

# The Daily

April 19, 2024





DOMESTIC INDICES			
	CLOSE	POINTS	% CHANGE
SENSEX	72489	-455	-0.62
NIFTY	21996	-152	-0.69
MIDCAP	40160	-156	-0.39
SMALL CAP	45450	26	0.06

SECTORAL INDICES			
	CLOSE	POINTS	% CHANGE
TECK	15778	110	0.70
CG	61157	-8	-0.01
IT	34333	-67	-0.19
POWER	6929	-23	-0.33
METAL	29988	-149	-0.50
FINANCE	10365	-65	-0.62
REALTY	7337	-51	-0.70
AUTO	48942	-358	-0.73
OIL & GAS	28281	-275	-0.96
BANKEX	53178	-585	-1.09
HEALTHCARE	34576	-431	-1.23
CD	51978	-802	-1.52

BSE 200 GAINERS/LOSERS			
GAINERS	%	LOSERS	%
MANKIND	5.05	IGL	-4.98
JSWENERGY	4.73	OBEROIRLTY	-4.14
BHARTIARTL	4.15	ABB	-3.73
LINDEINDIA	3.55	ASHOKLEY	-3.69
INDUSTOWER	3.53	APOLLOHOSP	-3.58

ADVANCE/DECLINES		
	BSE	%
ADVANCES	1879	48
DECLINES	1917	49
UNCHANGED	133	3

INSTITUTIONAL ACTIVITY			
Rs Cr	16-04-2024	18-04-2024	APR TOTAL
FII	-4468	-4260	-22358
DII	2040	2285	21321

## Indian markets could open sharply lower, in line with weak Asian markets today and despite mixed US markets on Apr 18

U.S. stocks closed mixed on Thursday in another nervous day of trade, as investors focused on rising bond yields and uncertain oil prices. U.S. stocks closed near the unchanged mark on Thursday, as investors scrutinised the latest corporate earnings, while economic data and comments from Federal Reserve officials suggested the central bank was unlikely to cut interest rates in the near future.

Asian shares sank on Friday while the dollar, yen, oil and gold surged after reports of a sharp escalation in Middle East hostilities. Israeli missiles have hit a site in Iran, ABC News reported late on Thursday, citing a U.S. official. An explosion was heard at an airport in the Iranian city of Isafahan but the cause was not immediately known. Several Iranian nuclear sites are located in Isfahan province, including Natanz, centerpiece of Iran's uranium enrichment program.

Nifty erased intraday gains to extend its losing streak to fourth session on April 18, thus recording the worst losing streak since Oct 26, 2023. Investors were fraught with uncertainty as they grapple with geopolitical uncertainty in the Middle-East, elevated bond yields, and corporate earnings season. At close, Nifty was down 0.69% or 152.1 points at 21995.9. Nifty showed considerable intra day volatility on April 18 before closing lower. A long bear candle was formed negating the minor bullishness of the previous session. In the process the downgap formed on April 16 was filled by the intraday bounce making way for a further downmove. It could now head towards 21905 and later 21710 on the downside, while 22148-22214 band could offer resistance in the near term.

## Bharti Airtel divests Lanka operation in deal with Dialog Axiata

Bharti Airtel will merge its Sri Lanka operations with Dialog Axiata in an equity swap deal. Under the definitive agreement signed by Dialog Axiata, Axiata Group Berhad, and Bharti Airtel, Dialog will acquire 100% of the issued shares in Airtel Lanka. In consideration of the acquisition, Dialog will issue ordinary voting shares amounting to 10.355% of the total issued shares to Bharti Airtel by way.

## JSW Steel raises \$900-million loan from eight foreign banks

India's largest alloy manufacturer, JSW Steel, has raised \$900 million from a consortium of eight foreign banks to refinance debt maturing this month and pre-pay high-cost borrowings. The loan was priced 180 basis points above the international secured overnight financing rate (SOFR).



GLOBAL INDICES			
	CLOSE	POINTS	% CHANGE
DOW JONES	37775	22.07	0.06
S & P 500	5011	-11.09	-0.22
NASDAQ	17394	-99.31	-0.57
FTSE	7877	29.06	0.37
CAC	8023	41.75	0.52
DAX	17851	80.79	0.45
NIKKEI	36782	-1273.00	-3.35
SHANGHAI	3073	-1.16	-0.04
HANG SENG	16151	-234.87	-1.43
BOVESPA	124196	25.00	0.02

EXCHANGE RATES		
	VALUE	% CHANGE
USD/INR	83.7	0.20
EURO/USD	1.061	-0.28
USD/GBP	1.239	-0.34
USD/JPY	153.9	-0.50

COMMODITIES		
	VALUE	% CHANGE
GOLD (\$ / Oz)	2426.8	1.20
SILVER (\$ / Oz)	28.8	1.37
CRUDE OIL FUTURES	85.7	3.63
BRENT OIL (\$ / Barrel)	90.2	3.56

BOND YIELD		
	VALUE	ABS CHANGE
IND10 YEAR BOND YIELD	7.180	-0.013

ADR		
	VALUE	% CHANGE
DR REDDY'S LAB	70.9	-0.55
HDFC BANK	57.4	1.04
ICICI BANK	25.4	-0.82
TATA MOTORS	25.1	0.00
WIPRO	5.16	-1.71
VEDANTA LTD	16.50	0.00
INFOSYS	16.52	-2.57

### Coal mine auction likely in May, 30 new blocks to be put on offer

The coal ministry is likely to hold the next round of auction of coal mines for commercial mining by May 10 with 30 new blocks on offer. The ministry has received permission from the Election Commission of India for the auction, a senior government official told

### Talbro's Automotive's JV firm secures order worth Rs 1,000 cr

Talbro's Automotive Components on Thursday said its joint venture firm has secured a multi-year contract valued at around Rs 1,000 crore from a European original equipment manufacturer (OEM). The order is to be executed over a period of next eight years commencing from the fourth quarter of this fiscal, the company said in a regulatory filing.

### Ramkrishna Forgings to supply power train components to US' largest EV producer

Ramkrishna Forgings has signed an agreement to supply power train components to USA's largest electric passenger vehicle producer. This marks their foray into EVs, leveraging their forging expertise. The move aligns with their commitment to innovation and sustainable mobility. The company also secured orders for Vande Bharat train sets.

### Tata Motors to use new \$1 bln plant to make Jaguar Land Rover cars

Tata Motors intends to manufacture Jaguar Land Rover (JLR) luxury cars at a new \$1 billion plant in Tamil Nadu, according to sources familiar with the plans. The company had previously announced its investment in the Tamil Nadu plant without specifying which models would be produced there.

### RVNL signed MoU with M/s Turkish Engineering Consulting & Contracting - TUMAS India Private Limited

Rail Vikas Nigam Limited (RVNL) has signed MoU with M/s Turkish Engineering Consulting & Contracting - TUMAS India Private Limited for Partnership and collaboration in public transportation projects and infrastructure projects in India.

### Dhanuka Agritech launched two new products in the domestic market

Dhanuka Agritech announced the launch of two new products in the domestic market. They are Lanevo (insecticide) and MycoRe Super (PGR & Biostimulant).



## Infosys Ltd Q4FY24 results key takeaway

Infosys revenue was below expectations and net profit was above expectations. The company reported large deals value at \$4.5 billion in Q4 spread across all verticals and geographies. The company has given its revenue guidance to 1-3% for FY25E, and operating margin guidance maintained at 20-22%.

Reported numbers: Consolidated revenue degrew by 2.3% QoQ and grew by 1.3% YoY to Rs 37,923 crore and revenue in USD term de grew by 2.1% QoQ and it ws up by 0.2% YoY to US\$ 4,564 mn. The revenue de growth in constant currency was at 2.2% QoQ and unchanged YoY.

EBIT decreased by 4.3% QoQ and 3.3% YoY to Rs 7,621 crore. EBIT margin fell by 40bps QoQ and 90bps YoY to 20.1% in Q4FY24. Net Profit grew by 30.4% QoQ, and 30% YoY to Rs 7,969 crore, supported by an exceptional income Includes interest income (pre-tax) of Rs 1,933 crores and reversal of net tax provisions amounting to Rs 38 crores on account of orders received.

Operating metrics: On geography mix, North America contributed 59.6%, Europe contributed 28.6%, Rest of World 9.6% and India contributed 2.2% in Q4FY24. While, North America contributed 59%, Europe contributed 28.2%, Rest of World 10.4% and India contributed 2.4% in Q3FY24.

On business segment, financial services contributed 26.4%, Retail 14.3%, Communication 12.3%, Energy & Utilities 13.4%, Mfg 14.7%, Hi Tech 8.7%, Life Science 7.3% and others contributed 2.9% in Q4FY24. While, financial services contributed 27.8%, Retail 14.6%, Communication 11.4%, Energy & Utilities 13.2%, Mfg 14.9%, Hi Tech 7.6%, Life Science 7.6% and others contributed 2.9% in Q3FY24.

Client Metrics: nfosys added one new clients in the US\$50-mn+ category, 7 clients in the \$10-mn+ category in the quarter and 15 in the \$1-mn+ category in the quarter.

The total active clients stood at 1882 as on March 31, 2024, vs. 1872 as on Dec 31, 2023, 1884 as on Sept 30, 2023, 1883 as on June 30, 2023, and 1872 as on March 31, 2023, added 98 clients in the quarter vs. 88 clients in Q3FY24, 100 clients in Q2FY24, and 99 clients in Q1FY24.

Top 5 clients, top 10 clients and top 25 clients contributed 13.6%, 20.4% and 34.3% in Q4FY24 vs. 13.4%, 20% and 33.7% in Q3FY24.

Deal pipeline: The company signed large deals to the tune of US\$ 4.5 bn in the quarter vs. US\$ 3.2 bn in Q3FY24, with 44% being net new.

Headcounts: Infosys has 317,240 employees as of March 31, 2024 vs. 322,663 employees as of Dec 31, 2023, 328,764 employees as of Sept 30, 2023 and 336,294 employees as of June 30, 2023.

Trailing 12 month's attrition stood at 12.6% in Q4FY24 vs. 12.9% in Q3FY24, 14.6% in Q2FY24, 17.3% in Q1FY24, and 20.9% in Q4FY23. Staff utilisation excluding trainees was at 83.5% in the quarter.

View and valuation: Recommended a final dividend of Rs 20/- per equity share for the financial year ended March 31, 2024 and additionally a special dividend of Rs 8/- per equity share. EPS stood at Rs 19.2 in Q4FY24, Rs 63.3 in FY24, and Rs 57.5 in FY23. At a CMP of Rs 1421, stock is trading at 18.9x FY26E Earnings.

## Bajaj Auto Q4FY24 result review

Bajaj Auto Ltd reported a consolidated net profit of Rs 2,011 crore (+18% YoY) for Q4 FY24. Revenues grew 30% to Rs 11,250 crore. EBITDA in the March quarter surged 34.4% to Rs 2,307 crore. The auto major saw a 24 per cent rise in total sales at 10,68,576 units. The board also approved a dividend at the rate Rs 80 per share



## **Wipro Q4FY24 result preview**

Wipro is expected to report 1.1% QoQ and 5.3% YoY degrowth in revenue to Rs 21,952 crore in Rupee terms. In US\$ terms, revenue could fall by 0.8% QoQ and 6.7% YoY to US\$ 2,635 mn in Q4FY24. Net profit growth could decrease by 5% QoQ and 16.8% YoY to Rs 2558 crore in Q4FY24. EBIT margin could decrease by 90bps QoQ and 200bps YoY to 13.8%. The management commentary on TCV (Total Contract Value), deal pipeline, pricing outlook, and earning guidance for Q1FY25 would be key monitorables.

## **Important news/developments to influence markets**

- Existing-home sales in the US declined 4.3% to a seasonally adjusted annualized rate of 4.19 million units in March 2024, partially reversing from a 9.5% rise in February.
- The leading indicators for the U.S. economy fell in March, just a month after posting the first increase in two years. The index of leading economic indicators dropped 0.3% last month.



Index	CMP	View	R1	R2	S1	S2
Nifty April Future	22080	Negative	22190	22350	21965	21830
Bank Nifty April Future	47180	Negative	47620	48150	46730	46310

## Daily Technical View on Nifty



### High volatility near the supports..

**Observation** After showing weakness in the last three sessions, Nifty witnessed high volatility on Thursday and closed the day lower by 152 points. After opening with a positive note, the Nifty slipped into minor weakness in the early part of the session. Sharp upside recovery has emerged in the mid part of the session and steep sell off was seen from the day's high in the mid to later part of the session and Nifty finally closed near the lows. The high-low range of this roller-coaster move of the market was around 365 points.



A long bear candle was formed on the daily chart, that has negated the minor upside bounce of the market of previous session. Nifty is now placed at the edge of moving below the crucial support of 22000 mark (lower end of ascending channel and up trend line on the weekly chart).

The positive chart pattern like higher tops and bottoms is intact. As long as Nifty sustains above 21700 levels, the chances of upside bounce from the lows as per this pattern is likely.

**Conclusion:** The short-term trend of Nifty remains weak. There is a possibility of some more weakness down to 21800-21700 levels in the coming sessions before showing any upside bounce. Immediate resistance is at 22125.



## OPEN SHORT-TERM TRADING CALLS

NO	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET	UPSIDE %	VALID TILL
1	18-APR-24	SELL	BANK NIFTY APR FUT	47164-47370	47,180.1	47,470.0	46,700.0	1.0	23-APR-24
2	18-APR-24	BUY	LAURUS LAB 430 MAY PUT OPTION	17	18.5	14.0	21.0	13.5	23-APR-24
3	18-APR-24	BUY	PVR INOX APR FUT	1422.85-1380	1,432.0	1,353.0	1,507.0	5.2	2-MAY-24
4	18-APR-24	BUY	MAPMY INDIA	1870-1905.50	1,942.5	1,830.0	2039	5.0	2-MAY-24

## OPEN E-MARGIN POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	22-MAR-24	BUY	VIDHI SEPCIALTY	468.50-449	459.3	439.0	500.0	538.0	17	22-JUN-24
2	22-MAR-24	BUY	APTECH	225-234.05	236.8	210.0	258.0	282.0	19	22-JUN-24
3	1-APR-24	BUY	BASF*	3472-3333	3614.4	3472.0	3715.0	4000.0	11	1-JUL-24
4	2-APR-24	BUY	IRCTC*	945-969.05	993.0	969.1	1037.0	1120.0	13	2-JUN-24
5	2-APR-24	BUY	BAJAJ FINSERV	1625-1650.65	1593.9	1575.0	1766.0	1870.0	17	2-JUN-24
6	5-APR-24	BUY	BALRAMPUR CHINI	387.35-374	368.7	360.9	419.0	449.0	22	5-JUN-24
7	8-APR-24	BUY	GODREJ PROPERTIES	2603-2490	2537.6	2396.0	2860.0	3020.0	19	8-JUN-24
8	8-APR-24	BUY	JUBILANT PHARMA*	610-632.90	700.7	621.5	686.0	740.0	6	8-JUL-24
9	10-APR-24	BUY	RELIGARE	232-219	221.1	212.0	257.0	280.0	27	10-JUL-24

\*= 1st Target Achieved



## QUARTERLY RESULTS ANNOUNCED

COMPANY	Q4FY24		YOY (%)		QOQ (%)		REMARK
	SALES (RS CR)	NP (RS CR)	SALES	NP	SALES	NP	
Infosys	37923.0	7969.0	1.3	30.0	-2.3	30.4	Revenue Below Expectations And PAT Above Expectations



**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.

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](mailto:complianceofficer@hdfcsec.com) Phone: (022) 3045 3600

For grievance redressal contact Customer Care Team Email: [customercare@hdfcsec.com](mailto: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.