

The Daily

August 22, 2023





DOMESTIC INDICES

	CLOSE	POINTS	% CHANGE
SENSEX	65216	267	0.41
NIFTY	19394	83	0.43
MIDCAP	30528	263	0.87
SMALL CAP	35535	252	0.71

SECTORAL INDICES

	CLOSE	POINTS	% CHANGE
POWER	4355	99	2.31
METAL	21268	251	1.19
CG	43642	469	1.09
REALTY	4287	44	1.03
TECK	13948	138	1.00
IT	31181	273	0.88
HEALTHCARE	28022	220	0.79
CD	43590	290	0.67
FINANCE	9408	39	0.42
BANKEX	49391	177	0.36
OIL & GAS	18866	50	0.27
AUTO	35145	45	0.13

BSE 200 GAINERS/LOSERS

GAINERS	%	LOSERS	%
ADANIPOWER	6.70	JIOFIN	-5.00
ADANITRANS	5.98	UNIONBANK	-2.81
SONACOMS	4.32	DELHIVERY	-2.78
TATAPOWER	4.07	PAYTM	-2.54
PERSISTENT	3.38	BANKINDIA	-2.08

ADVANCE/DECLINES

	BSE	%
ADVANCES	2097	54
DECLINES	1623	42
UNCHANGED	187	5

INSTITUTIONAL ACTIVITY

Rs Cr	18-08-2023	21-08-2023	AUG TOTAL
FII	-267	-1901	-14549
DII	339	626	13994

Indian markets could open flat, despite mostly higher Asian markets today and positive US markets on Aug 21

The S&P 500 and Nasdaq Composite finished with their first gains of the past five sessions on Monday, despite another surge in long-dated Treasury yields and lingering concerns about China's economy. A rally in big tech spurred a rebound in stocks, outweighing concerns over higher Treasury yields just a few days ahead of a speech by Federal Reserve Chair Jerome Powell.

The US 10-year yield ended the New York session at 4.339% or its highest closing level since Nov. 6, 2007.

The street is waiting to hear and interpret Fed Chairman Jerome Powell's speech at the annual Jackson Hole symposium on Friday. The speeches from Fed chiefs at the Jackson Hole conference have typically buoyed stocks since the turn of the millennium, with the S&P 500 gaining 0.4% on average in the following week, data compiled by Bloomberg Intelligence show. But last year's appearance is still fresh in traders' minds: Equities slumped 3.2% in the week following Powell's remarks, according to BI, after he warned of keeping policy restrictive to battle inflation.

Asian equities opened mostly higher Tuesday following a rally in big tech that spurred a rebound on Wall Street, though elevated Treasury yields kept risk sentiment in check.

Nifty ended higher on Aug 21 aided by buying across Metals, Power and IT stocks. At close, Nifty was up 0.43% or 83.5 points at 19393.6. Nifty bounced up as expected post the doji formed in the previous session. 19483 is the resistance for the Nifty in the near term while 19253-19310 band could provide support.

L&T bags significant order for Perdaman's urea plant in Australia

The hydrocarbon business of Larsen & Toubro (L&T) said that it has received a significant contract from the Saipem & Clough joint venture (SCJV) in Australia. The conglomerate classifies orders ranging from Rs 1,000 crore to Rs 2,500 crore as significant. In a 50:50 joint venture, Clough and Saipem have been selected to undertake the construction of Perdaman Industries' urea plant situated on the Burrup Peninsula. This order win by L&T involves creating and delivering process and piperack modules for a 2.3 million metric tons per annum (MMTPA) urea plant for Perdaman Chemicals and Fertilisers.



GLOBAL INDICES			
	CLOSE	POINTS	% CHANGE
DOW JONES	34464	-36.97	-0.11
S & P 500	4400	30.06	0.69
NASDAQ	14937	241.85	1.65
FTSE	7258	-4.61	-0.06
CAC	7198	33.95	0.47
DAX	15603	29.02	0.19
NIKKEI	31750	197.50	0.63
SHANGHAI	3098	4.76	0.15
HANG SENG	17665	53.00	0.30
BOVESPA	114429	-979.00	-0.85

EXCHANGE RATES		
	VALUE	% CHANGE
USD/INR	83.1	0.20
EURO/USD	1.091	0.14
USD/GBP	1.277	0.10
USD/JPY	146.1	-0.03

COMMODITIES		
	VALUE	% CHANGE
GOLD (\$ / Oz)	1924.5	0.08
SILVER (\$ / Oz)	23.4	0.13
CRUDE OIL FUTURES	80.1	0.00
BRENT OIL (\$ / Barrel)	84.4	-0.12

BOND YIELD		
	VALUE	ABS CHANGE
IND10 YEAR BOND YIELD	7.220	+0.006

ADR		
	VALUE	% CHANGE
DR REDDY'S LAB	71.7	0.46
HDFC BANK	63.7	1.29
ICICI BANK	23.1	0.92
TATA MOTORS	25.1	0.00
WIPRO	4.98	0.81
VEDANTA LTD	16.50	0.00
INFOSYS	16.88	0.96

ABB India to automate Reliance Life Sciences' Nashik biopharma facilities

Engineering services company ABB India announced that it has bagged a major automation order from Reliance Life Sciences (RLS), to automate their new manufacturing plants in Nashik, Maharashtra. RLS' 160-acre facility at Nashik will house manufacturing plants for plasma proteins, biopharmaceuticals, oncology pharmaceuticals, and vaccines. The company will deploy automation and control solutions for their new biosimilars and plasma proteins manufacturing facilities in Nashik.

Inox Green Energy Services arm bags O&M order from NLC India

I-Fox Windtechnik, a subsidiary of Inox Green Energy Services, has bagged an order from state-owned NLC India for operation and maintenance of a 51 MW wind energy project in Tamil Nadu. Inox Green Energy Services Ltd (IGESL) is a leading wind power operations and maintenance (O&M) service provider. The scope of the contract comprises comprehensive O&M, including power evacuation system, for a period of five years with a revenue realisation of Rs 40 crore during the contract period, the company said.

Welspun Enterprises buys 50% stake in Michigan Engineers for Rs 137 cr

Welspun Enterprises Ltd on Monday announced acquiring a little over 50 per cent stake in technology-based EPC firm Michigan Engineers Private Ltd for Rs 137.07 crore. With the completion of the transaction, Michigan Engineers Private Ltd (MEPL) has become its subsidiary. The acquisition aligns with WEL's strategy to expand its water infrastructure business and marks the company's entry into a high-margin and high-growth water and tunnelling solutions segment, strengthening its overall business portfolio.

Tata Power Renewable inks 9MWp solar deal with Tata Motors' Pantanagar Plant

Tata Power Renewable Energy Limited (TPREL), a subsidiary of Tata Power, signed a power purchase agreement (PPA) for 9MWp on-campus solar plant with Tata Motors' Pantnagar plant in Uttarakhand, the company said in a statement. The solar installation includes an effective approach towards Tata Motors sustainable future goals, with an estimated carbon emission reduction of 25 tonnes of CO2/kWp in Uttarakhand. The project will be commissioned within 6 months from the PPA execution date. The solar installation will utilize ground-mounted units for installation.



BHEL Receives Order Worth ₹4000 Cr from Mahan Energen A Subsidiary Of Adani Power

Bharat Heavy Electricals Limited received an order worth Rs 4,000 crore from Mahan Energen Limited (formerly known as Essar Power MP Limited), a wholly owned subsidiary of Adani Power Limited, the company announced through an exchange filing. The order includes supply of equipment like Boiler, Turbine, Generator and supervision of Erection and Commissioning for a 2x800 MW power project based on supercritical technology at Bandhaura, Madhya Pradesh. Boiler and Turbine Generator are to be manufactured at BHEL's Trichy and Haridwar plants respectively. The supply of equipment is to be completed in 31 months whereas the power project in Bandhura is expected to be completed in 35 months.

Telangana govt earns ₹2.5k cr from application fee for liquor outlets

Telangana's Excise Department managed to collect Rs 2,639 crore without selling a single bottle of liquor. The government collected this money from nearly 1.32 lakh applications, charging Rs 2 lakh non-refundable application fee each for allotment of 2,620 liquor shops. The process of issue of licence after allotment by lottery districtwise happened on Monday. Those who get the licence have to pay a licence fee of Rs 50 lakh to Rs 1.1 crore per annum, depending on the population of the area where the shop has been allotted. In terms of margin, traders can make 27% for an 'ordinary' brand and 20% for premium varieties.

India Hikes Onion Buffer To 5 Lakh Tonnes to Check Prices

The Union government has raised the quantum of onion buffer to five lakh tonnes this year after achieving the initial procurement target of three lakh tonnes. It will begin selling onions from its buffer stocks at a subsidised rate of Rs 25 per kg through retail outlets and mobile vans of the NCCF from Monday. This comes a day after the government imposed 40% tax on export of onions to ensure domestic supply amid threat of price rise. Onion prices have started inching up amid reports of lag in onion coverage in the ongoing kharif season.

IOC begins digitalisation drive to optimise operations

Indian Oil Corporation (IOC), has embarked on a major data-driven digitalisation drive to optimise its crude purchase, refinery operations and financial management, which has helped boost its efficiency as well as bottom line.

Telecom sector AGR up 2.53% on-qtr in Q4FY23, Jio gains maximum revenue

The telecom industry recorded a 2.53% sequential growth in adjusted gross revenue (AGR) in the fourth quarter of fiscal 2023, gaining from the spillover impact of tariff hikes taken by the private carriers in November 2021. Latest telco performance data put out by the Telecom Regulatory Authority of India (Trai) showed that Reliance Jio notched up the highest sequential AGR gain in the quarter ending March.

Wipro appoints Brijesh Singh as Senior Vice President and Global AI Head

Wipro appoints Brijesh Singh to Senior Vice President and Global Artificial Intelligence (AI) Head for Wipro Enterprise Futuring. Singh brings to Wipro over 30 years of experience in the technology consulting space and was previously a Senior Partner at Deloitte where he was responsible for driving AI and data-led transformation.

ITES, NHPC sign MoU for Rail Infra consultancy works

The company signed a memorandum of understanding (MoU) with NHPC Limited, a premier hydropower generating company under the Ministry of Power, to collaborate on comprehensive Consultancy services for Rail Infrastructure facilities for NHPC's hydropower projects. This collaboration will encompass consultancy services for new rail connectivity, logistics and allied infrastructure, including Rapid Loading Systems (RLS/SILO) and conveyor systems, at Pasighat for NHPC's 2880-MW Dibang Multipurpose Project (MPP) in Arunachal Pradesh.

Brigade Enterprise Ltd. acquired 6.54 acres of land.

The Company has entered into a sale deed today for acquiring 6.54 acres of land parcel located at



Li-ion plant: Exide Energy plans to double production capacity, seeks 40 acres

Battery maker Exide Energy has proposed to double its production capacity at its upcoming li-ion factory near the international airport, and requested the state government to allot an additional 40 acres of land. The company has already taken up the work of setting up a plant of 6 Gigawatts-hours (GWh) production capacity at the second phase of the Devanahalli Industrial Area. The minister said the government will examine the request for land after vetting the proposal.

Rajiv Gandhi Salai (Old Mahabalipuram Road), Sholinganallur, Chennai, where a residential project will be developed.

Universal banking on Ujjivan radar after reverse merger: Ittira Davis, MD & CEO, Ujjivan Small Finance Bank

Ujjivan Small Finance Bank, which is back in the reckoning after a couple of bad years with high level of stressed assets and an exodus at senior levels, is planning to apply for universal banking license next year after the completion of the proposed reverse merger of its holding company Ujjivan Financial Services to itself. As preparation, the lender is now focusing on gaining scale by expanding product basket, adding more branches and growing its loan book and deposit franchise.



Index	Short term trend	Target	Reversal	CMP	S1-S2	R1-R2
Nifty Fut	UP	19505	19310	19399.6	19310-19192	19432-19505
Bank Nifty Fut	UP	44399	43900	44114.3	43900-43785	44216-44399

Nifty – 15 min Timeframe chart



Nifty – Daily Timeframe chart



Daily Technical View on Nifty

Market: Observation

- Markets ended higher on Monday after a positive opening. Nifty finally gained 83.45 points or 0.43% to close at 19,393.6. Broad market indices like the BSE Mid Cap and Small Cap indices gained more, thereby outperforming the Sensex/Nifty. Market breadth was positive/negative on the BSE/NSE.

Nifty: Short term supports need to hold

- Zooming into 15 min chart, we observe that while buying was seen in Nifty through the day, selling in the last 30 min of trade curbed the gains.
- It is now important that the Nifty holds above the immediate support of 19296; else the current uptrend would reverse.

Nifty: Near crucial supports

- On the daily chart, we can observe that Nifty has again showed some weakness after bouncing from the 50 day SMA. So unless, it can convincingly take out Monday's highs of 19426, there is a good chance it may retest the 50 day SMA at 19317. And if it breaks 19317-19296, a bigger correction is likely.
- In terms of strategy, we recommend a go slow approach with respect to fresh long positions till we see signs of sustainable strength.



OPEN SHORT TERM TRADING CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET	UPSIDE %	VALID TILL
1	21-AUG-23	BUY	NIFTY AUG FUT	19409-19350	19,399.00	19,314.0	19,535.0	0.7	24-AUG-23
2	21-AUG-23	BUY	BANK NIFTY 31ST AUG 44100 CALL OPTION	366.3	329.40	276.0	510.0	54.8	24-AUG-23
3	21-AUG-23	BUY	NIFTY 24TH AUG 19400 CALL OPTION	59.8	57.50	42.0	85.0	47.8	24-AUG-23
4	16-AUG-23	SELL	INDUSIND BANK AUG FUT	1375.50-1400	1,398.95	1,415.0	1,320.0	5.6	30-AUG-23
5	18-AUG-23	SELL	SBI LIFE AUG FUT	1272.30-1298	1,280.70	1,310.0	1,211.0	5.4	1-SEP-23
6	18-AUG-23	SELL	TECH MAHINDRA AUG FUT	1208.10-1233	1,219.95	1,258.0	1,150.0	5.7	1-SEP-23
7	21-AUG-23	BUY	NMDC SEPT FUT	119.60-116.50	118.75	114.8	125.0	5.3	4-SEP-23
8	18-AUG-23	BUY	GODFRYPHILIPS	2186-2122	2,192.20	2,083.0	2,301.0	5.0	1-SEP-23
9	21-AUG-23	BUY	TIME TECHNO	142-140	143.05	137.8	150.0	4.9	4-SEP-23

OPEN E-MARGIN POSITIONAL CALLS

NO.	RECO DT.	RECO	COMPANY NAME	ENTRY	CMP	SL	TARGET 1	TARGET 2	UPSIDE %	VALID TILL
1	22-MAY-23	BUY	MASTEK *	1900-1971	1968.7	1935.5	2154.0	2356.0	20	22-SEP-23
2	6-JUL-23	BUY	HINDUSTAN ZINC	315-327.50	315.1	307.0	347.0	376.0	19	6-OCT-23
3	28-JUL-23	BUY	TCS	3268-380	3401.7	3209.0	3529.0	3599.0	6	28-SEP-23
4	1-AUG-23	BUY	GRINDWELL NORTON	2180-2350	2253.4	2158.0	2534.0	2686.0	19	1-NOV-23
5	1-AUG-23	BUY	AFFLE	1025-1105	1074.7	995.0	1202.0	1325.0	23	1-NOV-23
6	4-AUG-23	BUY	LAURUS LAB	374-391	388.8	350.0	425.0	470.0	21	4-OCT-23
7	7-AUG-23	BUY	TATA COMM	1640-1700.75	1704.0	1611.0	1803.0	1890.0	11	7-OCT-23
8	8-AUG-23	BUY	BANDHAN BANK	225-234	230.6	219.0	245.0	260.0	13	8-NOV-23
9	10-AUG-23	BUY	TV18 *	41.20-42.20	46.8	41.8	44.7	50.0	7	10-NOV-23
10	16-AUG-23	BUY	UNO MINDA*	570-608	634.0	600.1	652.0	690.0	9	16-NOV-23
11	17-AUG-23	BUY	SHIPPING CORP*	102-113	115.4	110.3	121.5	130.0	13	17-NOV-23
12	17-AUG-23	BUY	JK PAPER	350-365	366.7	339.0	388.0	408.0	11	17-NOV-23
13	17-AUG-23	BUY	INDIAN BANK	402-378	407.9	369.0	422.0	460.0	13	17-NOV-23
14	21-AUG-23	BUY	MRPL	88.50-82	91.9	79.5	96.5	106.0	15	21-NOV-23

*= 1st Target Achieved



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