

The Daily

August 27, 2024





DOMESTIC INDICES			
	CLOSE	POINTS	% CHANGE
SENSEX	81698	612	0.75
NIFTY	25011	187	0.76
MIDCAP	48639	317	0.66
SMALL CAP	55796	114	0.20

SECTORAL INDICES			
	CLOSE	POINTS	% CHANGE
METAL	32837	653	2.03
REALTY	8090	135	1.69
CD	63988	899	1.43
IT	42440	572	1.37
OIL & GAS	32549	376	1.17
TECK	19390	214	1.11
FINANCE	11454	62	0.55
AUTO	58653	220	0.38
BANKEX	58232	193	0.33
POWER	8277	20	0.24
CG	73474	118	0.16
HEALTHCARE	42163	52	0.12

BSE 200 GAINERS/LOSERS			
GAINERS	%	LOSERS	%
TATAELXSI	8.88	ZYDUSLIFE	-5.96
POLICYBZR	8.02	PAYTM	-4.41
LODHA	4.58	NYKAA	-3.17
SAIL	4.47	SUZLON	-3.01
HINDALCO	3.88	SCHAEFFLER	-2.77

ADVANCE/DECLINES		
	BSE	%
ADVANCES	2143	51
DECLINES	1913	46
UNCHANGED	146	3

INSTITUTIONAL ACTIVITY			
Rs Cr	23-08-2024	26-08-2024	AUG TOTAL
FII	1944	483	-32473
DII	2896	1870	66322

Indian markets could open flat to mildly lower, in line with mostly lower Asian markets today and mixed US markets on Aug 26

U.S. stocks ended mixed on Monday, as investors continued to analyse Federal Reserve Chair Jerome Powell's speech at the Jackson Hole Economic Symposium last Friday, while awaiting Nvidia Corp.'s earnings due Wednesday and new inflation data due Friday. A gauge of the "Magnificent Seven" megacaps slid 1.2%. The Dow closed at record highs, as cyclical stocks including financials were back in favor amid a rotation out from tech ahead of a widely expected Federal Reserve cut next month.

Late Monday, oil prices continued to rise after Israel and Hezbollah traded strikes over the weekend, with U.S. West Texas Intermediate crude climbing 3.5% to close at \$77.42 per barrel and Brent crude up 3.05% at \$81.43 a barrel, its highest in about two weeks.

Global funds have poured money into India's debt market for 14 weeks in a second streak of buying this year, evidence of the country's appeal amid the turmoil in the worldwide financial markets. With the prospect of interest rate cuts on the horizon and the rupee near historic lows, offshore investors have bought roughly \$7 billion net of the South Asian country's bonds since May. That's more than twice the sum of net purchases for Indonesia, to which it is often compared, according to data compiled by Bloomberg. Foreign investors own only about 3% of India's \$1.3 trillion government bond market.

China's industrial profits grew faster in July, data showed on Tuesday, even as sluggish domestic demand weighs on the recovery in the world's second-largest economy. Profits in July jumped 4.1% from a year earlier following a 3.6% rise in June, according to National Bureau of Statistics (NBS) data.

Traders see a 70% chance of a 25 basis point interest rate cut and a 30% chance of a 50 basis point cut in September, according to the CME Group's FedWatch tool.

Asia-Pacific markets largely fell on Tuesday, despite the Dow Jones Industrial Average on Wall Street reaching new highs.

Nifty rose for the eighth consecutive session on August 26 to end above the psychologically crucial 25,000-mark. At close, Nifty was up 0.76% or 187.5 points at 25010.6. Nifty rose with an upgap on August 26, filled the downgap formed on Aug 02 and formed a long bull candle suggesting an attempted breakout on the upside. It could now rise towards the previous high of 25078 and later the 25130-25280 band. On falls, 24850 could offer support in the near term.



GLOBAL INDICES			
	CLOSE	POINTS	% CHANGE
DOW JONES	41241	65.44	0.16
S & P 500	5617	-17.77	-0.32
NASDAQ	19516	-204.43	-1.04
FTSE	8328	39.78	0.48
CAC	7590	13.33	0.18
DAX	18617	-16.08	-0.09
NIKKEI	38082	23.50	0.06
SHANGHAI	2848	-7.83	-0.27
HANG SENG	17743	-55.73	-0.31
BOVESPA	136889	1281.00	0.94

EXCHANGE RATES		
	VALUE	% CHANGE
USD/INR	83.9	0.20
EURO/USD	1.117	0.05
USD/GBP	1.319	-0.01
USD/JPY	144.9	0.24

COMMODITIES		
	VALUE	% CHANGE
GOLD (\$ / Oz)	2541.7	-0.53
SILVER (\$ / Oz)	30.3	-0.44
CRUDE OIL FUTURES	77.2	-0.34
BRENT OIL (\$ / Barrel)	80.2	-0.26

BOND YIELD		
	VALUE	ABS CHANGE
IND10 YEAR BOND YIELD	6.968	+0.109

ADR		
	VALUE	% CHANGE
DR REDDY'S LAB	82.4	0.29
HDFC BANK	61.2	0.48
ICICI BANK	28.7	0.24
TATA MOTORS	25.1	0.00
WIPRO	6.19	0.98
VEDANTA LTD	16.50	0.00
INFOSYS	22.44	0.45

Small finance banks credit growth expected to slow down to 26% this fiscal

Small finance banks' growth was expected to decelerate to 26% this fiscal year from 28% previously, as they explored alternative funding avenues, Crisil reported. Credit growth in new asset classes was seen at 40%, with diversification in loans such as mortgages and vehicle loans. Expansion in semi-urban and rural markets was a significant growth driver.

Five Indian power companies face over \$1 billion payment outage risk in Bangladesh

Bangladesh owes over \$1 billion to five Indian power companies, with Adani Power leading the list at \$800 million for its Jharkhand-based plant. SEIL Energy India is owed about \$150 million, while NTPC is due nearly \$80 million. The payments are overdue amidst political turmoil in Bangladesh, which recently led to the Prime Minister fleeing to India. PTC India is currently due \$79 million from the neighbouring country and Power Grid Corporation of India is owed \$20 million.

India adds record 15 GW solar capacity in Jan-Jun: Report

In the first half of 2024, India saw record solar installations, adding about 15 GW, as developers rushed to complete delayed projects, Mercom Capital reported. This surpassed previous records by a significant margin and evidenced a 282% increase over 2023's figures. Solar energy made up 19.5% of India's installed power capacity by June 2024.

UltraTech Cement raises \$500 mn through sustainability-linked loans

UltraTech has successfully raised \$500 million through a sustainability-linked loan with participation from six banks. The transaction marks the second sustainability-linked financing raised by UltraTech, subsequent to its inaugural sustainability-linked bond issuance in 2021.

The Sustainability Performance Targets (SPTs) include reduction of scope 1 emissions, measured in kgCO₂ per tonne of cementitious material (kgCO₂/t.cem), by 27 per cent by March 31, 2032, from a FY17 baseline. Further, it involves, increase in the share of green energy from waste heat recovery system (WHRS), solar and wind power in its total energy mix to 85 per cent by FY30 and 100 per cent in FY50.

Aarti Drugs approved buyback worth Rs 59.85 crore

Aarti Drugs' board approved buyback of 6.65 lakh equity shares at Rs 900 per share. It would spend Rs 59.85 crore in the same. The buyback would be through tender offer route and record date has been fixed as Sep 5, 2024.



Medi Assist Healthcare Services to acquire Fairfax-backed Paramount TPA for Rs 312 crore

Medi Assist, India's largest third-party administrator (TPA) said that its wholly-owned subsidiary Medi Assist TPA has signed definitive agreement to acquire FairFax Asia-backed Paramount TPA for Rs 311.8 crore in an all-cash deal. The deal will be funded through internal accruals and short term debt.

Paramount TPA is the 2nd largest TPA by premiums in the group health insurance segment as on FY24 basis. It is managing Rs 3,866 crore of total premiums for the group and retail segment, with revenue from operations of Rs 153 crore in FY24. Paramount works with 30 insurers and over 3,000 group customers and retail policyholders.

This is the second major acquisition by Medi Assist in the TPA space. It acquired Raksha TPA in March last year. Raksha acquisition gave Medi Assist firm footing in North and Central India markets.

Bondada Engineering received order worth Rs 575.7 crore

Company received order worth Rs 575.74 crore from various entities. The order is for Design, Survey, Supply, Installation, Testing, Commissioning of grid connected distributed Solar Power Plants for Solarization of selected Agri feeders at Sub-station (SS) level in MSEDCL jurisdiction, its associated 11 kV line to connect the plant with concerned SS and Remote Monitoring System (RMS) of solar power plants under Mukhyamantri Saur Krushi Vahini Yojana 2.0 of PM-KUSUM Solar projects across various districts in Maharashtra.

Important news/developments to influence markets

US business spending on equipment shows signs of cooling in July

New orders for key U.S.-manufactured capital goods unexpectedly fell in July and data for the prior month was revised lower, suggesting a loss of momentum in business spending on equipment that extended into the early part of the third quarter.

Non-defense capital goods orders excluding aircraft, a closely watched proxy for business spending plans, dipped 0.1% last month after a downwardly revised 0.5% increase in June, the Commerce Department's Census Bureau said on Monday.

German business sentiment falls in August, delaying recovery hopes

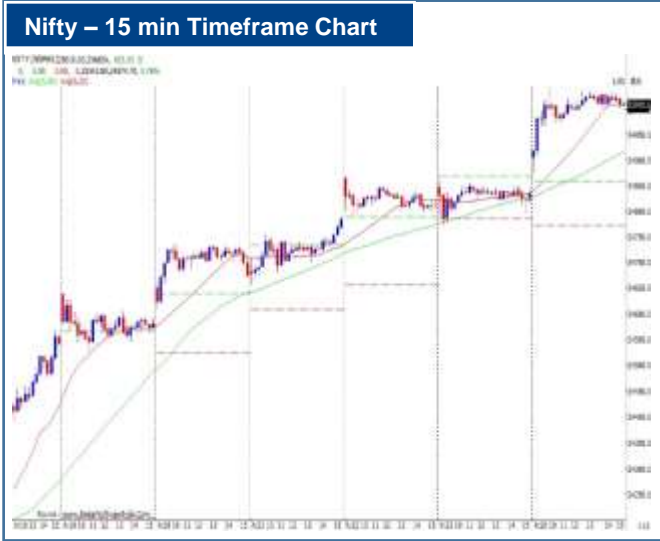
German business morale fell for a third consecutive month in August, a survey showed on Monday, pushing back recovery hopes for Europe's largest economy.

The Ifo institute said its business climate index fell to 86.6 in August from 87.0 in July, though it came in above a forecast by analysts polled by Reuters for a reading of 86.0.



Index	Short term trend	Target	Reversal	CMP	S1-S2	R1-R2
Nifty Fut	UP	25250	24885	25045.0	24885-24790	25133-25250
Bank Nifty Fut	UP	51635	50851	51211.0	51020-50851	51379-51635

Daily Technical View on Nifty

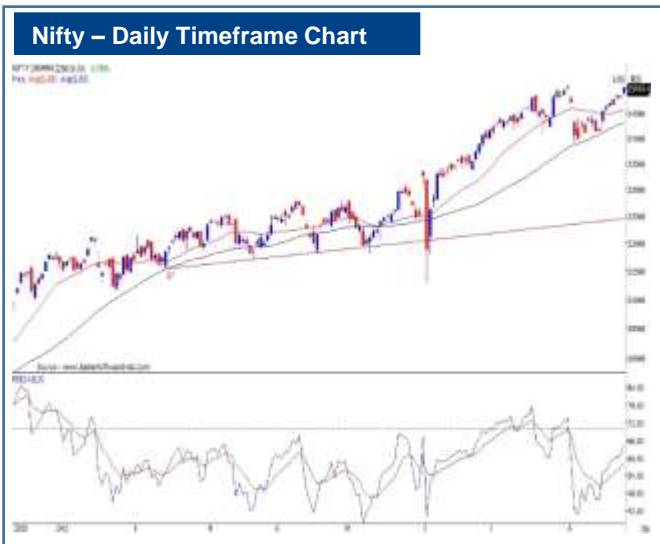


Market: Observation

●Markets surged higher on Monday to close below the current life highs of 25078. It was the eight consecutive session of gains for the Nifty. Nifty finally gained 187.45 points or 0.76% to close at 25,010.6. Broad market indices like the BSE Mid Cap and Small Cap indices gained less, thereby underperforming the Sensex/Nifty. Market breadth was positive on the BSE/NSE.

Nifty: Short term uptrend looks set to continue

On Nifty 15 min chart, we can observe that Nifty opened with an upgap and continued to climb higher. The 50 period MA on the 15 min chart is providing excellent support to the stock and the 20 period MA also continues to trade above the 50 period MA, indicating the recent positive MA crossover is intact.



Nifty could now attempt to test the life highs of 25078 in the very near term. Crucial supports to watch in the very near term are at 24874-24771.

Nifty: Daily chart indicates uptrend could continue

●The daily timeframe indicates that Nifty has broken out of a range after consolidating above the 50 day SMA two weeks back.

●Nifty has also filled the two gap areas as it closed above it on Monday. With momentum indicators like 14-day RSI at 64.56 and not overbought, we expect the Nifty to test current life highs of 25078 and make new life highs. Our bullish bets will be off if Nifty corrects and moves below recent swing lows of 24771.

●Sectorally, most of the sectoral indices are looking positive on the charts. The stronger sectors are Auto, CPSE, Energy, Pharma, Infra, IT and Metal.



OPEN SHORT TERM CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	UPSIDE %	VALID TILL
1	20-AUG-24	BUY	BANK OF BARODA AUG FUT	247-252.15	252.0	244.5	265	5.2	3-SEP-24
2	23-AUG-24	BUY	GMR INFRA SEP FUT	97.70-95.50	96.4	94.0	103.5	7.4	6-SEP-24
3	26-AUG-24	BUY	TATA CONSUMER AUG FUT	1204.50-1185	1,219.3	1,170.0	1257	3.1	9-SEP-24
4	26-AUG-24	BUY	SYNGENE SEP FUT	855.60-830	849.0	817.0	899	5.9	9-SEP-24

OPEN E-MARGIN POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	26-JUL-24	BUY	RELIGARE	257-240	261.3	232.0	283.0	300.0	15	26-OCT-24
2	30-JUL-24	BUY	BOROSIL RENEWABLES	528.75-502	509.2	486.0	580.0	625.0	23	30-OCT-24
3	6-AUG-24	BUY	GREENPANEL*	358.60-343	387.4	358.6	390.0	439.0	13	6-NOV-24
4	13-AUG-24	BUY	GPPL	240.85-230	232.3	223.0	265.0	300.0	29	13-NOV-24
5	13-AUG-24	BUY	VIJAYA DIAGONSTIC*	854.95-805	912.9	855.0	932.0	984.0	8	13-NOV-24
6	19-AUG-24	BUY	RELIANCE	2950-2986	3025.2	2900.0	3195.0	3244.0	7	19-OCT-24
7	20-AUG-24	BUY	MASTEK	2840-2680	3035.0	2600.0	3099.0	3400.0	12	20-NOV-24
8	21-AUG-24	BUY	CEAT LTD	2774.75- 2625	2839.4	2575.0	3000.0	3193.0	12	21-NOV-24
9	22-AUG-24	BUY	INDIGO	4340- 4439.90	4720.1	4250.0	4751.0	5000.0	6	22-OCT-24
10	22-AUG-24	BUY	ALEMBIC	158.13-151	160.1	146.5	175.0	190.0	19	22-NOV-24
11	23-AUG-24	BUY	RAILTEL	495.35-477	503.1	465.0	555.0	600.0	19	23-NOV-24
12	23-AUG-24	BUY	RADICO KHAITAN	1816.45- 1665	1832.7	1650.0	1999.0	2090.0	14	23-NOV-24
13	26-AUG-24	BUY	ELGI EQUIPMENT	720.20-692	720.0	670.0	785.0	829.0	15	26-NOV-24
14	26-AUG-24	BUY	CARYSIL LTD	912.80-850	921.1	817.0	1010.0	1100.0	19	26-NOV-24
15	26-AUG-24	BUY	NARAYANA HRUDAYALAYA	1266-1214	1280.3	1217.0	1370.0	1459.0	14	26-NOV-24

*= 1st Target Achieved

**Disclaimer:**

This report has been prepared by HDFC Securities Ltd and is solely for information of the recipient only. The report must not be used as a singular basis of any investment decision. The views herein are of a general nature and do not consider the risk appetite or the particular circumstances of an individual investor; readers are requested to take professional advice before investing. Nothing in this document should be construed as investment advice. Each recipient of this document should make such investigations as they deem necessary to arrive at an independent evaluation of an investment in securities of the companies referred to in this document (including merits and risks) and should consult their own advisors to determine merits and risks of such investment. The information and opinions contained herein have been compiled or arrived at, based upon information obtained in good faith from sources believed to be reliable. Such information has not been independently verified and no guaranty, representation of warranty, express or implied, is made as to its accuracy, completeness or correctness. All such information and opinions are subject to change without notice. Descriptions of any company or companies or their securities mentioned herein are not intended to be complete. HSL is not obliged to update this report for such changes. HSL has the right to make changes and modifications at any time.

This report is not directed to, or intended for display, downloading, printing, reproducing or for distribution to or use by, any person or entity who is a citizen or resident or located in any locality, state, country or other jurisdiction where such distribution, publication, reproduction, availability or use would be contrary to law or regulation or what would subject HSL or its affiliates to any registration or licensing requirement within such jurisdiction.

If this report is inadvertently sent or has reached any person in such country, especially, United States of America, the same should be ignored and brought to the attention of the sender. This document may not be reproduced, distributed or published in whole or in part, directly or indirectly, for any purposes or in any manner.

Foreign currencies denominated securities, wherever mentioned, are subject to exchange rate fluctuations, which could have an adverse effect on their value or price, or the income derived from them. In addition, investors in securities such as ADRs, the values of which are influenced by foreign currencies effectively assume currency risk. It should not be considered to be taken as an offer to sell or a solicitation to buy any security.

This document is not, and should not, be construed as an offer or solicitation of an offer, to buy or sell any securities or other financial instruments. This report should not be construed as an invitation or solicitation to do business with HSL. HSL may from time to time solicit from, or perform broking, or other services for, any company mentioned in this mail and/or its attachments.

HSL and its affiliated company(ies), their directors and employees may; (a) from time to time, have a long or short position in, and buy or sell the securities of the company(ies) mentioned herein or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company(ies) discussed herein or act as an advisor or lender/borrower to such company(ies) or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.

HSL, its directors, analysts or employees do not take any responsibility, financial or otherwise, of the losses or the damages sustained due to the investments made or any action taken on basis of this report, including but not restricted to, fluctuation in the prices of shares and bonds, changes in the currency rates, diminution in the NAVs, reduction in the dividend or income, etc.

HSL and other group companies, its directors, associates, employees may have various positions in any of the stocks, securities and financial instruments dealt in the report, or may make sell or purchase or other deals in these securities from time to time or may deal in other securities of the companies / organizations described in this report. As regards the associates of HSL please refer the website.

HSL or its associates might have managed or co-managed public offering of securities for the subject company or might have been mandated by the subject company for any other assignment in the past twelve months.

HSL or its associates might have received any compensation from the companies mentioned in the report during the period preceding twelve months from the date of this report for services in respect of managing or co-managing public offerings, corporate finance, investment banking or merchant banking, brokerage services or other advisory service in a merger or specific transaction in the normal course of business.



HSL or its analysts did not receive any compensation or other benefits from the companies mentioned in the report or third party in connection with preparation of the research report. Accordingly, neither HSL nor Research Analysts have any material conflict of interest at the time of publication of this report. Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions. HSL may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report. Research entity has not been engaged in market making activity for the subject company. Research analyst has not served as an officer, director or employee of the subject company. We have not received any compensation/benefits from the subject company or third party in connection with the Research Report.

Please note that HDFC Securities has a proprietary trading desk. This desk maintains an arm's length distance with the Research team and all its activities are segregated from Research activities. The proprietary desk operates independently, potentially leading to investment decisions that may deviate from research views.

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: customercare@hdfcsec.com Phone: (022) 3901 9400

HDFC Securities Limited, SEBI Reg. No.: NSE, BSE, MSEI, MCX: INZ000186937; AMFI Reg. No. ARN: 13549; PFRDA Reg. No. POP: 11092018; IRDA Corporate Agent License No.: CA0062; SEBI Research Analyst Reg. No.: INH000002475; SEBI Investment Adviser Reg. No.: INA000011538; CIN - U67120MH2000PLC152193

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

Mutual Funds Investments are subject to market risk. Please read the offer and scheme related documents carefully before investing.

Registration granted by SEBI, membership of BASL (in case of IAs) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.

#HDFCsecMythBusters



**Scan the code to
download our mobile app now!**

Global Investing, Basket Investing are not a Exchange traded product and all disputes related to the distribution activity of Global Investing and Basket Investing will not have access to Exchange investor redressal forum or Arbitration mechanism. Involvement of HDFC securities is restricted to Referral only. HDFC securities does not offer this product directly to customers <https://www.hdfcsec.com/globalinvesting>. Account would be opened after all procedure relating to IPV and client due diligence is completed. Investment in securities market are subject to market risks, read all the related documents carefully before investing. SEBI registration & disclaimers: <https://www.hdfcsec.com/article/disclaimer-1795>.
The information is only for consumption by the client and such material should not be redistributed.