

Market Outlook

Indian markets are likely to open negative tracking weak global cues amid concerns on rising number of Coronavirus cases and fears of another lockdown. However, global news flows and sector specific development would be key monitorables.

Markets Yesterday

- Domestic markets ended higher tracking positive global cues and led by gains in financial and metal stocks
- US markets ended mixed amid renewed concerns about increasing Covid-19 cases impacting a quick economic recovery

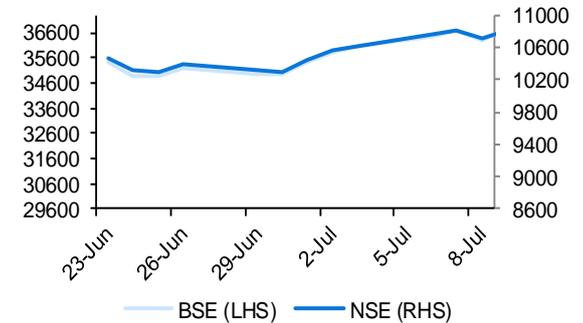
Key Developments

- Sadbhav Engineering reported weak Q4FY20 numbers with standalone topline fall of ~60% YoY to ₹ 408.9 crore. Negative operating leverage led to a sharp fall in EBITDA at ₹ 50.5 crore, down 60.2%. Margins were at 12.3% vs. 12.4% in Q4FY19. PAT fell 71.7% YoY at ₹ 8.2 crore
- After declining for two consecutive months (April-May), the Indian Pharma market is back in the green posting 2.4% YoY growth in June 2020. Cardiac therapy grew 11.8% (3.9% in May), anti-diabetic was up 7% (1.1% in May) and respiratory grew 9.3% (vs 5.9% de-growth in May). Anti-infectives were flat YoY (down 0.1%) vs. -20.8% in May
- As per media sources, gross direct premiums underwritten by non-life insurance industry were at ₹ 13961 crore, up 7.5% YoY for June with majority of growth due to the pick-up in health insurance but motor insurance stayed under pressure. Led by slowdown in premium collection in April, May premiums in Q1FY21 fell 4.24% YoY to ₹ 39329 crore

Today's Highlights

India industrial production, India manufacturing output, India foreign exchange reserves (US\$), US PPI

Index Movement



	Close	Previous	Chg (%)	MTD(%)	YTD(%)	P/E (1yrfwd)
Sensex	36,738	36,329	1.1	5.2	-10.9	24.4
Nifty	10,813	10,706	1.0	5.0	-11.1	24.1

Institutional Activity

	CY18	CY19	YTD CY20	Yesterday	Last 5 Days
FII (₹cr)	-68,503	40,893	-71,450	213	484
DII (₹cr)	107,388	44,478	95,128	-803	-798

World Indices – Monthly performance

Index	Value	Chg (%)
Shanghai	3,451	16.7%
BSE	36,738	8.2%
NSE	10,813	7.6%
Nasdaq	10,548	5.3%
Kospi	2,168	-1.0%
Germany	12,489	-1.0%
Nikkei	22,529	-2.4%
U.K.	6,050	-4.2%
France	4,921	-6.2%
Dow Jones	25,706	-7.6%

Nifty Heat Map

Hindalco	165 6.3%	HDFC Ltd	1,942 4.1%	Bajaj Finance	3,330 3.8%	SBI	199 3.8%	Tata Steel	345 3.1%
GAIL	106 2.8%	Bajaj Finserv	6,569 2.6%	HCI Tech	588 2.3%	Axis Bank	454 2.2%	Asian Paints	1,717 1.8%
M&M	560 1.6%	Shree Cement	22,804 1.6%	Tata Motors	107 1.5%	Ultratec h	3,843 1.5%	Reliance Ind.	1,824 1.5%
Vedanta	112 1.4%	Grasim Ind	617 1.3%	HDFC Bank	1,125 1.3%	Bharti Airtel	569 1.3%	Kotak Bank	1,368 1.1%
JSW Steel	197 1.1%	Power Grid	172 1.1%	Bajaj Auto	2,882 1.0%	Infosys	782 0.9%	Adani Ports	343 0.7%
Cipla	639 0.7%	Indusind Bank	557 0.7%	Eicher	19,483 0.5%	L&T	945 0.4%	ICICI Bank	370 0.4%
Dr Reddy	3,897 0.3%	NTPC	91 0.2%	Titan	992 0.0%	Sun Pharma	482 -0.1%	Zee Ent.	172 -0.1%
Nestle	16,759 -0.3%	Britannia	3,674 -0.3%	UPL	443 -0.3%	BPCL	377 -0.4%	ITC	195 -0.4%
HUL	2,176 -0.5%	IOC	87 -0.5%	TCS	2,204 -0.7%	Wipro	222 -0.7%	Maruti	6,002 -0.7%
Hero Moto	2,691 -1.0%	TechM	577 -1.1%	ONGC	80 -1.4%	Coal India	130 -1.8%	Bharti Infratel	215 -2.2%

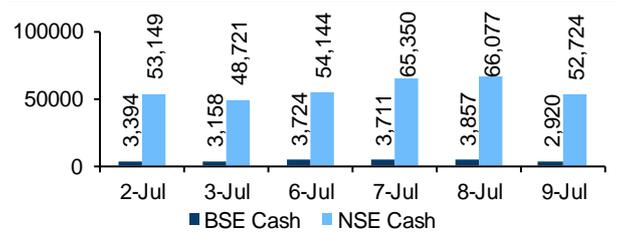
Markets Today (ADR Data not updated)

Commodities	Close	Previous	Chng (%)	MTD(%)	YTD(%)
Gold (₹10 gm)	48,852	49,159	-0.6	1.0	25.9
Silver (₹/kg)	51,108	51,382	-0.5	4.7	11.3
Crude (\$/barrel)	42.3	42.2	-0.1	5.3	-34.4
Copper (\$/tonne)	6,300	6,232	1.1	3.8	1.3
Currency					
USD/INR	75.0	75.0	0.0	0.7	-4.8
EUR/USD	1.1	1.1	0.0	0.8	1.0
USD/YEN	107.4	107.5	-0.1	0.5	1.2
ADRs					
HDFC Bank	48.6	47.9	1.5	7.0	-23.3
ICICI Bank	9.9	9.9	-0.2	6.5	-34.5
Tata Motors	7.1	7.3	-3.6	7.5	-45.4
Infosys	10.3	10.2	1.0	7.0	0.2
Dr Reddys Labs	52.3	51.5	1.6	-1.4	28.8
Wipro	3.3	3.4	-2.4	-0.6	-12.3

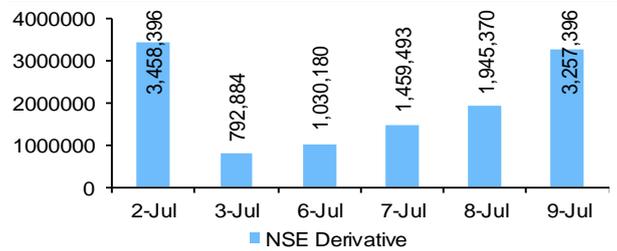
Key Data Points

Key Economic Indicator	Period	Latest	Prior Values
RBI Cash Reserve Ratio	N/A	3.00%	4.00%
RBI Repo Rate	N/A	4.00%	4.40%
RBI Reverse Repo Rate	N/A	3.35%	3.75%
CPI Yy	Mar	5.84%	6.58%
Current Account Balance	Q1	-0.6bn \$	-1.4bn \$
Exports - USD	May	19.05 bln\$	10.36 bln\$
FX Reserves, USD Final	Jun	506.8 bln\$	493.5 bln\$
GDP Quarterly yy	Q1	3.10%	4.70%
GDP Annual	FY 20	4.20%	6.10%
Imports - USD	May	22.2 bln \$	17.1 bln \$
Industrial Output yy	Apr	-55.50%	-18.30%
Manufacturing Output	Apr	-64.30%	-22.40%
Trade Deficit Govt - USD	May	3.15 bln \$	6.8 bln \$
WPI Food yy	May	1.10%	2.60%
WPI Fuel yy	May	-19.83%	-10.12%
WPI Inflation yy	May	-3.12%	-
WPI Manuf Inflation yy	May	-0.42%	-

Exchange Cash Turnover (₹ crore)



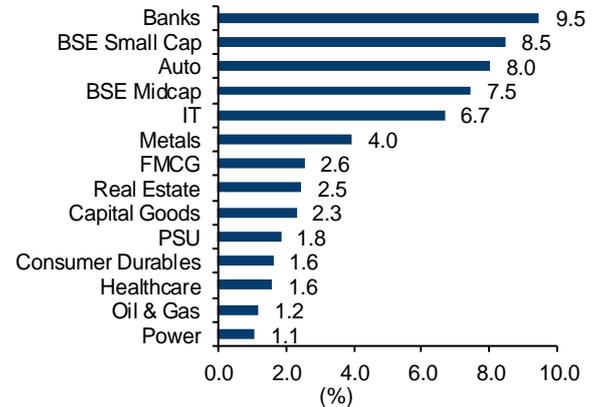
NSE Derivative Turnover (₹ crore)



Corporate Action Tracker

Security name	Action	Ex Date	Record Date	Status	Price (₹)
Sun Pharma	Buyback			Ongoing	425.00
Sterlite Technologies	Buyback			Ongoing	150.00
Kalpataru Power	Buyback			Ongoing	275.00
Arvind Fashions	Rights Issue	29-Jun-20	17-Jul-20		100.00
ITC	Dividend	6-Jul-20			10.15
JSW Steel	Dividend	6-Jul-20			2.00
Mindtree	Dividend	6-Jul-20			10.00
HDFC	Dividend	9-Jul-20			21.00
HDFC AMC	Buyback	9-Jul-20			28.00
L&T Infotech	Dividend	9-Jul-20			15.50

Sectoral Performance – Monthly Returns (%)



Key News for Today

Company/ Industry	News	View	Impact
Tata Consultancy Services (TCS)	Tata Consultancy Services (TCS) results were below our estimates mainly due to lower-than-expected revenues. The company reported a 7.1% QoQ decline in dollar revenues that was below our estimate of 5.9% QoQ decline in dollar revenues. There was a decline in revenues across geographies and verticals	Going forward, we expect the company to report improving growth in coming quarters mainly led by receding challenges supply side, ramp up of deals, vendor consolidation opportunities and traction in BFSI. We believe there are long term drivers for the company in terms of market share gains, acceleration in digital technologies and ability to win large deals based on company's execution. However, most positives are already factored in the stock price	↔

Arvind Fashions	Arvind Fashions reported a dismal set of Q4FY20 results. Revenue for the quarter fell 39% YoY to ₹ 710.5 crore. As per the management estimates, the company lost sales worth ₹ 300 crore owing to Covid-19 disruptions. The company reported EBITDA loss worth ₹ 92.3 crore in Q4FY20 owing to negative operating leverage. Losses for FY20 got bloated significantly to ₹ 410.7 crore (including exceptional expenses worth ₹ 133.0 crore). Balance sheet deteriorated in FY20 with stretched working capital days and increase in debt by 53% YoY to ₹ 1210 crore (D/E: ~1.7x)	To address balance sheet concerns, the company has proposed a right issues worth ₹ 400 crore. Further, the company sold a minority stake in Arvind Youth Brands that houses brand 'Flying Machine' for cash consideration worth ₹ 260 crore. It is aggressively rationalising fixed overheads by ~35% for FY21E through rental waivers and reduction in other expenses. Post lockdown relaxations, June sales reached 30% of pre-Covid levels, with better recovery visible in high street (60-65% of pre-covid levels) and online (1.2x of pre-Covid levels). Malls, departmental stores continued to see lower footfalls (10-15% of pre-Covid levels). We remain cautious on the outlook owing to the uncertain demand scenario and balance sheet stress	
Tata Motors	Jaguar Land Rover's June retail volumes were at 35,334 units, down 25% YoY. It's Q1FY21 retails sales of 74,067 units were down 42.4% YoY. China volume decline was much lower at 2.5% YoY for the quarter amid earlier return to normalcy post Covid than the rest of the world. Cash on books at the end of the quarter was at £2.6 billion	Retail volumes are broadly in line with our expectations of wholesale prints for the quarter. Continued product mix inclination towards Land Rover (down 38% vs. 52.5% decline for Jaguar) would support blended ASPs and margins. Launch of Defender in China in July is set to further aid Land Rover volumes	
Eicher Motors	In a media interview, Eicher Motors' management provided some business updates: (a) The company is seeing a V-shaped recovery , with June enquiries at 150% of the year ago period and at highest levels post Diwali 2019, (b) semi urban areas were leading the recovery, (c) pent up demand comprised ~25% of total demand with the rest being organic, (d) The company undertook two price hikes post March to pass on margin component of BS-VI related input cost increase	Eicher Motors has been marginally ahead of the rest of the 2-W pack in retail sales (measured using Vahan database as a proxy) over the past few weeks. Strong upswing in enquiry levels is encouraging and indicates that brand pulling power remains intact despite expected pressures on discretionary spends post Covid. Price hikes backed by improving demand should help protect margin performance to a degree, going forward	
Container Corporation of India	Concor reported its Q1FY21 volumes. While Exim handling volumes declined 20.2% to 6.27 lakh TeU, the domestic handling volumes declined 25.4% to 1.05 lakh TeU. Overall, handling volumes declined 21% to 7.33 lakh TeU	Indian Railways de-grew 15.5% in the Exim container segment in April-June. Higher de-growth for Concor in the Exim segment is in sync with the management philosophy of letting-go lower margin short lead cargo and non-participation in markets where higher discounting is prevalent	
Indian port sector	As per media sources, in an effort to curb imports and increase efforts towards Atmanirbhar Bharat, measures such as nominating specific ports for clearance of goods that India wants to curb and mandating prior approval for select products, such as licensing requirements have been proposed	The whole idea is to lower or even erode price advantages, bringing them at par with locally made items to boost India production. However, any further step would be taken only after consultation with various stakeholders	

Key developments (Continued...)

- Biocon's partner Mylan has received USFDA approval for Hulio (in-licensed from Fujifilm Kyowa), a biosimilar to Abbvie's Humira (adalimumab). The injectable, indicated for treatment of rheumatoid arthritis among others, will be able to be commercialised in July 2023 as per Mylan's agreement with Abbvie. The drug registered US sales of ~US\$15 billion in CY19. Biocon under its global partnership agreement for monoclonal antibodies with Mylan, retains its economic interest in the drug's future launch and will gain a share of profits from US
- India's fuel demand fell 7.9% YoY in June to 16.3 MMT. Petrol sales increased 29% MoM to 2.3 MMT while diesel sales increased 14.5% MoM to 6.3 MMT
- Bhel has successfully commissioned a 1.7 MW solar PV plant at Bina in Madhya Pradesh for the Indian Railways. The plant will directly feed power to traction systems of Indian Railways
- The Odisha government has slashed the special Covid-19 fee of 50% of MRP on alcoholic beverages to 15% due to lower sales
- As per media sources, the People's Bank of China (PBoC) has sold either a part or all of its stake in HDFC Ltd. As on June 30, 2020, PBoC does not figure in the FPI list of over 1% investment in HDFC. However, clarity is awaited on the quantum of stake sale
- As per media sources, Mphasis has agreed to pay US\$171,000 in lost wages to resolve allegations of discrimination at its US office. The company has denied the allegation
- New business premium for the total industry declined 10% YoY in June 2020. NBP and total APE declined 1% YoY and 8% YoY, respectively, in June 2020 for private life insurers. Individual APE declined 7% during the month for private life insurers. For Q1FY21, the decline in NBP was 19% YoY for private life insurers. Improvement is seen on an MoM basis, which is positive
- GST intelligence officers have arrested promoters of Som Distilleries Pvt Ltd (a promoter group company) after the agency detected alleged tax evasion of nearly ₹ 8 crore in the supply and sale of a of alcohol-based hand sanitiser. Som Distilleries and Breweries (listed entity) has no economic interest in Som Distilleries Pvt Ltd
- Dr Reddy's has received USFDA approval for Prasugrel Hydrochloride tablets, 5/10 mg in US. The drug is used to prevent blood clots
- As per media sources, EESL is in discussions with Royal Dutch Shell for a joint venture to invest over ₹ 40,000 crore in setting up 5,000 MW decentralised solar plants with storage for low-cost electricity in rural India. Considering a 80:20 debt equity ratio, the JV could invest about ₹ 8000 crore. Tariff is expected to be at ₹ 3.50 per unit (RTC) for 25 years
- As per media sources, Indian Railways wants to utilise the lower passenger services to increase its freight routes by at least 50% over FY20, with an aim to neutralise revenue loss
- As per media sources, Concor has deferred its rate hike to October. Earlier it was planned in July 1. However, due to the pandemic, they have deferred the decision
- Amul has entered the edible oils business with the launch of Janmay brand in Gujarat and hopes to provide remunerative prices to oilseed farmers
- The Trai chairman has said that the government is working on provisions for the M&E industry, including SOPs for shooting post Covid, a film facilitation unit and issues related to piracy, copyright, uplinking of TV channels, relief to FM radio and infrastructure status to the broadcast sector
- The Bombay High Court has directed Zee Entertainment to file an affidavit in a week regarding a letter of comfort given to Yes Bank. Earlier, the Court had refused to enforce Zee's letter of comfort as bank guarantee
- Bank of Baroda has informed exchanges regarding appointment of Subrat Kumar as the CFO of the bank with effect from July 10, 2020. Subrat Kumar has experience of 17 years in the banking domain
- As per media reports, Vodafone Idea has defaulted on rental and energy payments for June to telecom tower companies given the liquidity crunch

Nifty Daily Chart

Technical Outlook



Equity benchmarks concluded weekly derivative expiry session on a positive note as Nifty ended the session at four months high at 10813, up 107 points or 1%. In the coming session, we expect Nifty to hold Thursday's low (10733) and trade with a positive bias. Hence, intraday throwback towards 10740-10772 should be used to create long position for target of 10858.

Going ahead, we expect the index to trade with a positive bias sustaining above current week's low around 10680 (on a closing basis) and head towards our earmarked target of 10900 in coming sessions as it is confluence of 200 days SMA, placed at 10885. Meanwhile, stock specific action would remain in focus as we enter the Q1FY21 result season. In the process, we believe cyclicals would continue to outperform as catch up activity to be seen in banking, capital goods and metal stocks.

Pivot Points

Index/Stocks	Trend	Close	S1	S2	R1	R2
SENSEX	Neutral	36737.7	36504	36271	36888	37039
Nifty 50	Neutral	10813.5	10751	10690	10855	10898
ACC Ltd	Positive	1322.9	1308	1294	1336	1348
Axis Bank Ltd	Neutral	453.8	447	441	458	463
HINDALCO INDS	Positive	164.8	160	153	169	173
SBI	Positive	199.1	195	190	203	206
HINDUSTAN PETRO	Negative	205.4	202	199	211	217
MUTHOOT FINANCE	Negative	1088.1	1075	1061	1104	1119
Tata Motors	Neutral	107.0	105	103	109	111
MRF LTD	Neutral	65335.9	64858	64379	66008	66679
BAJAJ AUTO LTD	Neutral	2882.0	2849	2817	2904	2927
TCS	Negative	2204.4	2182	2160	2235	2266
ITC LTD	Negative	195.5	195	193	198	199
CIPLA LTD	Neutral	639.1	636	632	644	648
PIRAMAL ENTERPRI	Neutral	1446.4	1434	1423	1462	1479
Reliance Industries	Neutral	1824.3	1795	1766	1844	1864
BHARTI AIRTEL	Neutral	568.7	562	556	572	576
EQUITAS HOLDINGS	Negative	58.3	57	55	60	61

CNX Nifty Technical Picture

Nifty 50	Intraday	Short Term
Trend	Range Bound	Up
Support	10775-10735	10500
Resistance	10835-10885	10900
20 day EMA	0	10394.0
200 day EMA	0	10525.0

Advances/Declines

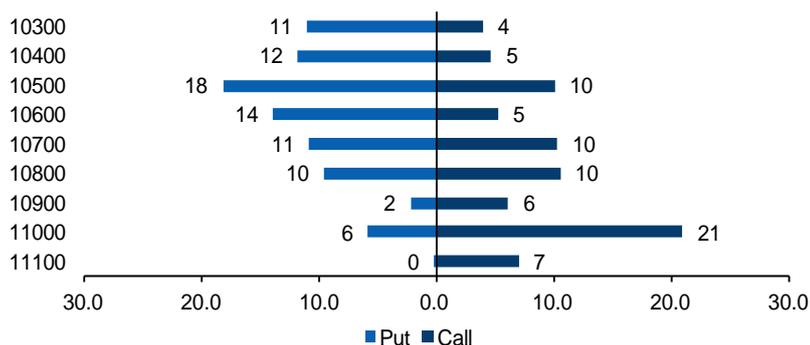
	Advances	Declines	Unchanged
BSE	1406	1286	159
NSE	1014	845	78

Daily Technical Calls

- Daily Technical Calls**
- Buy HDFC in the range of 1946.00-1950.00
 - Buy Bharti Airtel in the range of 569.00-571.00
- All recommendations of July Future

See Momentum Pick for more details

Nifty Call - Put Strike (Number of shares in lakh) - July 2020



Intraday Derivative Strategy

- i) ACC**
 Buy ACC JUL Fut at ₹1329.00 - ₹1330.00
 CMP: 1329.5
 Target 1: 1341.5 Target 2: 1359.5
 Stop Loss : 1317.5
- ii) Coal India**
 Sell COALIN JUL Fut at ₹131.00 - ₹131.50
 CMP : 131.5
 Target 1: 129.6 Target 2: 127.2
 Stop Loss: 132.9

See Derivatives view for more details

Results/Events Calendar

22	June Monday	23	June Tuesday	24	June Wednesday	25	June Thursday	26	June Friday	27	June Saturday
AIA Engineering Info Edge, Morpen Labs Alu Fluoride, Aegis Logistics EU Consumer Confidence JP Manufacturing PMI		Ador Welding, Asian Paints Berger Paints, Bank of Baroda Page Industries, DB Corp Balrampur Chini, Indian Bank EIH Associated Hotels		PNC Infratech, GAIL Indoco Remedies, IOCC India Cements United Breweries Sanghi Industries		Ashok Leyland, Somya Cera TTK Prestige Taj GVK, Container Corpo. Star Cement, Deccan Cement Engineers Ind., Endurance Tech.		Shree Pushkar, Coal India ITC, Hester Bios, Oil India Sun TV, Glenmark, Hudco Kajaria Ceramics, Century Ply Hind Rectifier, EIH Ltd.		NHPC, Dink India, Sobha Greenply Industries Siyaram Silk, Zee Media CH Industrial Profit	
29	June Monday	30	June Tuesday	01	July Wednesday	02	July Thursday	03	July Friday	04	July Saturday
Bharat Electronics, Tata Steel Phoenix Mills, J&K Bank Linc Pen & Plastics, CESC Elgi Equipment, Petronet LNG Minda Ind., Bharat Forge		Nirlon, Control Print, ONGC NCL Industries, Vodafone-Idea Mishra Dhatu Nigam, NBCC IN Federal Fiscal Deficit IN Infrastructure Output		IN Nikkei Manuf. Markit PMI EU Manufacturing PMI Crude Oil Inventories		Maharashtra Seamless EU Unemployment Rate US Trade Balance US Unemployment Rate JP Services PMI		IN Nikkei Services PMI EU Services PMI UK Composite PMI UK Services PMI IN FX Reserves (USD)			
06	July Monday	07	July Tuesday	08	July Wednesday	09	July Thursday	10	July Friday	11	July Saturday
Bodal Chemicals, NBCC UK Construction PMI EU Retail Sales (MoM) US Services PMI JP Foreign Reserves		CH FX Reserves JP Current Account		South Indian Bank IN M3 Money Supply Crude Oil Inventories CH CPI (YoY), CH CPI (MoM) CH PPI YoY		TCS, SADBHAV Engineering JP PPI (YoY) JP PPI (MoM) US Initial Jobless Claims		IN Industrial Production IN Manufacturing Output (MoM) IN FX Reserves USD US PPI (MoM)		Avenue Supermarts	
13	July Monday	14	July Tuesday	15	July Wednesday	16	July Thursday	17	July Friday	18	July Saturday
5paisa Capital IN CPI (YoY) US Federal Budget Balance		Wipro, Mindtree UK Unemployment Rate IN WPI Inflation (YoY) EU Industrial Prod. (YoY), CH Exports, CH Trade Bal.		LTI, Bandhan Bank Federal Bank, Infosys UK CPI (YoY), CH GDP (YoY) CH Industrial Production (YoY) US Industrial Production		Cyient, LTTS US Retail Sales (MoM) EU Trade Balance		HCL Tech EU CPI (YoY) EU Construction Output YoY		HDFC Bank Mahindra Finance Ltd.	
20	July Monday	21	July Tuesday	22	July Wednesday	23	July Thursday	24	July Friday	25	July Saturday
Swaraj Engines EU Current Account JP Natl CPI (YoY)		Mahindra CIE, Bajaj Finserv Syngene, Tata Elxsi HDFC Life Ins. Ltd. Bajaj Finance Ltd. JP Manufacturing PMI		Bajaj Auto US Existing Home Sales		HDFC AMC, Zensar Mphasis EU Consumer Confidence EU Consumer Confidence		Asian Paints, TCI Express Ambuja Cement, Atul, GHCL UK Retail Sales (MoM) EU Manufacturing PMI EU Services PMI		Persistent Systems	

Major Economic Events this Week

Date	Event	Country	Period	Actual	Expected
06-Jul	Construction PMI	CH	Jun	55.30	47.00
06-Jul	Retail Sales (MoM)	EU	Jun	17.8%	15.0%
06-Jul	Services PMI	US	May	47.90	46.70
06-Jul	Foreign Reserves (USD)	JP	May	1383.2B	--
07-Jul	Current Account	JP	May	1.777T	1.088T
07-Jul	Foreign Reserves (USD)	CH	May	3.112T	3.102T
08-Jun	M3 Money Supply	JP	Jun	1883.7T	--
08-Jun	Crude Oil Inventories	US	Jun	5.654M	-3.114M
08-Jun	CPI (YoY)	CH	Jun	2.70%	2.50%
08-Jun	PPI (YoY)	CH	Jun	-3.00%	-3.20%
09-Jul	Initial Jobless Claims	US	Jun	1,314K	1,375K
Date	Event	Country	Period	Expected	Previous
10-Jul	Industrial Production	EU	Jun	-34.0%	-18.3%
10-Jul	FX Reserves (USD)	IN	Jun	--	506.84B
10-Jul	Manufacturing Output	IN	Jun	--	-22.4%

Bulk Deals

Company	Client Name	Type	No. of shares	Price (l)
BSE*				
Jonjua	Lifetime Solutions	Buy	1,66,400	47.74
NSE*				
Globe Textiles (l) Ltd.	Paramount Trading	Buy	96,000	47.5

Recent Releases

Date	Report
July 9, 2020	Result Preview – Auto & Auto Ancillary.
July 9, 2020	Result Preview – Consumer Discretionary
July 9, 2020	Result Preview – Cement Sector.
July 8, 2020	Company Update – Mishra Dhatu Nigam.
July 8, 2020	Result Preview – Retail Sector



Pankaj Pandey

Head – Research
pankaj.pandey@icicisecurities.com

ICICI Direct Research Desk,
ICICI Securities Limited,
1st Floor, Akruiti Trade Centre,
Road No 7, MIDC
Andheri (East)
Mumbai – 400 093
research@icicidirect.com

Disclaimer

ANALYST CERTIFICATION

I/We, Pankaj Pandey, Research Analysts, authors and the names subscribed to this report, hereby certify that all of the views expressed in this research report accurately reflect our views about the subject issuer(s) or securities. We also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report. It is also confirmed that above mentioned Analysts of this report have not received any compensation from the companies mentioned in the report in the preceding twelve months and do not serve as an officer, director or employee of the companies mentioned in the report.

Terms & conditions and other disclosures:

ICICI Securities Limited (ICICI Securities) is a full-service, integrated investment banking and is, inter alia, engaged in the business of stock brokering and distribution of financial products. ICICI Securities Limited is a SEBI registered Research Analyst with SEBI Registration Number – INH00000990. ICICI Securities Limited SEBI Registration is INZ000183631 for stock broker. ICICI Securities is a subsidiary of ICICI Bank which is India's largest private sector bank and has its various subsidiaries engaged in businesses of housing finance, asset management, life insurance, general insurance, venture capital fund management, etc. ("associates"), the details in respect of which are available on www.icicibank.com

ICICI Securities is one of the leading merchant bankers/ underwriters of securities and participate in virtually all securities trading markets in India. We and our associates might have investment banking and other business relationship with a significant percentage of companies covered by our Investment Research Department. ICICI Securities generally prohibits its analysts, persons reporting to analysts and their relatives from maintaining a financial interest in the securities or derivatives of any companies that the analysts cover.

Recommendation in reports based on technical and derivative analysis centre on studying charts of a stock's price movement, outstanding positions, trading volume etc. as opposed to focusing on a company's fundamentals and, as such, may not match with the recommendation in fundamental reports. Investors may visit icicidirect.com to view the Fundamental and Technical Research Reports.

Our proprietary trading and investment businesses may make investment decisions that are inconsistent with the recommendations expressed herein.

ICICI Securities Limited has two independent equity research groups: Institutional Research and Retail Research. This report has been prepared by the Retail Research. The views and opinions expressed in this document may or may not match or be contrary with the views, estimates, rating, and target price of the Institutional Research.

The information and opinions in this report have been prepared by ICICI Securities and are subject to change without any notice. The report and information contained herein is strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of ICICI Securities. While we would endeavour to update the information herein on a reasonable basis, ICICI Securities is under no obligation to update or keep the information current. Also, there may be regulatory, compliance or other reasons that may prevent ICICI Securities from doing so. Non-rated securities indicate that rating on a particular security has been suspended temporarily and such suspension is in compliance with applicable regulations and/or ICICI Securities policies, in circumstances where ICICI Securities might be acting in an advisory capacity to this company, or in certain other circumstances.

This report is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed. This report and information herein is solely for informational purpose and shall not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. ICICI Securities will not treat recipients as customers by virtue of their receiving this report. Nothing in this report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. This may not be taken in substitution for the exercise of independent judgment by any recipient. The recipient should independently evaluate the investment risks. The value and return on investment may vary because of changes in interest rates, foreign exchange rates or any other reason. ICICI Securities accepts no liabilities whatsoever for any loss or damage of any kind arising out of the use of this report. Past performance is not necessarily a guide to future performance. Investors are advised to see Risk Disclosure Document to understand the risks associated before investing in the securities markets. Actual results may differ materially from those set forth in projections. Forward-looking statements are not predictions and may be subject to change without notice.

ICICI Securities 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.

ICICI Securities 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.

ICICI Securities encourages independence in research report preparation and strives to minimize conflict in preparation of research report. ICICI Securities or its associates 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 ICICI Securities nor Research Analysts and their relatives 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.

ICICI Securities or its subsidiaries collectively or Research Analysts or their relatives do not own 1% or more of the equity securities of the Company mentioned in the report as of the last day of the month preceding the publication of the research report.

Since associates of ICICI Securities are engaged in various financial service businesses, they might have financial interests or beneficial ownership in various companies including the subject company/companies mentioned in this report.

ICICI Securities may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report.

Neither the Research Analysts nor ICICI Securities have been engaged in market making activity for the companies mentioned in the report.

We submit that no material disciplinary action has been taken on ICICI Securities by any Regulatory Authority impacting Equity Research Analysis activities.

This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject ICICI Securities and affiliates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.