

Opening Bell

Market Outlook

Indian markets are expected to open in the green on the back of positive global cues. The market will watch the results of ACC. They will be mainly driven by FII and DII activity today.

Markets Yesterday

- Domestic markets ended in the positive territory post the prediction of normal monsoon by the Indian Meteorological Department
- US markets ended in the green on the back of upbeat financial results from companies like Goldman Sachs and Johnson & Johnson

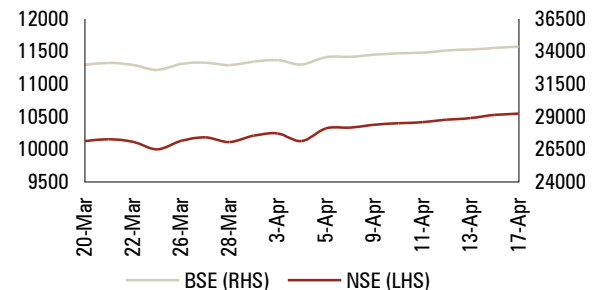
Key Developments

- A ramp up in utilisation of ACC's new capacity in the east (2.8 MT) and higher infra spending is expected to drive cement volumes (up 13.6% YoY) during Q4FY18E. As a result, we expect revenues to increase 20.5% YoY to ₹ 3,736 crore. Further, EBITDA/tonne is expected to increase 21.6% YoY to ₹ 631/t mainly due to the low base of last year and operating leverage benefit
- Ashoka Buildcon has received a letter of intent for electrification work in Etah and Kashiram Nagar district worth ₹ 319.6 crore and Kanoj and Etawa district worth ₹ 437.2 crore from Dakshinanchal Vidyut Vitaran Nigam under Saubhagya Yojana. The company was already declared lowest bidder for the project on April 5, 2018
- As per media sources, Gati plans to launch a pilot project in CY18 at Hyderabad involving electric vehicles for last-mile deliveries, as it looks to build infrastructure to support its expansion plans. The company plans to expand its daily package handling capacity from the present 3 lakh to one million, by 2022

Today's Highlights

Results: ACC, HDFC Life, MindTree

Index Movement (past month)



	Close	Previous	Chg (%)	MTD(%)	YTD(%)	P/E (1yr fwd)
Sensex	34,395	34,305	0.3	4.3	1.0	20.1
Nifty	10,549	10,528	0.2	4.3	0.2	19.3

Institutional Activity

	CY16	CY17	YTD CY18	Yesterday	Last 5 Days
FII (₹ cr)	14,049	-40,663	-2,555	-951	-928
DII (₹ cr)	11,320	91,032	29,076	724	497

World Indices – Monthly performance

	BSE	NSE	Germany	France	U.K.
	34,395	10,549	12,586	5,354	7,226
	3.7%	3.5%	1.6%	1.3%	0.9%
	Nikkei	Dow Jones	Kospi	Nasdaq	Shanghai
	21,779	24,787	2,484	7,281	3,057
	0.0%	-1.5%	-1.6%	-2.7%	-6.2%

Nifty Heat Map

Power Grid	204.9 2.9%	HUL	1,445.6 1.8%	Titan	997.6 1.7%	NTPC	177.0 1.6%	ICICI Bank	291.8 1.4%
Bharti Airtel	382.1 1.4%	Lupin	805.1 1.3%	IOC	167.2 1.3%	ITC	267.6 1.2%	HCL Tech	1,011.0 1.1%
HDFC Ltd	1,889.7 1.0%	M&M	809.4 1.0%	Bajaj Auto	2,864.2 0.9%	Bajaj Finserv	5,426.9 0.8%	RIL	944.3 0.8%
Tata Steel	596.1 0.8%	BPCL	410.7 0.6%	Coal India	287.6 0.5%	HDFC Bank	1,948.5 0.3%	GAIL	325.7 0.3%
Grasim	1,094.8 0.2%	Dr Reddy	2,105.6 0.1%	Indusind Bank	1,866.9 0.1%	Ultratech	3,917.3 0.0%	Hindalco	239.4 0.0%
TECHM	668.3 -0.1%	Asian Paints	1,176.0 -0.2%	SBI	248.2 -0.3%	ONGC	180.8 -0.4%	HPCL	330.1 -0.4%
Bajaj Finance	1,935.1 -0.4%	Zee Ent.	575.5 -0.5%	Vedanta Ltd	288.8 -0.5%	Kotak Bank	1,164.9 -0.6%	L&T	1,359.6 -0.6%
TCS	3,166.6 -0.7%	Infosys	1,125.2 -0.7%	Maruti	9,160.4 -0.8%	Yes Bank	307.9 -0.8%	UPL	757.6 -0.8%
Tata Motors	336.5 -0.8%	Cipla	580.0 -0.9%	Eicher	31,027.6 -0.9%	Hero Moto	3,769.0 -0.9%	Adani Ports	383.4 -1.1%
IBULHSG FIN	1,357.3 -1.1%	Sun Pharma	512.2 -1.4%	Wipro	284.8 -1.8%	Bharti Infratel	334.0 -1.8%	Axis Bank	532.4 -1.8%

Markets Today

	Close	Previous	Change (%)	MTD(%)	YTD(%)
Commodities					
Gold (₹/10 gm)	31,099	31,049	0.2	1.5	6.3
Silver (₹/kg)	38,874	38,736	0.4	1.4	1.4
Crude (\$/barrel)	71.9	71.6	0.4	2.3	7.5
Copper (\$/tonne)	6828	6876.25	-0.7	2.2	-5.3
Currency					
USD/INR	65.65	65.49	0.2	-0.7	-2.7
EUR/USD	1.24	1.24	0.0	0.4	3.1
USD/YEN	107.28	107.00	0.3	-0.9	5.0
ADRs					
HDFC Bank	98.8	97.5	1.3	-1.3	-4.1
Tata Motors	25.7	26.2	-1.8	1.8	-20.9
Infosys	16.8	17.0	-0.9	-4.8	4.7
Dr Reddys Labs	32.5	32.5	0.2	-0.7	-13.6

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%	6.00%
RBI Reverse Repo Rate	N/A	5.75%	5.75%
CPI YY	March	4.28%	4.44%
Current Account Balance	Q4	-13.5bln \$	-7.2bln \$
Exports - USD	March	29.11bln \$	25.8bln \$
FX Reserves, USD Final	w/e	422.53bln \$	421.33bln \$
GDP Quarterly yy	Q3	7.20%	6.30%
GDP Annual	12M	6.60%	8.00%
Imports - USD	March	42.8bln \$	37.8bln \$
Industrial Output yy	February	7.10%	7.50%
Manufacturing Output	February	8.70%	8.70%
Trade Deficit - RBI	Q4	-44.1bln \$	-32.8bln \$
Trade Deficit Govt - USD	March	13.69bln \$	11.98bln \$
WPI Food yy	March	-0.29%	0.90%
WPI Fuel yy	March	4.70%	3.81%
WPI Inflation yy	March	2.47%	2.48%
WPI Manufacturing Inflation yy	March	3.03%	3.04%

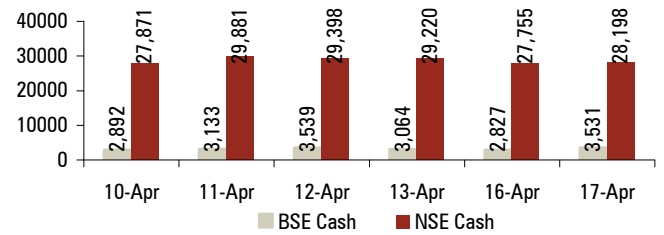
Sectoral Index

Sector	Close	Previous	Change	% Change	Volume
Auto	25477.43	25537.27	-59.84	(0.23)	2843000
Banks	28399.71	28386.31	13.4	0.05	4571000
BSE Small Cap	11792.74	11901.39	-108.65	(0.91)	66926000
Capital Goods	19182.9	19219.71	-36.81	(0.19)	3227000
Consumer Durables	23038.18	22797.99	240.19	1.05	1792000
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	14130.49	14095.57	34.92	0.25	5716000
Mid Cap	10993.02	11070.76	-77.74	(0.70)	64406000
Oil & Gas	14712.63	14645.48	67.15	0.46	2287000
Power	2242.35	2215.13	27.22	1.23	9356000
PSU	7981.09	7945.99	35.1	0.44	18660000
Real Estate	2350.86	2322.72	28.14	1.21	5903000

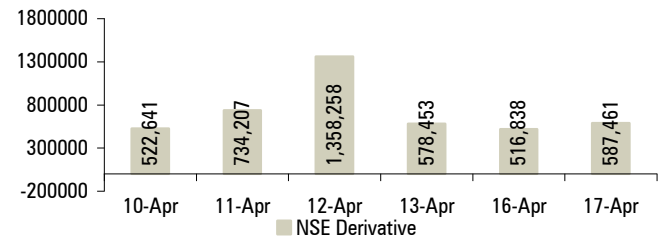
Key News for Today

Company/	News	View	Impact
	As per media sources, the Home Ministry has given speedy security clearances to 48 private investments in the defence sector	Corporates that received clearance include Reliance and Kalyani groups, which entered into a strategic partnership with BAE Systems for production of air defence guns in addition to other small and medium sized organisations	↑
Road sector	Media reports indicate that the Roads Ministry has set an ambitious road construction, awarding target of 16420 km, 20000 km, respectively, for FY19E. In FY18, 10000km, 17055 km of roads were constructed, awarded, respectively. Furthermore, the ministry's total capacity expansion programme will entail an investment of ~₹ 2 lakh crore, up from ₹ 1.2 lakh crore spent in FY18	This is expected to lead to a robust set of opportunities for road players. Key beneficiaries: PNC Infratech, NCC, Simplex Infrastructure, Sadbhav Engineering, Ashoka Buildcon and IRB from our coverage universe	↑

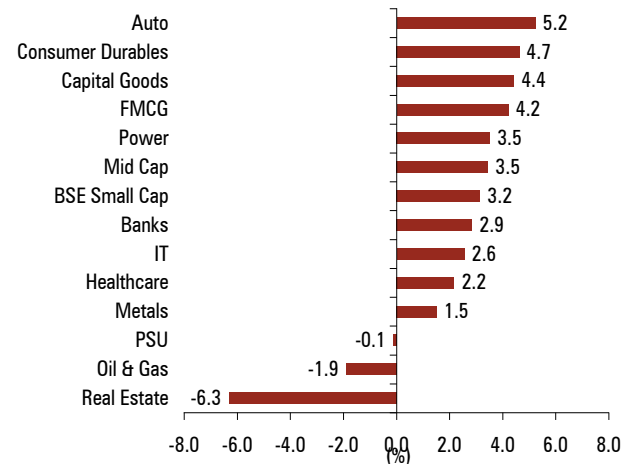
Exchange Cash Turnover (₹ crore)

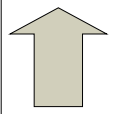


NSE Derivative Turnover (₹ crore)



Sectoral Performance – Monthly Returns (%)



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Key developments (Continued...)

- Glenmark has announced the initiation of phase 2b clinical trial of GBR 830, a novel investigational treatment for moderate-to-severe atopic dermatitis (dermatology). Trial enrolment is expected to begin in June 2018
- Hong Kong based Fosun had made an 'unsolicited' non-binding expression of interest for the Fortis Healthcare. Fosun has offered to invest up to US\$350 million in the hospital chain provided it is given a three-week timeframe to conduct due diligence on the company. It also said it was willing to make a preliminary investment of ₹ 100 crore in the company through a convertible debt instrument. It has offered to subscribe to fresh shares in Fortis healthcare at a price of ₹ 156 per share and its investment would cap its shareholding in the company at below 25%
- As per media sources, the Minister of Road Transport & Highways has said details of insurance will have to be decided between the consumer and the transporter. It is the job of the insurer to convince the transporter. The response of the minister was to a report recommendation, that logistics service providers may appeal to the Ministry to make insurance mandatory for all transported goods — at least those moved through third party logistics service providers
- As per media sources, ONGC's foreign arm ONGC Videsh has filed an arbitration claim of ~US\$98.94 million against the government of Sudan in London court to seek the recovery of pending dues from its project in South Sudan
- Indian Hotels Company has partnered with Umm Al Qura Development and Construction Company to set up a luxury hotel (340 keys) in Makkah, Saudi Arabia
- TCS has opened its North America Insurance hub for business operations in Cedar Rapids, Iowa. The move is part of a multi-year deal between TCS and Transamerica. It will transform the administration of Transferal's US insurance and annuity business lines
- As per media reports, India and Sweden are likely to sign an agreement on sharing classified information required for defence manufacturing and co-production in India, as the two sides look forward to open a new chapter in their defence partnership

Nifty Chart



NIFTY Index (NSE Nifty 50 Index) NIFTY Daily MOMPIC
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Technical Outlook

Equity benchmarks continued their winning streak over a straight ninth session. The Nifty settled at 10549, up 20 points or 0.2%. The price action formed a small real body with long lower shadow, indicating emergence of buying demand at intraday support zone of 10480 levels. We expect the bias to remain positive amid higher volatility. This is gradually expected to lead the Nifty to extend the current up move towards 10630 in coming sessions as it is the previous major high of February 27, 2018. However, after nine consecutive session's up move, momentum oscillators are placed at an overbought territory and can lead to consolidation at higher levels. The overall bias stays positive as the index continues to trade in an upward sloping channel. Hence, we believe any throwbacks from here on should be used as an incremental buying opportunity.

Pivot Points

Index/Stocks	Trend	Close	S1	S2	R1	R2
S&P BSE SENSEX INDEX	Positive	34395.1	34272.0	34068.0	34476.0	34680.0
Nifty 50	Positive	10548.7	10510.0	10445.0	10574.0	10639.0
ACC LTD	Positive	1587.0	1574.0	1547.0	1601.0	1629.0
AXIS BANK LTD	Neutral	532.4	527.0	512.0	542.0	556.0
HDFC BANK LTD	Positive	1948.5	1939.0	1922.0	1956.0	1973.0
STATE BANK IND	Neutral	248.2	246.0	240.0	251.0	257.0
HOUSING DEV FIN	Positive	1889.7	1869.0	1835.0	1904.0	1938.0
MARUTI SUZUKI IN	Neutral	9160.4	9118.0	9014.0	9222.0	9327.0
TATA MOTORS LTD	Negative	336.5	332.0	320.0	343.0	355.0
MAHINDRA & MAHIN	Positive	809.4	805.0	793.0	818.0	830.0
BAJAJ AUTO LTD	Positive	2864.2	2845.0	2809.0	2880.0	2915.0
TATA CONSULTANCY	Neutral	3166.6	3145.0	3097.0	3193.0	3241.0
INFOSYS LTD	Neutral	1125.2	1119.0	1106.0	1131.0	1143.0
CIPLA LTD	Positive	580.0	574.0	561.0	586.0	599.0
OIL & NATURAL GA	Negative	180.8	180.0	177.0	183.0	186.0
RELIANCE INDS	Positive	944.3	937.0	926.0	948.0	959.0
BHARTI AIRTEL	Neutral	382.1	377.0	367.0	386.0	395.0
DLF LTD	Positive	216.9	212.0	205.0	219.0	226.0

CNX Nifty Technical Picture

Nifty 50	Intraday	Short Term
Trend	Range Bound	Up
Support	10540-10510	10300
Resistance	10590-10630	10630
20 day EMA		10360
200 day EMA		10155

Advances / Declines

	Advances	Declines	Unchanged
BSE	1373	1276	154
NSE	959	835	102

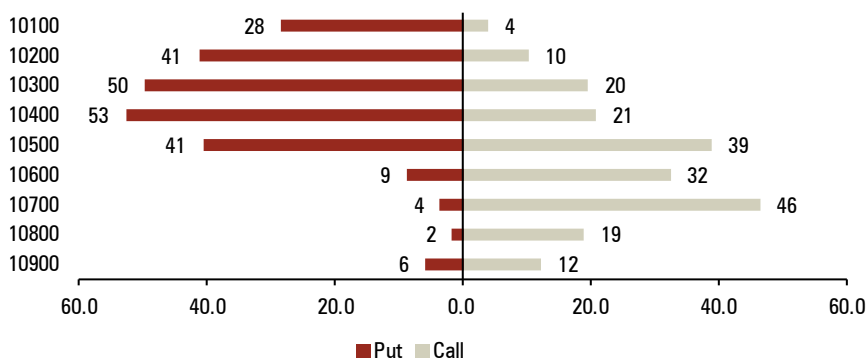
Daily Technical Calls

1. Buy India Cement in the range of 152.00-152.70
2. Buy Marico in the range of 320.00-321.00

*All recommendations are of April Future

See Momentum Pick for more details

Nifty Call – Put Strike (No. of shares in lakh) – April 2018



Intraday Derivative Strategy

i) Hindustan Zinc
Buy HINZIN APR Fut at ₹ 320.70-321.00
CMP: 318.6
Target 1: 322.6 Target 2: 325.4
Stop Loss: 318.8

ii) Yes Bank
Sell YESBAN APR Fut at ₹ 312.00-312.50
CMP: 310
Target 1: 308.8 Target 2: 303.7
Stop Loss: 315.7

See Daily Derivatives for more details

Results/Events Calendar

02	April Monday	03	April Tuesday	04	April Wednesday	05	April Thursday	06	April Friday	07	April Saturday
Markit US Mfg PMI Nikkei India PMI Mfg Nikkei India Services PMI Nikkei Japan PMI Mfg				Markit US Services PMI		US Initial Jobless Claims RBI Reverse Repo Rate RBI Cash Reserve Ratio RBI Repurchase Rate					
09 April Monday		10 April Tuesday		11 April Wednesday		12 April Thursday		13 April Friday		14 April Saturday	
		US Wholesale Inv MoM		China PPI YoY China CPI YoY UK Industrial Prodn YoY		VST Industries US Initial Jobless Claims India Industrial Prod YoY		Infosys		DCB Bank	
16 April Monday		17 April Tuesday		18 April Wednesday		19 April Thursday		20 April Friday		21 April Saturday	
		US Industrial Prod MoM		MindTree ACC		TCS, Cyient IndusInd Bank Mahindra CIE				HDFC Bank	
23 April Monday		24 April Tuesday		25 April Wednesday		26 April Thursday		27 April Friday		28 April Saturday	
Bharti Infratel LIC Housing Finance Kewal Kiran, Delta Corp Swaraj Engines		Persistent Systems Bharti Airtel		Wipro, Syngene Int Ultratech Cement		Axis Bank Biocon, Axis Bank, Yes Bank SBI Life		Mahindra Lifespace Shoppers Stop Maruti Suzuki		Shree Cement	
30 April Monday		01 May Tuesday		02 May Wednesday		03 May Thursday		04 May Friday		05 May Saturday	
HDFC Ltd Container Corporation Kotak Mahindra Bank		Dabur		HCL Tech HT Media, Marico Kansai Nerolac		Castrol Trent					

Major Economic Events this Week

Date	Event	Country	Period	Actual	Expected
16-Apr	Wholesale Prices YoY	IN	Mar	2.5%	2.4%
17-Apr	GDP YoY	CH	1Q	6.8%	6.8%
17-Apr	Industrial Production YoY	CH	Mar	6.0%	6.3%
17-Apr	Industrial Production YoY	JN	Feb F	--	1.4%
17-Apr	Industrial Production MoI	US	Mar	0.7%	1.1%

Date	Event	Country	Period	Expected	Previous
18-Apr	CPI YoY	UK	Mar	2.7%	2.7%
18-Apr	CPI YoY	EU	Mar F	1.4%	1.4%

Result Preview

Company	Revenue	Chg(%)		EBITDA	Chg(%)		PAT	Chg(%)	
	Q4FY18E	YoY	QoQ	Q4FY18E	YoY	QoQ	Q4FY18E	YoY	QoQ
ACC	3,735.8	20.5	9.3	473.0	38.1	29.3	266.3	26.2	29.4
MindTree	1,428.7	8.4	3.7	215.2	31.2	3.8	138.8	42.8	-1.9

Revenue = NII; EBITDA = PPP for Banks and NBFC

Recent Releases

Date	Report
16 April 2018	Result Update – Infosys
16 April 2018	Result Update – DCB Bank
16 April 2018	Sector Update – Defexpo India 2018
12 April 2018	Company Update – Bajaj Electricals
10 April 2018	Company Update – Swaraj Engines



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