borrow shares for clients to short sell - would be suspended. In addition, margin requirements would be raised for short-sellers.

Asian equities rose on Thursday after a rally in the world's largest tech stocks lifted global shares to new highs ahead of US inflation data due later Thursday. Taiwan Semiconductor Manufacturing Co. traded at record levels after the sole supplier of Nvidia and Apple's most advanced chips said second-quarter sales grew at their fastest pace since 2022. Japan's Nikkei 225 surged to a fresh high on Thursday, crossing the 42,000 mark for the first time.

Nifty logged its worst session on July 10 since June 4 after hitting highs at open. At close, Nifty was down 0.45% or 108.8 points at 24324.5. Nifty fell on July 10 forming a Bearish Engulfing pattern at record highs. A long lower shadow reflects part recovery during the day and the fight by bulls. Nifty could now be headed lower for the near term with some intermittent bounces. It could stay in the 24461-24141 band for the near term.



GLOBAL INDICES			
	CLOSE	POINTS	% CHANGE
DOW JONES	39721	429.39	1.09
S & P 500	5634	56.93	1.02
NASDAQ	20672	218.86	1.07
FTSE	8194	53.70	0.66
CAC	7574	64.89	0.86
DAX	18418	181.31	0.99
NIKKEI	42205	347.50	0.83
SHANGHAI	2934	-5.61	-0.19
HANG SENG	17472	-51.56	-0.29
BOVESPA	127218	110.00	0.09

EXCHANGE RATES		
	VALUE	% CHANGE
USD/INR	83.5	0.20
EURO/USD	1.084	0.05
USD/GBP	1.285	0.05
USD/JPY	161.6	-0.02

COMMODITIES		
	VALUE	% CHANGE
GOLD (\$ / Oz)	2380.5	0.03
SILVER (\$ / Oz)	31.2	0.55
CRUDE OIL FUTURES	82.8	0.79
BRENT OIL (\$ / Barrel)	85.8	0.41

BOND YIELD		
	VALUE	ABS CHANGE
IND10 YEAR BOND YIELD	6.98	-0.13

ADR		
	VALUE	% CHANGE
DR REDDY'S LAB	78.2	0.70
HDFC BANK	60.4	-1.52
ICICI BANK	29.5	0.24
TATA MOTORS	25.1	0.00
WIPRO	6.4	0.16
VEDANTA LTD	16.5	0.00
INFOSYS	19.4	0.36

Signature Global to invest Rs 2,500 crore on construction of current housing projects in FY25

Signature Global will invest around Rs 2,500 crore this fiscal on the construction of its various housing projects, and the company would meet the sales bookings guidance of Rs 10,000 crore for the current 2024-25 financial year, a significant growth from Rs 7,270 crore in the preceding year.

Tata Motors, Mahindra cut SUV prices to boost demand

Tata Motors and Mahindra & Mahindra have cut the prices of their SUV models to boost demand. Tata Motors has revised the starting prices of its flagship SUVs, the Harrier (Rs 14.99 lakh) and the Safari (Rs 15.49 lakh) and extended benefits of up to Rs 1.4 lakh on other popular SUV variants.

Andhra gov., BPCL explore possibility of setting up Rs 70,000 crore petrochemical complex

Bharat Petroleum Corporation Ltd to explore the possibility of setting up an oil refinery and petrochemical complex, which could attract investments worth Rs 70,000 crore.

JSW MG Motor joins hands with Shell for EV charging infra

JSW MG Motor India, known as MG Motor India Pvt Ltd until early this year, has joined hands with Shell India to enhance public charging infrastructure for Electric Vehicles (EVs) across the country. As per the partnership, JSW MG Motor India customers will be able to leverage on Shell's fuel station network across the country for vehicle charging.

Siemens Consortium Partners with Bengaluru Metro for rail Electrification

Siemens Ltd., as part of a consortium along with Rail Vikas Nigam Ltd., has partnered with Bangalore Metro Rail Corp. for electrification of Bengaluru Metro Phase 2 project, to drive sustainable public transport in the city. The total order value is approximately Rs 766 crore, with Siemens's share as part of the consortium at approximately Rs 558 crore.

Oriana Power won Rs 155 crore order in Rajasthan

Oriana Power Ltd. received a new order worth Rs 155 crore for a 40 MWp solar plant in Rajasthan under the captive segment. The scope of work of the company will be engineering, procurement and construction, commissioning, operation and maintenance of solar power plant.

Power Grid to raise debt cap to Rs 15,000 crore this fiscal

Power Grid Corp. will increase the current borrowing limit from the existing Rs 12,000 crore to Rs 15,000 crore during fiscal 2025. The board approved the proposal and the company will seek shareholders' nod at the upcoming annual general meeting.



Commercial vehicle sales volume to fall 3-6 pc in FY25: Report

Commercial vehicle sales volume is expected to decline by 3-6 per cent in the current fiscal year due to a slump in demand, as reported by CareEdge Ratings. The slowdown is attributed to reduced demand in both the medium, heavy commercial, and light commercial vehicle segments, alongside high inventory levels with dealers.

REC raises 31.96 billion Japanese yen through 5-year green loan

Power sector financier REC Limited has raised 31.96 billion Japanese yen through a 5-year green loan, with the transaction being conducted from Deutsche Bank's Gift City branch. The loan, which is equivalent to US\$ 200 million, will be used to finance eligible green projects in India.

Glenmark Pharmaceuticals to sell up to 7.85% stake in Glenmark Life Sciences

The company and Glen Saldanha will sell up to a 7.85% stake via an offer-for-sale at a floor price of Rs 810 per share. OFS will open for non-retail investors on July 11 and for retail investors on July 12. Earlier, Glenmark had sold 75% stake for Rs 5650 crore to Nirma Ltd.

Bajaj Healthcare to raise Rs 137 crore through the preferential allotment of shares

The company approved raising up to Rs 136.8 crore through the preferential issue of shares. Company would issue 40.44 lakh equity shares at Rs 338 per share.

It has also approved raising up to Rs 70.3 crore through convertible warrants to promoter and non-promoters. Company would issue 20.8 lakh warrants at Rs 338.

TCS Q1FY25 result preview

TCS Ltd is likely to report 0.9% QoQ and 4.1% YoY growth in revenue to Rs 61,790 crore in Rupee terms. In US\$ terms, revenue could grow by 0.6% QoQ and 2.5% YoY to US\$ 7,409 mn in Q1FY25. Net profit could fall 4.2% QoQ and it could increase 7.6% YoY at Rs 11,912 crore in Q1FY25. EBIT margin could decrease by 160 bps QoQ and it could increase by 130 YoY to 24.4%.

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

Important news/developments to influence markets

US wholesale inventories rise in May

U.S. wholesale inventories increased solidly in May, likely putting inventory investment on track to support economic growth in the second quarter.

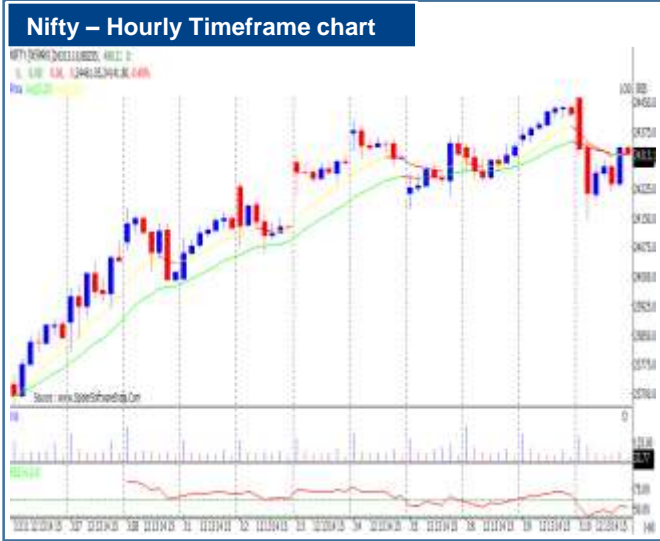
China CPI inflation slows in June, PPI shrinks at slowest pace in 16 months

Chinese consumer inflation shrank in June as persistent concerns over China's economy kept spending largely limited, while producer inflation contracted for a 20th consecutive month, albeit at a slower pace.



Index	CMP	View	R1	R2	S1	S2
Nifty July Future	24340	Consolidation	24465	24580	24220	24090
Bank Nifty July Future	52313	Consolidation	52750	53110	51850	51420

Daily Technical View on Nifty



Emergence of selling from new highs..

Observation: After showing upmove with range bound action in the last few sessions, Nifty slipped into profit booking from the new highs on Wednesday and closed the day lower by 108 points with lower-level recovery.

After opening at the new all-time highs of 24461 levels, the market slipped into weakness in the early part of the session. Intraday upside recovery has emerged from the lows in the mid to later part of the session and Nifty closed the day off the lows.

A reasonable negative candle was formed on the daily chart with long lower shadow. Formation of Wednesday's negative candle has engulfed the small bull candle of Tuesday.

This market action could be considered as a bearish engulfing pattern (not a classical one). Normally, such bearish candle formation at the highs or at the hurdle indicates caution for bulls for impending reversal pattern, post confirmation.



The market has sustained above the immediate support of 10-day EMA around 24180 levels. This moving average has been offering support for the Nifty in the last one month.

Conclusion: The near-term uptrend status of the market remains intact. But the market seems to have started signs of profit booking around 24400-24500 levels. However, a move above 24465 could negate this bearish setup. Immediate support is at 24150 levels.



OPEN SHORT TERM TRADING CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET	UPSIDE %	VALID TILL
1	10-JUL-24	BUY	BANK NIFTY 16TH JULY 52000 PUT OPTION	305.75	256.0	212.0	460	79.7	15-JUL-24
2	10-JUL-24	SELL	TRENT JULY FUT	5558-5670	5,575.0	5,710.0	5335	4.3	24-JUL-24
3	1-JUL-24	BUY	QUESS CORP	625-610	630.5	594.0	670	6.3	15-JUL-24
4	1-JUL-24	BUY	MPS	2080-2000	2,053.2	1,950.0	2270	10.6	15-JUL-24
5	4-JUL-24	BUY	MASTEK	2832.05-2740	2,799.6	2,699.0	3031	8.3	18-JUL-24
6	9-JUL-24	BUY	CENTRAL BANK	63.7-61.50	63.9	60.0	69	8.0	23-JUL-24

OPEN E-MARGIN POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	10-JUN-24	BUY	REDINGTON	206-212	209.3	199.0	235.0	250.0	19	10-SEP-24
2	11-JUN-24	BUY	IFCI	60.98- 56.50	61.6	54.0	68.0	72.0	17	11-SEP-24
3	11-JUN-24	BUY	ZENSAR TECHNOLOGY*	691.25-647	734.7	691.3	762.0	795.0	8	11-SEP-24
4	11-JUN-24	BUY	AARTI INDUSTRIES*	640-663.30	700.6	663.3	712.0	760.0	8	11-AUG-24
5	13-JUN-24	BUY	KOPRAN*	247.30-235	263.0	247.3	270.0	300.0	14	13-SEP-24
6	14-JUN-24	BUY	STAR	947-890	937.8	870.0	1045.0	1090.0	16	14-SEP-24
7	18-JUN-24	BUY	PRICOL	482.45-464	499.9	450.0	527.0	555.0	11	18-SEP-24
8	1-JUL-24	BUY	B SOFT	700-718	692.1	680.0	754.0	832.0	20	1-SEP-24
9	2-JUL-24	BUY	NLC INDIA*	240-249.25	276.6	249.3	280.0	300.0	8	2-OCT-24
10	3-JUL-24	BUY	IPCA LAB	1155-1114	1226.3	1080.0	1240.0	1305.0	6	3-SEP-24
11	3-JUL-24	BUY	AMI ORGANICS	1391.75- 1336	1366.3	1295.0	1517.0	1600.0	17	3-OCT-24
12	5-JUL-24	BUY	LAURAS LAB	460-442	472.8	430.0	495.0	529.5	12	5-SEP-24
13	5-JUL-24	BUY	NUVOCO VISTA	354.25-337	354.0	327.0	388.0	422.0	19	5-OCT-24
14	9-JUL-24	BUY	PNC INFATECH	510-523.80	523.7	480.0	567.0	611.0	17	9-OCT-24
15	9-JUL-24	BUY	HIND COPPER	343.70-330	334.0	321.0	370.0	395.0	18	9-SEP-24

*= 1st Target Achieved

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