

# Weekly Dossier

## Outlook

18 April 2019



**Upcoming Results:-** HDFC Bank, Lux Industries, Mahindra Lifespace Developers, Swaraj Engines, ACC, Coromandel International, IICI Securities, Sanken Technologies, Sterlite Technologies, Tata Global Beverages Limited., Agro Tech Foods, Bharti Infratel, IICI Prudential Life, Indiabulls Housing Finance, M&M Financial Services, Tata Elxsi, Ultratech Cement, Axis Bank, Biocon, GHCL, Maruti Suzuki India, Nestle India, Rallis India, Atul, HDFC AMC, HDFC Life, Hero Motocorp, Indian Energy Exchange, Yes Bank.

**Global:-** U.S Existing Home Sales for March 2019, U.S New Home Sales for March 2019., U.S. MBA Mortgage Applications for the month of April 2019., Japan BOJ Policy Balance Rate for April 2019, U.S. Durable Goods Orders for March, U.S. Initial Jobless Claims for April 2019., Japan Jobless Rate for the month of March, Japan Industrial Production MoM for March, Japan Retail Sales MoM for March., U.S. GDP Annualized QoQ.

The Nifty ended the week on a positive note. It reacted down exactly from the higher end of the predefined range 11,540-11,840, described in our previous weekly communication, and ended off the weekly high. Needless to say, 11,850 may continue to act as the immediate pivotal resistance. Further, thorough technical study of the weekly as well as the daily chart patterns suggests; the Nifty broader trading range for the coming week is expected to be 11,650-11,850, midway critical support is placed around 11,700.

On the daily chart, it ended 0.29% down 11,752.80. It opened positive and remained range bound for the entire session towards ending with a bearish body candle. Failing to sustain above day's high 11,856 led to intraday retracement towards critical support around 11,750 levels. Aggressive selloff in the last hour of the session might be a concern for the intraday bulls in the very next session. However, thick support zone placed around 11,750-11,700 is still intact, which may again find buyers.

It kicked started the week on a positive note, however, failing to sustain above 11,850 led to an Inverted Hammer candle on the weekly chart. It ended 0.94% up on the weekly chart. The benchmark index facing resistance around 11,850 implies, this level may continue to act as the major pivotal resistance in coming week as well. Despite an Inverted Hammer formation on the weekly chart, the benchmark index may continue making higher highs as long as pivotal support around 11,650 remains unharmed. However, breaking out 11,850 decisively is the primary condition towards unfolding next leg of up move.

Nifty patterns on multiple time frames show; the benchmark index ended off the weekly high. However, buy-on-dips is recommended as long as long as critical supports are intact. Further, the benchmark index getting into a consolidation in the price band of 11,650-11,850 before next leg of decisive up move is a likely scenario.

**Nifty pivotal supports & resistances for the coming week-  
Supports- 11700, 11650 Resistances- 11800, 11850**



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### Open Positional Calls-

T+15 Positional Buy-  
 Cash Segment: Aditya Birla Fashion & Retail Ltd on dips @ 220, TGT- 240, SL- below 212

T+15 Positional Buy-  
 Cash Segment: Aditya Birla Capital Ltd on dips @ 97, TGT- 107 & 112, SL - below 93

T+5 Positional Option Pair Strategy-  
 Leg 1: Buy BRITANNIA 25Apr 3100-CE (1 Lot=200) @ 53.00  
 Leg 2: Sell BRITANNIA 25Apr 3200-CE (1 Lot=200) @ 29.00  
 Trade ends if BRITANNIA-Cash closes below 2920.00

T+5 Positional Buy-  
 Futures Segment: BPCL Fut @ 360, TGT- 380, SL- 350

T+7 Positional Buy-  
 Cash Segment: Jindal Saw @ 84-82, TGT- 94, SL- below 79

T+7 Positional Buy-  
 Cash Segment: Royal Orchid @ 120-118, TGT- 138, SL- below 113

T+5 Positional Buy-  
 Cash Segment: Jyothy Labs on dips @ 187, TGT- 198, SL- below 183

T+5 Positional Option Pair Strategy-  
 Leg 1: Buy HPCL 25'Apr 270-CE (1 Lot=2100) @ 7.00  
 Leg 2: Sell HPCL 25'Apr 275-CE (1 Lot=2100) @ 6.00  
 Trade ends if HPCL-Cash closes below 252

T+5 Positional Option Pair Strategy-  
 Leg 1: Buy COLPAL 25'Apr 1280-CE (1 Lot= 700) @ 12.00  
 Leg 2: Sell COLPAL 25'Apr 1300-CE (1 Lot= 700) @ 7.00  
 Trade ends if COLPAL- Cash closes below 1210.00

T+7 Positional Option Pair Strategy-  
 Leg 1: Buy VEDL 25'Apr 190-CE (1 Lot=2300) @ 3.00  
 Leg 2: Sell VEDL 25'Apr 200-CE (1 Lot=2300) @ 1.50  
 Trade ends if VEDL-Cash closes below 176

T+7 Positional Option Pair Strategy-  
 Leg 1: Buy BEL 25'Apr 100-CE (1 Lot=6000) @ 1.10  
 Leg 2: Sell BEL 25'Apr 105-CE (1 Lot=6000) @ 0.60  
 Trade ends if BEL-Cash closes below 90

T+7 Positional Option Pair Strategy-  
 Leg 1: Buy BANK OF BARODA 25'Apr 140-CE (1 Lot=4000) @ 1.40  
 Leg 2: Sell BANK OF BARODA 25'Apr 145-CE (1 Lot=4000) @ 0.90  
 Trade ends if BANK OF BARODA-Cash closes below 125

T+5 Positional Option Pair Strategy-  
 Leg 1: Buy RBL BANK 25'Apr 690-CE (1 Lot= 1200) @ 9.00  
 Leg 2: Sell RBL BANK 25'Apr 700-CE (1 Lot= 1200) @ 7.00  
 Trade ends if RBL BANK-Cash closes below 665 !!

T+5 Positional Option Pair Strategy-  
 Leg 1: Buy BHARTI AIRTEL 25'Apr 350-CE (1 Lot= 1700) @ 4.80  
 Leg 2: Sell BHARTI AIRTEL 25'Apr 360-CE (1 Lot= 1700) @ 2.60  
 Trade ends if BHARTI AIRTEL-Cash closes below 335 !!

## Sensex Intra-week Chart



### Market Turnover (In Crore) 18-04-2019

Name	Last	Previous
NSE Cash	36570.17	35902.36
NSE F&O	2163258.86	1054523.93
BSE Cash	2,986.82	3,644.68
BSE F&O	*NA	0.99

### NIFTY Top Gainers

Name	%1D	%5D	Day Vol	Avg 5 Day Vol
Tata Motors	2.49	9.35	42,451,178.00	46,386,960.00
Hero Motocorp	0.07	5.67	563,893.00	780,955.40
TCS	0.86	5.38	3,413,728.00	4,979,026.00
Coal India	0.06	4.75	7,981,706.00	20,484,600.00
Bajaj Auto	0.03	4.30	365,773.00	402,574.20

### NIFTY Top Losers

Name	%1D	%5D	Day Vol	Avg 5 Day Vol
Bharti Infratel	1.84	2.57	2,227,796.00	1,409,892.00
Indiabulls Finance	3.83	2.89	8,489,368.00	7,657,871.00
Yes Bank	4.00	4.64	32,491,440.00	20,798,830.00
Infosys	0.97	4.74	13,801,105.00	13,274,900.00
Vedanta	3.43	5.25	10,531,473.00	9,916,236.00

### Bulk and Block Deals

<https://www.nseindia.com/products/content/equities/equities/bulk.htm>

<http://www.bseindia.com/markets/equity/EQReports/BulknBlockDeals.aspx>

\*Data not updated till 6PM

### FII Derivatives Flow (In Crore) 16-04-2019\*

Instrument	Purchase	Sale	Net
Index Future	3859.95	3119.00	740.95
Index Option	170904.27	169367.48	1536.79
Stock Future	11104.54	11474.01	-369.48
Stock Option	7915.99	7691.65	224.34

### Institutional Flow (In Crore) 18-04-2019

Institution	Purchase	Sale	Net (Last Day)	Net Wk	Net Mnth
FII	7699.74	6661.28	1038.46	2790.26	1657.04
DII	2996.35	3333.94	-337.59	16018.43	-3702.18

### Market in Retrospect

Indian equity benchmarks ended lower after hitting new lifetime highs in today's trade. Sensex ended 0.34% lower at 39,140.28 and the Nifty fell 0.29% at 11,752.80.

Nifty realty was the top loser, losing by 2.33%, followed by Nifty PSU Banks which fell by 1.98%. Nifty Auto was the top gainer, gaining by 3.80%.

Gainers for the last 5 trading sessions were Tata Motors, which gained by 9.35%, followed by Hero Motocorp & TCS, which gained by 5.67% & 5.38% respectively. Losers for the last 5 trading sessions were Vedanta, which fell by 5.25%, followed by Infosys & Yes Bank, which fell by 4.74% & 4.64% respectively.

MSCI Indices	Index	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr	PE Ratio	Est.PE	PB Ratio	Est PB
World	2160.94	0.10	0.62	2.03	8.01	1.75	17.83	16.05	2.41	2.26
ACWI	522.04	0.06	0.64	2.09	7.97	0.72	17.15	15.60	2.29	2.14
Asia Pacific	163.87	0.17	1.06	2.16	6.86	6.14	13.98	13.64	1.48	1.39
EM	1096.39	0.26	0.82	2.54	7.70	6.78	13.38	12.88	1.66	1.54

The MSCI indices ended positive. Asia Pacific gained 1.06% & EM indices gained 0.82%.

The US indices were positive over the week. NASDAQ gained 0.4%, while Dow was gained 1.12%.

CBOE VIX ended 2.3% lower at 12.72.

US European In	Index	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr	PE Ratio	Est.PE	PB Ratio	Est PB
Dow Jones	26449.54	0.01	1.12	2.07	7.06	6.88	16.82	16.23	4.16	3.80
NASDAQ	7996.08	0.05	0.40	3.65	11.72	9.61	34.04	23.38	3.87	4.40
S&P500	2900.45	0.23	0.42	2.38	8.60	7.08	19.03	17.49	3.44	3.19
CBOE VIX	12.72	0.95	2.30	2.90	28.54	18.46	NA	NA	NA	NA
FTSE100	7459.12	0.16	0.56	2.19	7.04	1.94	17.54	13.16	1.76	1.53
CAC40	5573.89	0.19	1.61	2.98	14.31	3.60	18.70	14.44	1.60	1.58
DAX	12209.61	0.47	2.30	4.74	8.96	3.03	15.41	13.53	1.62	1.55

Among Asian indices, Nikkei gained the most, 1.74% & Taiwan gained 1.42%.

Indian Indices were also positive NIFTY and SENSEX closed 1.45% and 1.11% higher respectively during this week.

IBOVESPA fell 2.78% over the week. NSE VIX gained 7.6% at 22.74.

Asian Indices	Index	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr	PE Ratio	Est.PE	PB Ratio	Est PB
Nikkei225	22090.12	0.84	1.74	2.34	6.89	0.31	16.25	15.22	1.70	1.56
Hang Seng	29963.26	0.54	0.41	1.88	10.60	1.06	11.68	11.59	1.39	1.28
STI	3347.58	0.03	0.50	4.19	3.82	5.91	13.79	13.21	1.15	1.12
Taiwan	10962.02	0.32	1.42	4.27	11.45	1.05	15.48	15.83	1.70	1.72
KOSPI	2213.77	1.43	0.48	1.57	4.21	10.73	11.54	12.08	0.90	0.92

BRIC Indices	Index	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr	PE Ratio	Est.PE	PB Ratio	Est PB
IBOVESPA	93284.75	1.11	2.78	6.71	2.93	8.75	15.48	11.16	1.95	1.67
Russian	1259.84	0.45	1.18	3.83	7.09	9.12	5.06	5.94	0.98	0.79
SHANGHAI Com	3250.20	0.40	1.89	4.97	25.20	5.14	15.50	12.27	1.68	1.43
SENSEX	39140.28	0.34	1.44	2.93	7.60	13.80	29.40	19.00	3.18	2.81
NIFTY	11752.80	0.29	1.45	2.85	7.77	11.41	26.81	18.53	3.15	2.73
NSE VIX	22.74	4.81	7.60	43.30	39.97	61.90	-	-	-	-

Money Mkt	Price	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
ICE LIBOR USD	2.60	0.50	0.76	0.93	6.45	10.44
MIBOR	0.31	0.00	0.00	0.00	0.00	6.06
INCALL	5.75	6.50	2.54	5.74	9.45	2.54

Energy	Price	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
NYMEX Crude	63.72	0.06	0.22	7.84	18.44	6.94
Natural Gas	2.51	0.44	5.93	12.25	11.95	4.50

Agro Cmnty	Price	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
Coffee	89.90	0.28	3.02	9.69	18.83	31.30
Cotton	78.67	0.37	1.20	2.96	2.72	0.42
Sugar	12.55	0.16	2.11	3.54	5.64	7.99
Wheat	447.25	0.67	3.92	3.51	15.41	20.13
Soybean	894.25	0.20	1.60	2.72	5.12	14.08

Forex	Rate	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
USD Index	97.31	0.31	0.14	0.82	1.01	8.58
EUR	1.13	0.38	0.00	0.74	0.97	9.06
GBP	0.77	0.31	0.38	1.91	1.00	9.22
BRL	3.94	0.89	2.91	3.76	4.92	13.50
JPY	111.93	0.12	0.24	0.45	1.92	4.20
INR	69.61	0.01	0.97	1.55	2.26	5.67
CNY	6.71	0.27	0.19	0.10	1.06	6.44
KRW	1136.95	0.18	0.19	0.43	1.32	6.01

Among Forex, Dollar Index was almost flat. EUR was also flat, BRL fell 2.91%. GBP, was marginally positive by 0.38%, INR fell 0.97%. JPY was marginally down by 0.24%

Precious Metals	Price	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
Gold(\$/Oz)	1274.97	0.08	1.36	2.20	0.53	5.52
Silver(\$/Oz)	14.95	0.23	0.12	2.57	2.54	13.05

precious metals were weak as gold fell 1.36%. Silver was marginally down by 0.12% during the week.

LME	Price	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
Copper	6556.00	0.94	1.42	1.94	9.41	4.67
Aluminium	1850.00	0.30	0.75	2.48	0.43	23.08
Zinc	2819.50	0.34	1.86	1.06	10.70	10.61
Lead	1946.00	1.35	0.36	5.63	0.87	17.19
Nickel	12893.00	0.46	2.48	0.29	11.24	9.30

In LME, copper closed strong with 1.42% gain. Nickel fell the most, 2.48% followed by Zinc 1.86%, Aluminium 0.75%, & Lead 0.36%. Among

Polymer Mkt	Index	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
HDPE	1090.00	0.46	1.87	3.32	20.15
LDPE	1110.00	0.00	0.91	8.82	3.48
Injection Grade	1140.00	0.88	2.70	6.05	10.94
General purpose	1160.00	0.87	1.75	4.98	10.77
Polystyrene HIPS	1350.00	1.50	0.74	5.59	15.09
Polystyrene GPPS	1280.00	0.79	1.54	5.19	16.34

Natural Gas fell 5.93% while crude was almost flat.

Shipping Ind	Index	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
Baltic Dry	767.00	2.40	4.50	6.38	31.03	31.76
BWIRON	162.11	0.20	0.57	1.84	7.22	11.93
SG Dubai HY	3.64	1.62	9.00	15.94	5.20	31.84

Bond Yld 10Y	Yield	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
US	2.56	1.19	2.65	1.54	7.94	10.78
UK	1.22	1.05	6.35	2.26	9.61	13.51
Brazil	5.31	0.82	0.04	1.52	7.17	7.82
Japan	0.03	350.00	50.91	22.86	268.75	171.05
Aus	1.95	0.31	5.01	1.71	15.77	29.04
India	7.42	0.46	0.24	1.46	1.56	1.47

# News Impact

## Result Update

### TV18 Broadcast

TV18 Broadcast Ltd reported a consolidated net profit of INR29.9crore and a total income of INR1,196.55crore for the fourth quarter ended March 31, 2019. The media and entertainment firm had registered a net profit of INR4.67crore and a total income of INR765.12crore in the January-March quarter of the previous financial year. In a regulatory filing, TV 18 Broadcast consequent to Viacom18 Media Pvt Ltd and IndiaCast Media Distribution Pvt Ltd becoming subsidiaries with effect from March 1, 2018.

### Wipro Ltd

Wipro reported a mixed set of numbers for Q4FY19. Top-line declined by 0.4% QoQ to INR15006 crore, which is marginally lower than the median consensus estimates of INR15061 crore. EBIT came in at INR2546 crore, down 8.3% QoQ, against median consensus estimate of INR2747 crore. EBIT margin contracted by 147bps QoQ to 17.0%. Reported PAT declined by 1.1% QoQ to INR2483 crore against median consensus estimate of INR2482 crore.

### Mastek Ltd.

Operating revenue stood at INR267.1 Cr., up 19.4% YoY in rupee terms and 15.2% in cc terms. Operating EBITDA stood at INR35.3 Cr., growth of 26.7% YoY and 3.8% QoQ. Operating margin stood at 13.2%. Net profit stood at INR27.4 Cr., up 41.3% YoY and 3.3% QoQ. PAT margin stood at 10% of total revenue.

### RBL Bank

- Net Interest Income is INR739 Cr, up 48% YoY & 13% QoQ. Core fee income stood at INR388 Cr, up 43% YoY & 12% QoQ.
- Operating profit stood at INR560 Cr, up 46% YoY & 12% QoQ. Provisions stood at INR200 Cr, up 78% YoY & 24% QoQ.
- PAT stood at INR247 Cr, up 39% YoY & 10% QoQ. NIMs posted strong growth & stood at 4.23% vs 3.98% YoY & 4.12% QoQ.
- GNPA was at 1.38% flat QoQ & 1.40% YoY. NNPA stood at 0.69% vs 0.78% YoY & 0.72% QoQ. PCR improved significantly to 65% vs 57% YoY & 63% QoQ.



# News Impact

## Domestic News

### Minutes of MPC Meeting April 2-4 2019

- Inflation in Q4 set to be lower than projected in February Monetary policy.
- Bank credit flows to MSMEs remain extremely weak.
- Baseline inflation scenario subject to uncertainties especially due to crude & food items.
- Momentum of crude prices cannot be taken lightly.

### Gaurs Group to invest INR350 crore in new realty project at Yamuna Expressway

Gaurs Group announced that it will invest INR350 crore to develop a new mixed-use project in its 250 acre township along Yamuna Expressway in Uttar Pradesh. The company will develop 828 studio apartments and 282 shops in a 2.7-acre project. The starting price of studio flats has been fixed at INR15.5 lakh. The real estate sector, which has been facing multi-year slowdown, is showing signs of revival driven by many incentives announced in the interim budget, sharp cut in GST rate from this month and the RBI's rate cuts in last two policy announcements. The project is a mixed-use development with residences and shops. The total project cost is estimated at about INR350 crore and the same will be funded through internal accruals.

### Monsoon 2019 to be near normal, forecasts IMD

According to the India Meteorological Department (IMD), India is likely to witness a near normal monsoon this year. The monsoon is likely to be 96% of the long period average. Rainfall between 96% and 104% of the long period average is considered to be normal rainfall. Last year, rainfall during the four-month monsoon season from June to September was 91% of the LPA and was considered below normal. The impact of El Nino remains weak and is likely to weaker further.

### Shriram Transport Finance to raise USD500 million via secured notes

Shriram Transport Finance Co. Ltd announced that it will raise USD500 million (approx. INR3475.5 crore) through issuance of secured notes. It plans to use the proceeds from the fundraising for onward lending and other activities as may be permitted by the external commercial borrowings (ECB) directions. These notes will be having a tenure of 3.5 years and an interest rate of 5.95% per annum and are payable semi-annually. They will be listed on the Singapore Exchange Securities Trading Ltd.

# News Impact

## **Jet Airways management said to propose temporary shutdown**

- Jet Airways management has proposed to suspend all operations of the debt-laden airline at its board meeting.
- Founder and ousted chairman Naresh Goyal has withdrawn from making a bid for a stake in Jet Airways.
- TPG threaten to walk out.
- On Monday, Jet Airways in a letter to its employees said it planned to extend its suspension of international flights until Thursday as it had not received any interim funding from lenders.
- Lenders divided on interim funding.

## **Maruti Suzuki will not stop making diesel cars till buyers can afford them**

Maruti Suzuki India announced that it will continue to manufacture diesel cars that customers can afford, thus ruling out stopping the production of diesel cars completely. The cars are set to get costlier with the upcoming BS-VI emission norms from April next year. The auto major currently sells various cars with diesel powertrains, including S-Cross, Ciaz, Vitara Brezza, Dzire, Baleno, and Swift. While the bigger cars are likely to continue, the carmaker is expected to pull the plug on small diesel cars in its portfolio. The company currently gets nearly 30 per cent of its annual sales from diesel cars. In 2018-19, MSI sold a total of 17,53,700 units in the domestic market. The Bharat Stage VI (BS-VI) emission norms would come into force from April 1, 2020, across the country. The shift would impact diesel cars more in terms of prices with industry experts expecting the prices of such models to go up by about INR2 lakh.

## **Shapoorji's Sterling and Wilson Solar file for INR4500 crore IPO**

Shapoorji Pallonji Group's solar engineering, procurement, and construction (EPC) business, Sterling and Wilson Solar Ltd, has filed the draft prospectus for its IPO, which will see promoters sell shares worth around INR4500 crore. The IPO is a pure offer for sale by company's chairman Khurshed Yazdi Daruvala and Shapoorji Pallonji and Company Pvt Ltd. Daruvala holds 33.33%, while Shapoorji Pallonji and Company holds 65.77% stake. The remaining stake is held by individual members of the promoter group such as Cyrus Mistry. Sterling and Wilson Solar is a global pure-play, end-to-end solar EPC solutions provider and is among the largest solar EPC companies globally. The company provides EPC services primarily for utility-scale solar power projects with a focus on project design and engineering and manages all aspects of project execution from conceptualizing to commissioning. It also provides operations and maintenance services, including for projects constructed by third parties. As on 31 December, the company had 183 commissioned and contracted solar power projects with an aggregate capacity of 6,062.83 MW.

# News Impact

## **Mahindra & Mahindra signs deal with Ford to make midsize SUVs in India**

Mahindra and Mahindra Ltd signed a deal with Ford Motor Co.'s Indian unit to jointly develop midsize sports utility vehicles in India. Ford and affiliate companies will invest INR6.80 billion rupees (USD97.97 million) for the development of the vehicles over a period of 10 years. The new mid-size sports utility vehicle (C-SUV) will have a common Mahindra product platform and powertrain, thus driving engineering and commercial efficiencies. This will reduce product development costs and gain economies of scale for both companies.

## **Granules India gets USFDA nod for pain relief drug**

Granules India announced that it has received approval from the US health regulator for Acetaminophen tablets, used for temporary pain relief. The approved product is bioequivalent to the reference listed drug product (RLD), Tylenol tablets, extended release. The US Food and Drug Administration has approved its abbreviated new drug application for Acetaminophen 650 mg tablets, extended release.

## **Lupin seeks more time from commerce ministry to complete Indore SEZ project**

Lupin has sought more time from the commerce ministry to complete its project, with proposed investment of INR205.69 crore, in the Indore Special Economic Zone. The company is setting up its pharma unit in Indore SEZ to manufacture pharmaceutical formulations - metered dose inhalers and dry powder inhalers. Co.'s plea for extension of time will be considered by the highest decision making body of SEZ's Board of Approval in its meeting on April 22 here.

## **Aurobindo Pharma recalls 88k Lidocaine injections from US**

Aurobindo Pharma Ltd has initiated recall of 88,600 vials of Lidocaine HCl Injection from USA market as one of the vials contained a strand of hair. According to a notification put up by the US Drug regulator in its website, these vials were manufactured in India for AuroMedics Pharna LLC. Lidocaine HCl injection is a medication used for local or regional anaesthesia to perform certain surgeries and procedures. The Product is being held at a distributor site in Mexico, Asheboro and Charlotte, North Carolina, and Santa Teresa, New Mexico and not further distributed in the US Market.

## **WPI inflation spikes to 3.18% in March, from 2.93% in February**

Wholesale price-based inflation rose for the second consecutive month to 3.18% in March on costlier food and fuel. The Wholesale Price Index (WPI) based inflation was at 2.93% in February. It was 2.74% in March 2018. Inflation in food articles hardened with steep rise in prices of vegetables during March 2019. Vegetable inflation was at 28.13% in March, up from 6.82% in the previous month. However, inflation in potato cooled substantially to 1.30%, from 23.40% in February. Inflation in food articles basket was 5.68% during March. Inflation in 'Fuel and power' category also spiked to 5.41%, from 2.23% in February.

# News Impact

## Global News

### **Stocks Gain as Profits, China Data Ease Worries**

Asian stocks began the week on a mostly positive note after earnings and Chinese economic data eased concerns about a slowdown in global growth, leaving the region's shares on course for a fresh six-month high. Chinese and Japanese shares posted the largest gains Monday, with equities in Hong Kong and South Korea also higher. Positive sentiment spilled into Asia after the S&P 500 Index on Friday climbed to within 1 percent of reaching a new all-time high. Australian bonds fell, tracking the drop in Treasuries prior to the weekend. The dollar steadied with Treasuries and oil started the week with a modest decline.

### **China's Savers Ignore Efforts to Cool \$3 Trillion WMP Market**

China's savers are turning a deaf ear to government warnings about one of their favorite investments. Individuals hold nearly 90 percent of instruments known as wealth management products, a record share, because many believe they're shielded from losses -- a view officials have tried hard to discourage. The assumption of safety has been buttressed by the fact that the large banks that issue WMPs have at times dipped into their own balance sheets to protect investors from losses or even outright defaults. That retail buyers have kept piling into WMPs even as corporate investors and financial institutions pared their exposure presents a quandary for Chinese policy makers preoccupied with controlling risks. While they want to stress that WMPs aren't immune from losses to curb moral hazard, they must also avoid sparking a stampede for the exit among China's millions of yield-hungry savers.

### **With Sanctions Lifted, Rusal to Invest in Kentucky Aluminum Mill**

Russian aluminum maker United Co. Rusal, in the spotlight last year after it was hit with U.S. sanctions, is expected to make a major investment in an aluminum rolling mill being built in Kentucky. The world's second-largest producer and U.S.-based Braidy Industries Inc. have signed an exclusive Letter of Intent to establish a joint venture to produce flat rolled aluminum products for the U.S. automotive industry, Braidy said. As part of the agreement, Rusal would get a 40 percent stake in the Kentucky project, and the rolling mill will commit to buy aluminum from a smelter being built in Siberia. Closely held Braidy said Rusal will invest "a potential \$200 million" in the mill, which will buy \$500 million of low-cost inputs from Rusal annually to feed the plant.

### **Musk Tweets Another Tesla Forecast in Midst of Talks With SEC**

Elon Musk, already in hot water over his Twitter use, posted another Tesla Inc. production forecast reminiscent of the one that landed him before a federal judge earlier this month. Musk wrote Sunday that Tesla will make more than 500,000 cars in the next 12 months. A similar tweet sent almost two months ago in which Musk said the company would build half a million vehicles in 2019 led the U.S. Securities and Exchange Commission to argue he was in contempt of a settlement reached with the regulator last year.



# News Impact

## **Oil Holds Loss as U.S. Stockpiles, Demand Outlook Sap Sentiment**

Oil held losses below \$64 a barrel as concerns over rising American crude inventories and slowing growth in the world's biggest economy weighed on sentiment. Futures in New York were little changed after dropping 0.8 percent on Monday. U.S. stockpiles, already at the highest since 2017, are set to rise for a fourth week, according to a Bloomberg survey before data due Wednesday. The S&P 500 Index of stocks halted three days of gains on Monday as disappointing bank earnings raised questions about the resilience of corporate America.

## **Good Monsoon Forecast Brings Relief to Indian Farmers and Modi**

India's forecast of plentiful rain during this year's monsoon comes as a relief to its farmers and Prime Minister Narendra Modi, who's seeking a second term in office in national elections currently underway. Annual rainfall during the June-September rainy season, which waters more than half of the country's farmland and is crucial for economic growth, is likely to be 96 percent of the long-term average, Madhavan Nair Rajeevan, secretary of the Ministry of Earth Sciences, told reporters. That means the monsoon will help fill reservoirs and irrigate crops, critical for the country's agriculture.

## **Scam DNA Tests May Be New Fraud Target, States Warn (Correct)**

Authorities in several states are warning about an alleged scam in which people visit senior-living communities and low-income neighbourhoods, offering to perform DNA tests and collecting information from people in government health programs. The alleged DNA-testing scams appear to be a new twist on an old tactic, in which people are tricked into giving away personal information or participating in medical services they don't need. Perpetrators of such schemes can bill the government for unneeded medical tests and procedures, or use the information they collect — such as Medicare and Medicaid identification data — to commit identity theft and fraud.

## **Shanghai Futures Decline on Slump in Chinese Car Sales**

Rubber futures in Shanghai declined after data showed vehicle sales in China fell in March, raising concerns over demand for the commodity from tire makers. China's passenger vehicle sales to dealerships fell 6.9 percent on the year to 2.02 million units in March. China's overall auto market remains sluggish and car makers have been counting on promotions to sell vehicles, according to the China Association of Automobile Manufacturers.

# News Impact

## **HNA Unit Defaults on Interest Payment, Faces Asset Seizures**

CWT International Ltd., controlled by HNA Group Co., failed to pay interest on a HK\$1.4 billion (\$179 million) facility, prompting lenders' demand for immediate repayment of the loan, the company said Tuesday. The logistics, commodity marketing and financial services company faces a repayment deadline of 9 a.m. April 17, according to a statement to the Hong Kong stock exchange. If it fails to settle the loan by then, the lenders will take possession of all charged assets, including its shareholding of CWT Pte, properties in the U.K and the U.S., and golf courses in China, it said. The charged ones represent a "vast majority" of its total assets, which stood at HK\$24.6 billion as of end-2018.

## **Ex-KKR China Heads Said to Raise \$2 Billion for New Buyout Fund**

KKR & Co.'s former China heads have raised \$2 billion for their debut private equity fund, according to people familiar with the matter. DCP Capital has committed 30 percent of the money for six deals in China, and the firm has also raised \$500 million for a fund denominated in yuan that focuses on domestic Chinese investments, the people said. DCP Capital founders David Liu and Julian Wolhardt secured the funding by touting their track record of almost three decades in China. Liu and Wolhardt are part of the first generation of private equity investors in the country, arriving in the 1990s. They worked together first at Morgan Stanley before moving to KKR in 2006, leaving a decade later to create DCP Capital.

## **Kim Jong Un Tests 'Tactical Weapon' in Signal Over Nuclear Talks**

North Korean leader Kim Jong Un oversaw the test-firing of a "new-type tactical guided weapon," state media reported, in a likely signal of displeasure over stalled nuclear talks with U.S. President Donald Trump. Kim personally supervised the demonstration conducted by the Academy of Defence Science on Wednesday, the official Korean Central News Agency said. The report was vague about the nature of the weapon, saying only that the "peculiar mode of guiding flight and the load of a powerful warhead were perfectly verified at the test-fire conducted in various modes of firing at different targets.

## **U.S., China Said to Aim for Early-May Announcement on Trade Deal**

Senior U.S. and Chinese officials are scheduling more face-to-face trade talks in an effort to reach a deal by early-May that President Donald Trump and his Chinese counterpart Xi Jinping could sign later that month, two people familiar with the plans said. U.S. Trade Representative Robert Lighthizer and Treasury Secretary Steven Mnuchin plan to travel to Beijing the week of April 29, according to the people, who spoke on condition of anonymity to discuss internal deliberations. The next week Chinese Vice Premier Liu He will come to Washington for negotiations. During his visit, officials want to announce the sides have struck a deal and details of a signing summit, probably set for late May.

# Events

## CORPORATE ACTION BONUS / RIGHTS / STOCK SPLIT / DIVIDEND / FCCB / M&A / WARRANTS ETC.

Company	Record Date	Ex-Date	Details
Schaeffler India Ltd			Cash dividend of INR20 effective 22/04/2019
Hexaware Technologies Ltd			Corporate meeting effective 23/04/2019
Huhtamaki PPL Ltd			Cash dividend of INR3 effective 24/04/2019
Sanofi India Ltd			Cash dividend of INR66 effective 25/04/2019
Mindtree Ltd			Cash dividend of INR3 effective 25/04/2019
Nestle India Ltd			Corporate meeting effective 25/04/2019
Carnation Industries Ltd			Corporate meeting effective 25/04/2019
DCW Ltd			Corporate meeting effective 25/04/2019
Stovec Industries Ltd			Cash dividend of INR40 effective 26/04/2019
ABB India Ltd			Cash dividend of INR4.80 effective 26/04/2019
Emmsons International Ltd			Corporate meeting effective 26/04/2019
Atul Ltd			Corporate meeting effective 26/04/2019
Foseco India Ltd			Corporate meeting effective 26/04/2019

### Domestic Events

**Upcoming Results:-** HDFC Bank Ltd., Lux Industries Ltd, Mahindra Lifespace Developers Ltd., Swaraj Engines Ltd., ACC Ltd., Coromandel International Ltd., ICICI Securities Ltd., Saska Technologies Ltd., Sterlite Technologies Ltd., Tata Global Beverages Limited., Agro Tech Foods Ltd., Bharti Infratel Ltd., ICI Prudential Life Insurance Company Ltd., Indiabulls Housing Finance Ltd., Mahindra & Mahindra Financial Services Ltd., Tata Elxsi Ltd., Ultratech Cement Ltd., Axis Bank Ltd., Biocon Ltd., GHCL Ltd., Maruti Suzuki India Ltd., Nestle India Ltd., Rallis India Ltd., Atul Ltd., HDFC Asset Management Company Ltd., HDFC Life Insurance Company Ltd., Hero Motocorp Ltd., Indian Energy Exchange Ltd., Yes Bank Ltd.

### Global Events

- **April 22, 2019:** U.S Existing Home Sales for March 2019
- **April 23, 2019:** U.S New Home Sales for March 2019.
- **April 24, 2019:** U.S. MBA Mortgage Applications for the month of April 2019
- **April 25, 2019:** Japan BOJ Policy Balance Rate for April 2019, U.S. Durable Goods Orders for March, U.S. Initial Jobless Claims for April 2019.
- **April 26, 2019:** Japan Jobless Rate for the month of March, Japan Industrial Production MoM for March, Japan Retail Sales MoM for March., U.S. GDP Annualized QoQ.

Source of News : The content may have been taken from The Economic Times, Business Standard, Business Line, Mint and other leading financial newspapers and financial portals BSE,NSE, Bloomberg, Moneycontrol & others.

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