

Opening Bell

Market Outlook

Indian markets are expected to open positive today on the back of strong global cues. In the absence of any macro data domestically or globally, markets will be mainly driven by FII, DII flows today.

Markets Yesterday

- Domestic markets ended in the positive territory. However, gains remained limited ahead of F&O expiry next week
- US markets ended in the green driven by upbeat earnings from corporates and rally in technology stocks like Apple and Microsoft

Key Developments

- Dr Reddy's has received an establishment inspection report (EIR) from the USFDA for its formulation manufacturing facility at Duvvada in Visakhapatnam. In the cover letter to the EIR, FDA has explained that the inspection has not closed and site status remains unchanged. However, the FDA has released EIR in order to be transparent about its regulatory process. The company is planning to request a re-inspection in 2018
- COAI has reported monthly subscriber additions for October 2017. Bharti Airtel has added 3.1 million (mn) subscribers in October 2017. Vodafone and Idea, which were reporting net loss for the last three months, has reported net additions in October 2017. Vodafone has added 0.8 mn subscribers while Idea has added 0.7 mn subscribers. Telenor and Aircel have lost 1.1 mn and 0.5 mn subscribers, respectively
- As per media sources, Union Cabinet is expected to take a decision on ₹ 2,600 crore incentive package for labour-intensive leather & footwear sector to boost exports, job creation. The package will include both tax, non-tax benefits and would be on similar lines of steps announced for the textiles sector last year

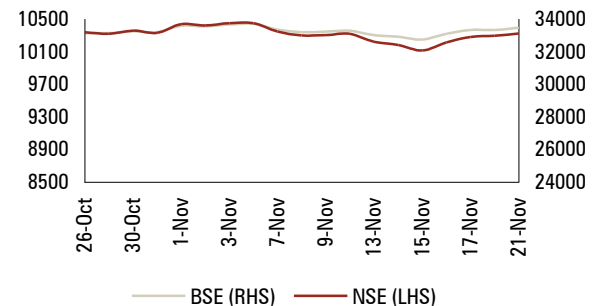
Nifty Heat Map

Dr Reddy	2,394.2 5.3%	Sun Pharma	538.1 4.0%	TECHM	493.9 3.6%	UPL	754.5 3.5%	Bharti Airtel	503.3 2.2%
Cipla	616.1 2.0%	Bajaj Auto	3,300.3 1.8%	Zee Ent.	540.3 1.4%	BPCL	511.5 1.4%	NTPC	183.0 1.4%
Lupin	837.5 1.4%	Tata Steel	711.4 1.3%	RIL	932.6 1.3%	IOC	396.2 0.8%	HPCL	418.7 0.8%
Infosys	966.3 0.6%	M&M	1,416.0 0.6%	Adani Ports	400.8 0.6%	Hero Moto	3,678.8 0.6%	ONGC	180.9 0.5%
HDFC Bank	1,846.3 0.4%	ICICI Bank	319.9 0.4%	Aurobin	708.9 0.3%	HDFC Ltd	1,694.5 0.3%	Axis Bank	546.8 0.3%
Tata Motors	424.3 0.3%	Bajaj Finance	1,809.8 0.2%	HUL	1,277.4 0.2%	Hindalco	261.5 0.0%	Maruti	8,424.8 0.0%
Bharti Infratel	383.6 0.0%	Indusind Bank	1,648.6 0.0%	GAIL	460.0 -0.1%	Wipro	294.0 -0.1%	Vedanta Ltd	312.9 -0.3%
Yes Bank	312.3 -0.3%	Ultratech	4,163.4 -0.4%	Asian Paints	1,160.3 -0.5%	HCL Tech	837.7 -0.5%	L&T	1,222.7 -0.6%
SBI	330.7 -0.7%	Eicher	30,420.6 -0.7%	BOSCH	19,237.5 -0.7%	Kotak Bank	1,029.9 -1.0%	Power Grid	206.6 -1.1%
TCS	2,673.0 -1.1%	Ambuja Cement	261.7 -1.2%	ITC	255.8 -1.3%	Coal India	273.8 -1.6%	IBULHSG FIN	1,178.0 -1.8%

Today's Highlights

US initial jobless claims

Index Movement (past month)



	Close	Previous	Chg (%)	MTD(%)	YTD(%)	P/E (1yr fwd)
Sensex	33,478	33,360	0.4	0.8	25.7	23.2
Nifty	10,327	10,299	0.3	-0.1	26.2	22.1

Institutional Activity

	CY15	CY16	YTD CY17	Yesterday	Last 5 Days
FII (₹ cr)	16,797	14,049	-30,694	-727	-638
DII (₹ cr)	66,249	11,320	79,788	826	4,622

World Indices – Monthly performance

Nasdaq	BSE	Nikkei	NSE	Kospi
6,862	33,478	22,262	10,327	2,540
3.5%	3.4%	3.2%	1.8%	1.7%
Germany	Shanghai	Dow Jones	France	U.K.
13,168	3,431	23,591	5,366	7,411
1.4%	0.9%	0.4%	-0.1%	-1.5%

Markets Today

	Close	Previous	Change (%)	MTD(%)	YTD(%)
Commodities					
Gold (₹/10 gm)	29,434	29,634	-0.7	0.3	5.8
Silver (₹/kg)	39,296	39,703	-1.0	1.2	-0.4
Crude (\$/barrel)	63.1	62.6	0.8	2.8	11.1
Copper (\$/tonne)	6877.5	6797.25	1.2	0.9	24.5
Currency					
USD/INR	64.89	65.10	-0.3	-0.2	4.7
EUR/USD	1.17	1.17	0.0	0.8	11.6
USD/YEN	112.26	112.45	-0.2	1.2	4.2
ADRs					
HDFC Bank	96.7	96.5	0.2	4.6	59.1
Tata Motors	32.7	32.4	1.1	-1.2	-5.9
Infosys	15.1	15.1	0.3	1.5	1.7
Dr Reddys Labs	36.8	35.3	4.3	-3.0	-22.1

Key Data Points

KEY ECONOMIC INDICATORS

Key Economic Indicator	Period	Latest	Prior Values
RBI Cash Reserve Ratio	N/A	4.00%	4.00%
RBI Repo Rate	N/A	6.00%	6.25%
RBI Reverse Repo Rate	N/A	5.75%	6.00%
CPI YY	October	3.58%	3.28%
Current Account Balance	Q2	-14.3bln \$	-3.4bln \$
Exports - USD	October	23.1bln \$	28.61bln \$
FX Reserves, USD Final	w/e	375.72bln \$	372.73bln \$
GDP Quarterly yy	Q1	5.70%	6.10%
GDP Annual	12M	7.10%	7.60%
Imports - USD	October	37.12bln \$	37.6bln \$
Industrial Output yy	September	3.80%	4.30%
Manufacturing Output	September	3.40%	3.10%
Trade Deficit - RBI	Q2	-41.2bln \$	-29.7bln \$
Trade Deficit Govt - USD	October	14.02bln \$	8.98bln \$
WPI Food yy	October	4.30%	2.04%
WPI Fuel yy	October	10.52%	9.01%
WPI Inflation yy	October	3.59%	2.60%
WPI Manufacturing Inflation yy	October	2.62%	2.72%

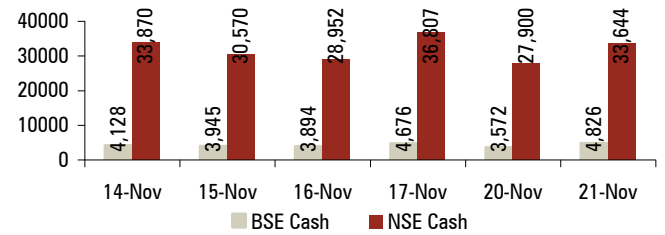
Sectoral Index

Sector	Close	Previous	Change	% Change	Volume
Auto	25214.64	25146.26	68.38	0.27	1732000
Banks	29207.02	29220.96	-13.94	(0.05)	7601000
BSE Small Cap	11792.74	11901.39	-108.65	(0.91)	66926000
Capital Goods	18315.03	18294.03	21	0.11	6955000
Consumer Durables	20788.31	20384.24	404.07	1.98	539000
FMCG	8304.6	8368.14	-63.54	(0.76)	1023000
Healthcare	17870.57	18140.06	-269.49	(1.49)	1830000
IT	11396.98	11501.95	-104.97	(0.91)	1254000
Metals	14459.02	14438.24	20.78	0.14	6959000
Mid Cap	10993.02	11070.76	-77.74	(0.70)	64406000
Oil & Gas	15946.63	15814.08	132.55	0.84	2367000
Power	2306.39	2293.66	12.73	0.56	19154000
PSU	9301.43	9305.12	-3.69	(0.04)	30023000
Real Estate	2382.17	2414.4	-32.23	(1.33)	6781000

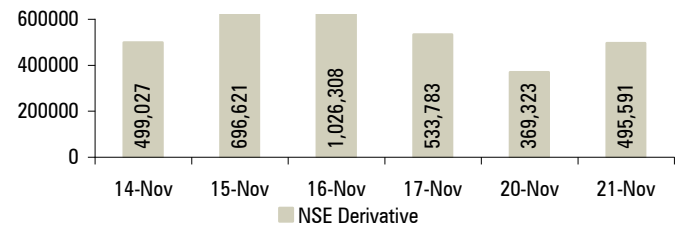
Key News for Today

Company/ Industry	News	View	Impact
Telecom sector	Trai has proposed to relax current spectrum cap rules. It has proposed to increase the overall cap from current 25% (no operator can hold more than 25% of the spectrum assigned across all bands in a LSA) to 35%. It has also proposed to put a cap of 50% on the combined spectrum holding in the sub GHz bands of 700, 800 & 900 MHz and do away with the current rule of 50% cap on a particular band	We believe this is a positive development, which will facilitate current M&A happening in the sector and also help incumbents acquire more spectrum for further expansion	↑

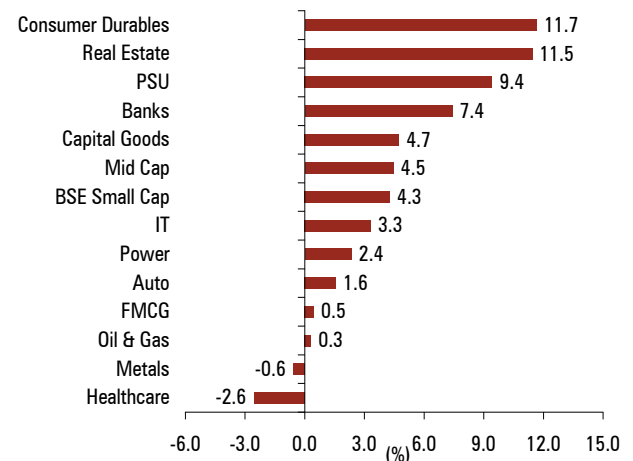
Exchange Cash Turnover (₹ crore)




NSE Derivative Turnover (₹ crore)



Sectoral Performance – Monthly Returns (%)



NCC	Media reports indicate the NCC-BGR consortium has been awarded the Talaipalli coal block MDO project worth ₹ 25071 crore from NTPC in Chhattisgarh to be executed over a 25 year period	This project win would add significantly to NCC's current order book to ₹ 21909 crore with average annual revenue expected at ~₹ 512 crore, boding well for the company. NCC has a 51% stake in the consortium. However, given the humongous size of the order in the mining space, execution of the project would be keenly watched	
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Key developments (Continued...)

- Ajanta Pharma has received USFDA approval to market the generic version of kapvay tablets (CVS)
- ONGC Videsh has bought a 15% stake in a Namibian oil block from Tullow Oil of UK

Nifty Chart



Technical Outlook

Equity benchmarks extended gains for a fourth session in a row on Tuesday, helped by positive Asian cues. The Nifty midcap and small cap indices gained ~0.2% each as advances outpaced declines marginally. The price action formed a shooting star like candle with negligible body and higher upper shadow after a gap up action. The index opened higher following firm Asian cues and then extended gains in the first half to rise above last week's high of 10343. It, however, failed to sustain early gains and reacted 43 points from intraday high before ending off lows. The higher upper shadow indicates profit booking near 61.8% retracement of seven days decline (10490-10094). The bias continues to remain positive above Monday's low of 10261 as it remains on course towards 10600 in coming weeks.

Pivot Points

Index/Stocks	Close	S1	S2	R1	R2	Trend
S&P BSE SENSEX INDEX	33478.4	33403.0	33327.0	33590.0	33701.0	Positive
Nifty 50	10326.9	10309.0	10290.0	10353.0	10378.0	Positive
ACC LTD	1705.3	1693.0	1680.0	1722.0	1738.0	Negative
AXIS BANK LTD	546.8	541.0	535.0	551.0	555.0	Positive
HDFC BANK LTD	1846.3	1838.0	1830.0	1852.0	1858.0	Positive
STATE BANK IND	330.7	329.0	327.0	334.0	337.0	Negative
HOUSING DEV FIN	1694.5	1686.0	1677.0	1705.0	1715.0	Neutral
MARUTI SUZUKI IN	8424.8	8401.0	8377.0	8449.0	8473.0	Positive
TATA MOTORS LTD	424.3	422.0	419.0	430.0	434.0	Positive
MAHINDRA & MAHIN	1416.0	1408.0	1401.0	1422.0	1429.0	Positive
BAJAJ AUTO LTD	3109.4	3061.0	3013.0	3149.0	3187.0	Positive
TATA CONSULTANCY	2673.0	2659.0	2645.0	2694.0	2715.0	Negative
INFOSYS LTD	966.3	961.0	955.0	972.0	977.0	Positive
CIPLA LTD	616.1	608.0	599.0	625.0	633.0	Positive
OIL & NATURAL GA	180.9	178.0	176.0	182.0	184.0	Positive
RELIANCE INDS	932.6	926.0	919.0	941.0	947.0	Positive
BHARTI AIRTEL	503.3	495.0	487.0	510.0	517.0	Positive
DLF LTD	222.4	220.0	216.0	228.0	232.0	Negative

CNX Nifty Technical Picture

Nifty 50	Intraday	Short Term
Trend	Up	Up
Trend Reversal		
Support	10315-10290	10100
Resistance	10358-10390	10600
20 Days EMA		10265
200 days EMA		9646

Advances / Declines

	Advances	Declines	Unchanged
BSE	1455	1243	161
NSE	965	766	85

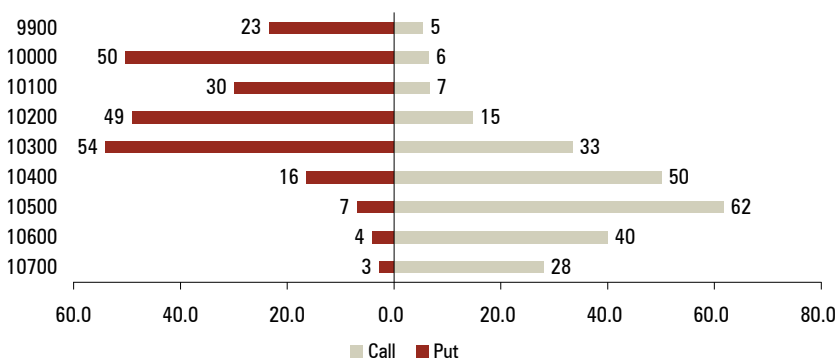
Daily Technical Calls

- Buy Bajaj Auto in the range of 3304.00-3314.00
- Buy Bharti Airtel in the range of 505.00-506.00

*All recommendations are of November Future

See Momentum Pick for more details

Nifty Call – Put Strike (No. of shares in lakh) – November 2017



Intraday Derivative Strategy

i) Reliance Infra

Buy RELINF NOV Fut at 458.00-459.00

CMP: 453

Target 1: 462 Target 2: 468

Stop Loss: 454

ii) ITC

Sell ITC NOV Fut at 254.60-255.00

CMP: 256.5

Target 1: 252.5 Target 2: 248.8

Stop Loss: 257.5

See Daily Derivatives for more details

Results/Events Calendar

06	November Monday	07	November Tuesday	08	November Wednesday	09	November Thursday	10	November Friday	11	November Saturday
Gujarat Gas Gulf Oil Lubricants KEC International NRB		WABCO, Indoco Remedies Prism Cement, Cipla, BHEL Castrol India, Alembic Pharma Butterfly Gandhimati, Taro Bayer Cropscience		Thermax, Petronet LNG, MGL Pidilite, Voltas, Shree Cement VA Tech Wabag, Bharat Forge JK Lakshmi Cement, Navneet Ashok Leyland, City Union Bank		Amara Raja Batteries, Trent Tata Motors, TV Today Bajaj Electricals, Dalmia Bharat Page, India Cements, Jagran Pr HPCL, Saurashtra Cement		Nestle, Timken, Dredging Corp M&M, Motherson Sumi Bosch, Gujarat Siddhee Deccan Cement, Kesoram Ashoka Buildcon, Sobha Ltd		Mangalam Cement, L&T JK Cement, VST Tillers & Tracto Coal India, Control Print Kirkoskar Brothers, Siyaram Birla Corp, Visaka Ind	
13	November Monday	14	November Tuesday	15	November Wednesday	16	November Thursday	17	November Friday	18	November Saturday
Kanpur Plastipack, NTPC GSPL, Sadbhav Engineering Apollo Hospitals, Idea Cellular Star Cement, Sunteck Realty Prabhat Dairy, Indian Hotels		Cadila, IPCA, Eicher Motors NCC Limited, GAIL, Bata, NBCC Cox & Kings, Simplex Infra Bank of Baroda, PNC Infra Sun Pharma, Shankara Building		CARE Wonderla Holidays US CPI YoY		Gati US Industrial Prod MoM		ECB Current Account SA US Building Permits MoM			
20	November Monday	21	November Tuesday	22	November Wednesday	23	November Thursday	24	November Friday	25	November Saturday
Japan Trade Balance		US Existing Home Sales MoM		US Initial Jobless Claims		Monsanto India Markit Eurozone Mfg PMI UK GDP YoY		Markit US Mfg PMI Markit US Services PMI			
27	November Monday	28	November Tuesday	29	November Wednesday	30	November Thursday	01	December Friday	02	December Saturday
China Industrial Profits YoY				US GDP Annualized QoQ		India GDP YoY India GVA YoY China Manufacturing PMI Japan Industrial Prod YoY Eurozone CPI Core YoY		Nikkei India PMI Mfg Markit UK PMI Mfg Markit US Mfg PMI Nikkei Japan PMI Mfg Markit Eurozone Mfg PMI			
04	December Monday	05	December Tuesday	06	December Wednesday	07	December Thursday	08	December Friday	09	December Saturday
Eurozone PPI YoY		US Trade Balance Markit US Services PMI Eurozone GDP SA YoY		RBI Repurchase Rate RBI Reverse Repo Rate RBI Cash Reserve Ratio Nikkei India Services PMI		US Initial Jobless Claims		US Unemployment Rate UK Industrial Prod YoY UK Mfg Prodn YoY Japan GDP SA QoQ		China CPI YoY	

Major Economic Events this Week

Date	Event	Country	Period	Actual	Expected
21-Nov	Existing Home Sales MoM	US	Oct	2.0%	0.2%
Date	Event	Country	Period	Expected	Previous
23-Nov	UK GDP YoY	UK	3Q P	1.5%	1.5%
23-Nov	Markit Eurozone Manufact	EU	Nov P	--	58.5
23-Nov	Markit Eurozone Services P	EU	Nov P	--	55.0
24-Nov	Markit US Manufacturing P	US	Nov P	--	54.6
24-Nov	Markit US Services PMI	US	Nov P	--	55.3
24-Nov	Nikkei Japan PMI Mfg	JN	Nov P	--	52.8

Bulk Deals

Company	Client Name	Type	No. of shares	Price (₹)
BSE*				
Kajaria Ceramics	Westbridge Crossover Fund Llc	Sell	4116226	715.6
NSE*				
L&T Finance Holdings Ltd	Citigroup Global Markets Mauritius Private Lir	Sell	35,103,103	181.5
Gati Limited	Green India Venture Fund	Sell	950,000	134.2
Arman Fin Serv Ltd	Sameeksha Capital Private Limited	Sell	37,117	225.6
Teamlease Services Ltd.	Gpe (India) Ltd	Sell	656,975	1885.0

Recent Releases

Date	Report
21 November 2017	Result Update – Somany Ceramics
20 November 2017	Result Update – Tata Motors
20 November 2017	Result Update – Simplex Infrastructure
20 November 2017	Result Update – Gati Ltd
20 November 2017	Sector Update- Cement



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