



NEWSLETTER RESEARCH REPORT

Date:03/06/2019



INDEX:

Market Outlook	02
Industry News	03-04
Market Performance	05-06
Economy News	07-08
Technical Analysis/Suggestions	09-10

Market Outlook

Sensex trips 118 pts; financial, auto stocks drag

- The benchmark indices ended lower in a highly volatile session on Friday's session with cuts, dragged by losses mainly in auto and financial stocks. Among sectors, PSU bank, metal, auto, infra and pharma witnessed selling pressure, while buying saw in the energy and IT space.
- With the portfolios of ministers in the Narendra Modi government allocated, equity market weighed other global and domestic factors for further cues. Meanwhile, foreign institutional investors (FIIs) bought equities worth Rs 1,664.74 crore on Thursday, while domestic institutional investors (DIIs) sold shares to the tune of Rs 1,122.60 crore, provisional data available with stock exchanges showed.
- Weak trend in global markets too weighed on investor sentiment here. Asian bourses ended on a mixed note, while Europe was trading in the red in opening deals. Meanwhile, the Indian rupee appreciated marginally to 69.82 against the US dollar. Brent crude futures, the global benchmark, fell 2.62 per cent to 63.62 per barrel.
- Among individual stocks, the shares of NCC tanked nearly 18 percent after the new newly instated Andhra Pradesh government decided to cancel all projects sanctioned prior to April 1 by the previous N Chandrababu Naidu government but work on which was yet to take-off. The 30-share index settled at 39714.2 down by -117.77 points or by -0.3 per cent and then NSE Nifty was at 11922.8 down by -23.1 points or by -0.19 per cent.
- The BSE Sensex touched intraday high of 40122.34 and intraday low of 39374.24. The NSE Nifty touched intraday high of 12039.25 and intraday low of 11829.45.

RBI to observe Financial Literacy Week 2019 from June 3-7

- ✚ The Reserve Bank of India on Friday said in a statement that , "The Financial Literacy Week is an initiative of RBI to promote awareness on key topics every year through a focused campaign. Financial Literacy Week 2019 will be observed from June 3-7 on the theme of "Farmers" and how they benefit by being a part of the formal banking system."
- ✚ "Growth in agriculture is necessary for the overall economic growth & finance is an essential enabler for the same. RBI is actively involved in formulating policies that enhance the flow of credit to the farming community. In recent years, the Bank has undertaken several initiatives to strengthen credit delivery mechanism and financial inclusion," the statement said.
- ✚ RBI's statement said, "In order to build awareness and disseminate financial literacy messages to the farming community, focused content in the form of posters and leaflets have been prepared for dissemination. Banks have been advised to display the posters and content in their rural bank branches, Financial Literacy Centers, ATMs and websites. Further, RBI will undertake a centralized mass media campaign during the month of June on Doordarshan and All India Radio to disseminate essential financial awareness messages to farmers."

RBI to issue sovereign gold bond scheme 2019-20

The Reserve Bank of India on May 30 said in a statement that the government of India, in consultation with the RBI, has decided to issue Sovereign Gold Bonds. The Sovereign Gold Bonds will be issued every month from June 2019 to September 2019. "The Bonds will be sold through Scheduled Commercial banks (except Small Finance Banks and Payment Banks), Stock Holding Corporation of India Limited (SHCIL), designated post offices, and recognised stock exchanges viz, National Stock Exchange of India Limited and Bombay Stock Exchange Limited," it said. The RBI said,

"The first tranche of the bonds (2019-20 Series I) will open for subscription on June 3, while 2019-20 Series II will be available from July 8. 2019-20 Series III and 2019-20 Series IV of SGB will be open for subscription from August 5 and September 9, respectively." "The Bonds will be sold through Scheduled Commercial banks (except Small Finance Banks and Payment Banks), Stock Holding Corporation of India Limited (SHCIL), designated post offices, and recognised stock exchanges viz., National Stock Exchange of India Limited and Bombay Stock Exchange Limited," the statement said.

Industry News

IDFC First Bank Ltd approves grant of 12,30,000 stock options

- IDFC First Bank Ltd said in a filing to BSE that the Nomination and Remuneration Committee of the Bank vide their Resolution passed by Circulation on May 29, 2019 approved the grant of 12,30,000 Stock Options to eligible employees under IDFC FIRST Bank Limited Employee Stock Option Scheme - 2015 at a market price determined as per Securities and Exchange Board of India (Share Based Employee Benefit) Regulations, 2014 as amended from time to time.

Govt expert panel eliminates investment rule on grant of fuel marketing license

- The government placed an official panel in the month of March, to review the government guidelines on grant of transport fuel marketing licence, which has suggested to remove Rs 2,000 crore investment in the country's oil sector to open it up for higher competition and better customer service.
- The panel report favours end of investment requirement, opens the sector for non-oil companies and introduces timelines for setting up petrol pumps and penalties for not meeting the roll-out plan. The report stated that the continuation of extant investment criterion for marketing authorisation to only the oil and gas companies is likely to deprive the market of participation from companies which may not be making huge investments in oil and gas sectors but may have varied offerings to make the market more customer-oriented.
- The committee wants companies to get separate licences for retail and bulk business for minimum 12,000 litres per delivery to end users. As per the committee, the company seeking fuel retailing licence must have a minimum net worth of Rs 250 crore. And if the same company wants a bulk marketing license, it must have a net worth of Rs 500 crore. The panel recommended that the companies seeking licence have to set up at least 100 retail outlets, of which at least 5 per cent should be in the notified remote areas, within seven years of obtaining the license.

52 week Highs & Lows

TICKER NAME	LTP(RS.)	52-WEEK HIGH(RS.)	52-WEEK LOW(RS.)
ASTRAL POLY	1,321.60	1,329.00	814.60
ATUL	4,047.05	4,082.00	2,600.00
BAJAJFINANCE	3,469.70	3,534.80	1,912.00
BLUEDARTEXPR	2,687.60	3,912.00	2,600.00
CENTRAL BANK	25.05	84.45	24.90
DEEPAKNITRIT	315.25	325.85	204.60
FEDERAL BANK	107.15	109.00	67.05
HDFC BANK	2,424.90	2,463.95	1,884.40
HERITAGEFOOD	413.40	721.00	410.00
HPCL	324.15	331.75	163.45

TOP GAINERS

COMAPNY NAME	LTP	PREV. CLOSE	CHANGE(RS.)	CHANGE (%)	HIGH	LOW	52 WEEK HIGH/LOW	TTQ	TTV (IN LAKHS)
BERGER PAINTS I	330.55	300.40	30.15	10.04↑	343.00	302.10	349/261	620067	2015.34
UJIVAN FINANCI	362.40	340.50	21.90	6.43↑	364.40	342.05	415/167	584848	2070.86
EDELWEISS FIN.	202.35	191.40	10.95	5.72↑	203.70	192.80	335/116	349767	694.63
PI INDUSTRIES	1143.40	1082.70	60.70	5.61↑	1155.00	1060.00	1155/692	8865	100.05
SYMPHONY	1516.40	1436.90	79.50	5.53↑	1528.00	1427.00	1580/812	10093	149.75
INDIAN HOTELS C	158.40	151.30	7.10	4.69↑	160.00	150.55	161/110	345555	540.31
ASTRAL POLY TEC	1321.60	1262.65	58.95	4.67↑	1329.00	1259.40	1329/815	6344	83.06
VODAFONE IDEA L	13.90	13.30	0.60	4.51↑	14.05	13.50	29/12	6967510	960.56
VST INDUSTRIES	3625.10	3476.00	149.10	4.29↑	3634.05	3450.00	3838/2470	1063	38.11
PHOENIX MILLS	655.05	629.25	25.80	4.10↑	659.00	632.90	715/492	27824	178.10

TOP LOSERS

COMAPNY NAME	LTP	PREV. CLOSE	CHANGE(RS.)	CHANGE (%)	HIGH	LOW	52 WEEK HIGH/LOW	TTQ	TTV (IN LAKHS)
NCC	97.85	116.95	-19.10	-16.33↓	110.00	95.20	126/63	7656140	7703.30
MANPASAND BEVER	51.40	57.10	-5.70	-9.98↓	51.40	51.40	244/51	19726	10.14
INFIBEAM AVENUE	46.20	50.50	-4.30	-8.51↓	52.15	45.65	243/28	3052137	1439.71
JAIN IRRIGATION	49.85	54.20	-4.35	-8.03↓	53.10	48.50	106/46	2712492	1350.66
EIH LTD.	184.65	198.55	-13.90	-7.00↓	195.00	182.25	215/138	33364	61.81
NAVKAR CORPORAT	34.55	37.05	-2.50	-6.75↓	37.30	33.85	155/26	111343	39.15
RELIANCE CAPITA	121.55	130.20	-8.65	-6.64↓	131.00	120.50	488/104	2152647	2678.77
DISH TV INDIA L	29.05	31.05	-2.00	-6.44↓	31.45	28.60	76/19	1628319	480.65
INFO EDGE (INDI	2039.50	2161.00	-121.50	-5.62↓	2284.00	2002.00	2284/1125	36820	804.21
VENKY'S (INDIA)	1925.20	2037.60	-112.40	-5.52↓	2087.00	1900.00	3440/1455	21131	419.04

**MARKET
PERFORMANCE**

SUPER STOCK MOVERS

COMPANYNAME	MAY31	MAY30	MAY29	MAY28	MAY27
ADV.ENZYME	215.05	212.60	210.85	210.80	208.40
BOSCH	17680.55	17192.40	17025.00	16928.10	16907.70
CHAMBAL FERT	189.15	187.95	186.70	183.10	173.65
COAL INDIA	253.35	252.90	251.00	250.70	244.05
GAIL	361.25	359.35	354.45	349.30	348.35
GSFC	107.95	107.90	107.10	104.80	104.45
HIND.UNILEV	1785.15	1784.00	1778.35	1773.50	1768.55
INFOSYS	736.85	733.30	727.35	726.65	709.10
KAVERI SEED	547.80	540.05	537.20	532.00	499.85
MAH.HOLIDAYS	226.85	222.95	222.60	221.05	219.85

TOP QUANTITY TRADED

COMPANY NAME	LTP	PREV. CLOSE	CHANGE(RS.)	CHANGE (%)	HIGH	LOW	52 WEEK HIGH/LOW	TTQ	TTV (IN LAKHS)
RELIANCE POWER	7.45	7.38	0.07	0.95↑	7.57	6.92	39/5	8766594	632.99
RELIANCE COM	2.04	1.97	0.07	3.55↑	2.06	1.94	22/2	8078337	160.40
NCC	97.85	116.95	-19.10	-16.33↓	110.00	95.20	126/63	7656140	7703.30
VODAFONE IDEA L	13.90	13.30	0.60	4.51↑	14.05	13.50	29/12	6967510	960.56
YES BANK LTD.	147.95	154.55	-6.60	-4.27↓	157.00	147.20	404/133	5290357	8004.70
PC JEWELLER L	77.15	80.55	-3.40	-4.22↓	79.75	73.00	175/47	4966250	3812.62
SUZLON ENERGY L	5.47	5.75	-0.28	-4.87↓	5.76	5.40	9/3	4324880	238.43
INFIBEAM AVENUE	46.20	50.50	-4.30	-8.51↓	52.15	45.65	243/28	3052137	1439.71
SPICEJET LTD.	145.95	144.50	1.45	1.00↑	148.90	140.10	153/61	3007799	4381.75
ADANI POWER LTD	50.35	51.50	-1.15	-2.23↓	53.25	49.10	58/15	2954310	1512.70

TOP VALUE TRADED

COMPANY NAME	LTP	PREV. CLOSE	CHANGE(RS.)	CHANGE (%)	HIGH	LOW	52 WEEK HIGH/LOW	TTQ	TTV (IN LAKHS)
YES BANK LTD.	147.95	154.55	-6.60	-4.27↓	157.00	147.20	404/133	5290357	8004.70
NCC	97.85	116.95	-19.10	-16.33↓	110.00	95.20	126/63	7656140	7703.30
JUST DIAL	769.25	747.15	22.10	2.96↑	785.00	727.50	785/408	1004602	7639.86
RELIANCE INDS.	1329.75	1330.60	-0.85	-0.06↓	1340.90	1321.25	1417/917	446597	5942.58
BAJAJ FINANCE L	3469.70	3480.75	-11.05	-0.32↓	3534.80	3454.00	3535/1912	169297	5920.91
INDIABULLS HOUS	786.15	774.30	11.85	1.53↑	801.00	776.00	1397/576	635340	5013.07
SBI	352.55	353.65	-1.10	-0.31↓	357.80	345.00	364/248	1309018	4614.88
SPICEJET LTD.	145.95	144.50	1.45	1.00↑	148.90	140.10	153/61	3007799	4381.75
PC JEWELLER L	77.15	80.55	-3.40	-4.22↓	79.75	73.00	175/47	4966250	3812.62
GRASIM INDS.	887.10	911.20	-24.10	-2.64↓	912.05	879.25	1092/689	415614	3686.91

**MARKET
PERFORMANCE**

ECONOMY NEWS

Water Storage level lowers by 1 per cent in 91 Major Reservoirs of the country

- ✚ The water storage in 91 major reservoirs of the country for the week ending on May 30, 2019 was 31.65 BCM, which is 20 per cent of total storage capacity of these reservoirs. This percentage was at 21 for the week ending on May 23, 2019. The level of water storage in the week ending on May 30, 2019 was 114 per cent of the storage of corresponding period of last year and 103 per cent of storage of average of last ten years. The total storage capacity of these 91 reservoirs is 161.993 BCM which is about 63 per cent of the total storage capacity of 257.812 BCM which is estimated to have been created in the country. 37 Reservoirs out of these 91 have hydropower benefit with installed capacity of more than 60 MW.

Govt may raise non-tax revenue target in July Budget

- ✚ The Indian government is planning to increase the non-tax revenue target from the Rs 2.72 lakh crore set in the interim budget on the back of spectrum auction that will form a part of the NTR in the July Budget. As per the Bimal Jalan panel report, RBI excess reserves are also likely to be part of the Non-tax revenue but the quantum has to be decided this year. The panel will submit this report to the Finance ministry after the new one takes charge. The report further stated that the Budget may not mention the proceeds from the excess reserves separately as it will form part of overall revenues from the Reserve Bank of India. TRAI had suggested selling of about 8,644 MHz of telecom frequencies which if sold at base prices then estimated proceeds of Rs 5 lakh crore could be a possibility.

7th Economic Census to be held after 5 years: MoPSI

The Ministry of Statistics and Programme Implementation said that the Seventh Economic Census will be held this year after a gap of five years. MoSPI also said that the upcoming economic census will identify villages with no economic activity. The economic census conducted by MoSPI, would give a complete count of all economic units in the country.

ECONOMY NEWS

MoEFCC plans series of events for this year's World Environment Day

- ✚ Ministry of Environment, Forest & Climate Change (MoEFCC) on June 5 celebrates World Environment Day focussing on the theme declared by UNEP and organizes several events. This year's theme is 'Air Pollution'. Keeping with the tradition, this year the main function is being held at Vigyan Bhawan on 5th June, 2019 and will be presided over by the Minister for Environment, Forest & Climate Change.
- ✚ "The events will include launch of film competition on environment, release of several books and three thematic sessions on Air Pollution, Waste Management and Forests: the Green Lungs of cities. The World Environment Day will also be celebrated across the country in State Capitals and other places," Ministry said.
- ✚ MoEFCC also said that, "It is noteworthy that to combat air pollution, Ministry of Environment, Forest & Climate Change has recently launched the National Clean Air programme (NCAP) which is a mid-term 5 Year Action Plan with targets of 20-30% reduction of PM 2.5 and PM 10 concentration in 102 cities, out of which 84 cities have already submitted their action plan. The main objective of NCAP is to control and abate air pollution across the country. It is a multi sectoral and collaborative approach with mainstreaming and integration." Ministry of Environment, Forest & Climate Change, in collaboration with Bhamla Foundation, Mumbai, has produced the theme song on the subject.
- ✚ The song #HawaAaneDe with celebrities and influencers is intended to carry out the message of Air Pollution.

GSTN to offer free billing, accounting software to MSMEs

- ✚ Goods and Services Tax Network (GSTN) has planned to offer free accounting and billing software to micro, small and medium enterprises (MSMEs) with annual turnover of up to Rs 1.5 crore, which would benefit about 80 lakh small businesses. The software will support businesses to manage inventory and prepare GST returns, create invoices and account statements. It is available under 'Download' tab on the official GST portal www.gst.gov.in. GSTN has joined hands with eight billing and accounting software vendors to provide software to the MSMEs, with annual turnover under Rs 1.5 crore, in a financial year without any cost to such taxpayers. Prakash Kumar, CEO of GSTN said that the move will help MSMEs to move towards digital system so that their efficiency can be improved and their compliance burden can be reduced.

TECHNICAL ANALYSIS



- The benchmark indices ended Negative on Friday & will have a Volatile stance for the coming week.
- The rupee Depreciated marginally to 69.69 against the US dollar intra-day
- The S&P BSE Sensex ended at 39714.20, while the broader Nifty50 index settled at 11922.80 both the indices ended Negative
- Among sectoral indices, most of the indices traded in Red post mid session concerning global factors & portfolio allocation for the government
- Nifty 50 will be trading mixed for the coming week

INVESTMENT SUGGESTIONS

- ✚ The ongoing rally within the equity markets has helped mid-cap stocks cross a key technical hurdle; within the last time period, nearly 140 of the BSE 500 index have crossed their 200-day moving averages (DMAs) – a key technical parameter to determine capitalist sentiment during a stock. Currently, 274 stocks of the index is higher than their 200-DMA's against a 135 in mid-May, information compiled from Bloomberg showed.
- ✚ Market participants said investor sentiment has improved significantly in the last two weeks because of the strong electoral mandate received by the Bharatiya Janata Party (BJP) in the general elections. The BSE 500, BSE mid-cap and BSE small-cap have all gained over 7% from their May lows. Analysts said unlike the previous rallies in the markets where only select stocks were posting bulk of the gains, the current rally is much more broad-based.
- ✚ Stocks that square measure above their 200-DMA's will shortly follow to create what's popularly referred to as "Golden Cross". The trend happens once the long-run moving average of a stock rises on top of the short-run moving average. To be additional specific, once the 200-DMA of a stock surpasses its 50-DMA, it's aforementioned to possess shaped a Golden Cross. Such a trend indicates a definitive upward flip within the market with sturdy optimistic bias.



TECHNICAL ANALYSIS

- ✚ The markets started to rally right after exit polls predicted a thumping victory for BJP in the general elections. Real estate and infrastructure-related stocks lead the list of names that are trading at the highest premium to their 200-DMAs. Stocks including Orient Cement, PNC Infratech, Indiabulls Real Estate and Prestige Estate Projects are all trading at least 30% over their 200-DMAs
- ✚ Nifty has to hold 11,850 zone to witness an up move towards 12,000 and then 12,041 zone. On the downside, supports are seen at 11,850 and then 11,761.
- ✚ Nifty Bank opened positive and made a new lifetime high of 31,783, but failed to hold on to gains and drifted sharply towards 30,600. However, it recovered from lower levels and closed above 31,350. The index formed a bearish candle with a long lower shadow on the daily scale and a long-legged candle on the weekly scale, which suggests a state of confusion at higher levels. Now Nifty Bank has to hold 31,150 to witness an up move towards 31,783 and then 32,000, while major support exists at 31,000 .
- ✚ Nifty futures fell 0.46 per cent to the 11,921 level. Built-up of long positions were seen in Berger Paints NSE 9.90 %, Shriram Transport NSE 3.24 %, Ujjivan Finance and Havells NSE 3.82 %, while shorts were seen in NCC, Apollo Tyres NSE -1.32 %, PC Jewellers and Arvind.

BgSE FINANCIALS LIMITED

CIN-U67120KA1999PLC025860 Tel: 080-4157 5234/35; Email- research@bfsi.co.in
Stock Exchange Towers, 51, 1st Cross J.C Road, Bangalore-560027
For More updates & Stock Research, visit <https://www.bfsi.co.in/Research/>

Registration ID:

SEBI REGN NO: INZ000095638, DP: IN-DP-312-2017, RTA: INR000004041, MAPIN UIN: 100003400, NSDL DP ID: IN302148, NSDL: RTA ID: IN200875, CDSL RTA ID: 234, BFSI PAN: AABCB3792J, BFSI GST IN: 29AABCB3792J1ZC RESERCH INH200006789

DISCLAIMER

This document is for private circulation, and must be read with conjunction with disclaimer. Please refer to <https://www.bfsi.co.in/Research/Disclaimer> for analyst disclaimer and other disclosures

BgSE FINANCIALS LIMITED

CIN-U67120KA1999PLC025860 Tel: 080-4157 5234/35; Email- research@bfsi.co.in
Stock Exchange Towers, 51, 1st Cross J.C Road, Bangalore-560027
For More updates & Stock Research, visit <https://www.bfsi.co.in/Research/>

Registration ID:

SEBI REGN NO: INZ000095638, DP: IN-DP-312-2017, RTA: INR000004041, MAPIN UIN: 100003400, NSDL DP ID: IN302148, NSDL: RTA ID: IN200875, CDSL RTA ID: 234, BFSI PAN: AABCB3792J, BFSI GST IN: 29AABCB3792J1ZC RESERCH INH200006789