



The Nifty previous session ended 0.93% up at 12,749.15. It opened on a positive note and remained extremely volatile throughout the session towards finishing off the day with another bullish body candle. A positive opening followed by positive movements across sector leaders helped the benchmark index move closer to the thick resistance zone placed in between the price band 12,800-12,840. Hence, staying cautious on rise is advised. Base support is now placed around 12,350 levels. Intraday retracement may find buyers around 12,500.

On the Nifty hourly chart; the benchmark index continues moving higher despite RSI and Stochastic oscillator hovering in the over-bought zone. ADX is pointing towards range-bound oscillation with positive bias in the price band of 12,500-12,800. Higher resistance is placed around 12,840 levels.

Nifty patterns on multiple time frames suggest; primary bullish trend suggests; it might get into consolidation in the price band of 12,500-12,800. Higher resistance is placed around 12,840.

### Nifty Crucial Supports & Resistances-

**Supports- 12500, 12350 Resistances- 12800, 12840**

### Open Positional Calls-

T+15 Positional Buy-  
|Cash Segment| TATA CONSUMER @ 480-475,  
TGT- 520 & 530, SL- 450

T+7 Positional Buy-  
|Cash Segment| CESC @ 580-575, TGT- 605 &  
625, SL- 550

T+7 Positional Buy-  
|Cash Segment| LUPIN @ 885-880, TGT- 920 &  
940, SL- 850

T+7 Positional Buy-  
|Cash Segment| JINDAL STEEL @ 216-214, TGT-  
230, SL- 206

T+7 Positional Sell-  
|Futures Segment| ACC Fut @ 1665-1670, TGT-  
1610, SL- above 1700

T+3 Positional Buy-  
|Cash Segment| BHARAT FORGE @ 495-494,  
TGT- 524, SL- 479

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## Nifty Intraday Chart



## Market in Retrospect

Indian equity markets, which at one point looked set to snap its seven-day record breaking run, managed to recoup all its losses to end near the highest point of the day and gain for the eighth straight session.

The NIFTY index ended 1% higher at 12,757. The broader markets represented by the NIFTY 500 Index ended 0.85% higher, ending at 10357. NIFTY Pharma was the top gainer, gaining by 3.59%, followed by NIFTY Media which ended by 3.46% higher. NIFTY PSU Bank was the top loser, losing by 0.47%

Tata Steel was the top gainer, gaining by 7.25%, followed by Hindalco and Axis Bank which gained by 6.08% & 4.29% respectively. Indusind Bank was the top loser, losing by 5.66%, followed by RIL and Titan, which fell by 4.19% & 2.35% respectively.

The Advance: Decline ratio stood at 987:862

## Market Turnover (In Crore) 11-11-2020

Name	Last	Previous
NSE Cash	81743.31	82625.68
NSE F&O	3638198.82	2713906.22
BSE Cash	4,287.20	4,320.33
BSE F&O	331.45	277.67

## FII Derivatives Flow (In Crore) 11-11-2020

Instrument	Purchase	Sale	Net
Index Future		NA	
Index Option			
Stock Future			
Stock Option			

## Institutional Flow (In Crore) 11-11-2020

Institution	Purchase	Sale	Net
FII	14549.31	8342.12	6207.19
DII	4578.17	8042.03	3463.86

\*Data not updated till 6PM

## NIFTY Top Gainers

Name	%1D	%5D	Day Vol	Avg 5 Day Vol
Tata Steel	7.25	17.34	36861833	19912280
Hindalco Industries	6.08	15.61	42959437	17521580
Axis Bank	4.29	15.90	50289937	27173570
Eicher Motors	4.11	10.93	2127849	1011267
Dr. Reddy'S	3.92	1.08	2707044	1363530

## NIFTY Top Losers

Name	%1D	%5D	Day Vol	Avg 5 Day Vol
Britannia Industries	0.44	0.64	1141508	767981
Asian Paints	0.82	0.56	2387398	2165820
Titan	2.35	4.86	2872916	2308843
RIL	4.19	4.39	26178477	23705620
Indusind Bank	5.66	16.21	51561819	34939500

## Bulk and Block Deals

<https://www.nseindia.com/products/content/equities/equities/bulk.htm>  
<http://www.bseindia.com/markets/equity/EQReports/BulknBlockDeals.aspx>

## Sensex Intraday Chart



## Market in Detailed (Updated after 4:00 PM)

### Indian Indices

Name	Index	Net Chng	%1D	%5D	%1M	%3M	%1Y
Sensex	43593.67	316.02	0.73	7.33	7.61	13.50	8.05
Nifty	12749.15	118.05	0.93	7.06	7.01	12.60	7.01
BSE M Cap	15663.13	119.09	0.77	3.82	6.08	8.83	6.02
BSE S Cap	15283.22	51.57	0.34	2.69	2.12	10.45	13.23
Nifty MC 100	18075.00	67.05	0.37	4.08	5.74	11.18	7.51
BSE Auto	18615.20	319.56	1.75	4.33	0.96	7.83	1.78
BSE Capgoods	15655.75	211.32	1.37	7.98	13.41	17.16	14.42
BSE FMCG	11378.15	112.53	1.00	3.66	2.66	3.58	5.39
BSE Metal	9265.10	314.50	3.51	11.54	12.64	7.09	4.84
BSE Oil&Gas	12915.69	123.58	0.97	8.71	6.10	3.29	15.67
BSE Healthcare	19484.37	558.75	2.95	0.54	4.02	0.54	48.44
BSE Power	1849.54	31.94	1.76	6.51	13.53	18.19	5.56
BSE Realty	1868.55	12.33	0.66	5.02	9.92	13.96	13.93
BSE ConsDur	25453.31	335.54	1.30	3.20	3.66	16.21	1.97
BSE Bank	33114.55	356.42	1.09	12.04	22.81	31.23	6.08
BSE IT	21637.25	433.88	2.05	1.72	1.68	19.23	42.98

### Bond Markets

Name	Yield	Net Chng	%1D	%5D	%1M	%3M	%1Y
US	0.98	0.02	1.65	27.84	26.06	52.03	49.77
UK	0.42	0.02	4.99	103.38	50.36	110.50	48.09
Brazil	3.35	0.01	0.42	7.23	5.15	1.90	14.06
Japan	0.04	0.00	8.89	7.90	13.89	24.24	165.08
Australia	0.99	0.07	8.04	25.51	16.94	14.52	23.30
India	5.91	0.01	0.14	0.61	0.49	0.73	10.04
Switzerland	0.41	0.01	2.23	21.03	16.06	14.32	3.25
Germany	0.48	0.00	0.41	24.30	8.35	1.05	97.14

### Currency

Name	Rate	Net Chng	%1D	%5D	%1M	%3M	%1Y
INR	74.37	0.19	0.26	0.52	1.48	0.54	3.91
USD Index	92.92	0.17	0.19	0.52	0.14	0.75	5.37
YUAN	6.62	0.00	0.04	0.50	1.91	4.94	5.90
GBP	1.33	0.00	0.12	2.06	1.47	1.59	3.12
EUR	1.18	0.00	0.28	0.48	0.26	0.36	6.79
YEN	105.46	0.16	0.15	0.89	0.12	0.98	3.40

### Freight

Name	Index	Net Chng	%1D	%5D	%1M	%3M	%1Y
Baltic Dry	1200.00	7.00	0.58	4.99	36.58	20.53	10.78
Baltic Dirty	405.00	2.00	0.50	0.00	1.70	18.51	55.10
SG Dubai HY	1.19	0.38	46.91	101.69	80.30	4066.67	31.21

### Global Indices

Name	Index	Net Chng	%1D	%5D	%1M	%3M	%1Y
Dow Jones	29420.92	262.95	0.90	7.06	2.92	6.26	6.25
Nasdaq	11553.86	159.92	1.37	3.52	0.23	7.15	36.50
S&P 500	3545.53	4.97	0.14	5.23	1.97	6.35	14.85
FTSE100	6333.37	36.37	0.58	7.65	5.26	2.91	13.58
CAC40	5447.15	28.79	0.53	10.66	10.13	8.35	7.57
DAX	13220.69	56.23	0.43	7.26	1.29	2.10	0.16
Mexico IPC	40404.58	752.06	1.90	7.84	4.96	4.39	7.32
Brazil Bovespa	105067	1551.80	1.50	9.47	7.78	2.83	3.05
Russian RTS	1251.23	18.40	1.49	12.92	7.47	3.45	14.35
Japan Nikkei	25349.60	444.01	1.78	6.98	7.32	11.43	8.65
Hang Seng	26226.98	74.50	0.28	5.39	8.74	5.37	2.60
Taiwan Index	13262.19	180.47	1.38	3.06	2.91	3.77	16.06
Shanghai Comp	3342.20	17.95	0.53	1.98	2.14	0.06	14.85
KOSPI	2485.87	33.04	1.35	5.45	3.93	2.78	17.03
Malaysia KLCI	1570.08	4.99	0.32	7.20	2.60	0.34	2.37
Jakarta Comp	5509.51	46.77	0.86	7.92	9.02	6.15	10.40
Philippine SE	7024.26	11.22	0.16	8.67	18.42	17.98	12.30
Thai Exch	1345.34	4.10	0.31	10.05	6.17	0.64	17.06

### Indian Indices

Name	Index	Net Chng	%1D	%5D	%1M	%3M	%1Y
NYMEX Crude	42.97	1.62	3.92	9.78	5.86	3.29	24.41
BRENT Crude	45.23	1.64	3.76	9.75	4.46	1.03	21.96
Natural Gas	2.94	0.01	0.27	3.45	8.21	2.06	8.93

### LME

Name	Index	Net Chng	%1D	%5D	%1M	%3M	%1Y
Gold(\$/Ounce)	1876.91	0.52	0.03	1.37	2.78	1.83	28.91
Silver(\$/Ounce)	24.25	0.00	0.01	1.40	3.65	2.24	43.76
Aluminium	1887.80	12.30	0.66	0.95	3.29	7.84	3.88
Copper	6913.25	10.00	0.14	1.56	2.15	8.13	16.96
Zinc	2629.25	1.25	0.05	2.91	8.69	10.33	4.19
Lead	1831.25	17.50	0.96	1.81	1.82	2.59	13.27

### Agro Commodities

Name	Price	Net Chng	%1D	%5D	%1M	%3M	%1Y
Coffee	111.35	1.35	1.23	5.40	2.15	3.97	7.82
Cotton	71.98	0.33	0.46	1.11	5.20	11.89	4.21
Sugar	14.62	0.06	0.41	0.20	2.74	9.76	7.66
Wheat	610.25	1.75	0.29	0.70	2.78	21.14	13.17
Soybean	1155.50	9.50	0.83	6.38	8.42	31.46	20.21

### GAIL

GAIL India Ltd reported 8.5 per cent drop in September quarter net profit after losses on gas marketing offset gain made in the gas transportation business. Consolidated net profit of INR1,068.16 crore, or INR2.47 per share, in July-September, is as compared with INR1,167.58 crore, or INR2.59 a share, net profit in the year-ago period. Turnover slipped 23.7 per cent to INR14,104.80 crore largely due to lower gas prices during the quarter. The company said after relaxations in the lockdown conditions and with the resumption of economic activities, the volumes picked up in all segments to normal levels in the quarter under review. The physical performance improved by 18 per cent in natural gas transmission, 9 per cent in gas marketing, 10 per cent in LPG transmission, 22 per cent in petrochemical sales and 12 per cent in liquid hydrocarbon sales. GAIL reported a pre-tax loss of INR334.55 crore on its natural gas marketing business as the pandemic impacted demand. The loss was however lower than INR614.06 crore pre-tax loss in April-June. The business had INR241.72 crore of pre-tax profit in July-September 2019.

### Mahindra & Mahindra

Mahindra & Mahindra (M&M) reported 88% decline in net profit to INR162 crore in Q2 FY21 from INR1355 crore in Q2 FY20. The results include the combined earnings of M&M and Mahindra Vehicle Manufacturers. M&M's profit before tax in Q2 September 2020 stood at INR587 crore, down by 67% from INR1758 crore in Q2 September 2019. Revenues rose by 6% year-on-year (YoY) to INR11,590 crore during the quarter. The company incurred an exceptional expenditure of INR1,149.46 crore in Q2 September 2020 towards impairment provision for certain long-term investments. While total vehicle sales declined by 21% to 87,332 units, tractor sales jumped by 31% to 89,597 units in Q2 FY21 over Q2 FY20. Total exports (vehicles and tractors) during the September quarter tumbled 33% YoY to 7,103 units. The company said that in Q2 FY21, the Indian auto industry including 2-wheeler was just 1% lower than the comparative quarter in the previous year. It is after six quarters that the industry had shown a flat performance with the passenger vehicle (PV) industry growing 17% after eight consecutive quarters of de-growth.

### Aarti Industries

Aarti Industries fell 2.16% to INR1059.30 after consolidated net profit fell 5.5% to INR143.50 crore on 18.7% jump in net sales to INR1,172.64 crore in Q2 September 2020 over Q2 September 2019. Consolidated profit before tax (PBT) fell 3.1% to INR177.16 crore in Q2 September 2020 as against INR182.89 crore in Q2 September 2019. Current tax expense for the quarter slipped 1.1% to INR26.62 crore as against INR26.92 crore in Q2 September 2019. The board declared an interim dividend of INR1.50 (30%) per equity share of INR5 each for the FY 2020-21.

### Godfrey Phillips India

Godfrey Phillips India Ltd reported a 9.23 per cent fall in consolidated net profit at INR103.06 crore for the second quarter ended September 30, 2020. The company had reported a net profit of INR113.54 crore in July-September quarter a year ago. Total revenue from operations rose 9.50 per cent to INR822.21 crore during the quarter under review as against INR750.81 crore in the corresponding period of the previous fiscal. Godfrey Phillips India's total expenses also rose 8.76 per cent to INR709.21 crore during the quarter as against INR652.08 crore in the year-ago period.



### Aster DM Healthcare

Aster DM Healthcare posted over six-fold increase in its consolidated net profit at INR42.25 crore for the second quarter ended September 30. The company had reported a net profit of INR6.87 crore in the July-September period of previous fiscal. Total income during the period rose to INR2,275.65 crore as against INR2,091.01 crore in the year-ago period. Total income during the period rose to INR2,275.65 crore as against INR2,091.01 crore in the year-ago period.

### Bata India

Bata India reported a consolidated net loss of INR44.32 crore in the second quarter ended September 30 as it moved towards recovery from the coronavirus pandemic-induced disruptions. The company had posted a consolidated net profit of INR71.30 crore in the corresponding quarter last fiscal. Revenue from operations stood at INR367.87 crore during the quarter under review as against INR721.96 crore in the year-ago quarter.

### Exide Industries

Exide Industries Ltd. reported a 3.59% drop in its standalone net profit at INR228.77 crore in the second-quarter (Q2) ended September 30, 2020, compared to INR237.29 crore profit clocked in the corresponding period last year. Revenue from operations grew by 5.5 % on a standalone basis to INR2,753.38 crore during the period under review as against INR2,610.86 crore same period last year. The company is focussing on cost control, technology upgradation and cash flow management as strategies to improve profitability and liquidity.

### GMR Infra

Net Sales at INR1,293.76 crore in September 2020 down 35.89% from INR2,018.17 crore in September 2019. Quarterly Net Loss at INR750.03 crore in September 2020 down 63.58% from INR458.50 crore in September 2019. EBITDA stands at INR293.89 crore in September 2020 down 62.78% from INR789.58 crore in September 2019.

### Hindustan Copper

Hindustan Copper reported 53 per cent decline in consolidated net profit at INR9.15 crore for the quarter ended September 30. The company had posted a net profit of INR19.47 crore in the year-ago period. Revenue from operations during the quarter under review increased to INR294.67 crore from INR287.65 crore a year ago.

### Alkyl Amines Chemicals

Net profit of Alkyl Amines Chemicals rose 21.49% to INR65.47 crore in the quarter ended September 2020 as against INR53.89 crore during the previous quarter ended September 2019. Sales rose 23.96% to INR291.27 crore in the quarter ended September 2020 as against INR234.97 crore during the previous quarter ended September 2019.

### Info Edge

Net profit of Info Edge (India) reported to INR328.03 crore in the quarter ended September 2020 as against net loss of INR109.29 crore during the previous quarter ended September 2019. Sales declined 20.83% to INR260.91 crore in the quarter ended September 2020 as against INR329.54 crore during the previous quarter ended September 2019.

### Kaveri Seed

Net profit of Kaveri Seed Company rose 72.12% to INR23.46 crore in the quarter ended September 2020 as against INR13.63 crore during the previous quarter ended September 2019. Sales rose 13.90% to INR134.02 crore in the quarter ended September 2020 as against INR117.66 crore during the previous quarter ended September 2019.

### Motherson Sumi

Motherson Sumi Systems Limited reported a 2.6% growth in net profit for the September quarter as over 80% manufacturing facilities across the globe ramped up production to over 75% capacity utilisation. The company reported an after-tax profit of INR388 crore as against INR378 crore during the same quarter last year. Revenue declined by 2% to INR14,957 crore. Earnings before interest, tax, depreciation and amortisation (EBITDA) grew by 15.2% to INR1,392 crore. EBITDA margin improved by 138 basis points to 9.3%. The company's net debt stood at INR7,512 crore as of 30 September, down from INR9,083 crores at the beginning of the quarter. Liquidity position improved to INR11,629 crore from INR10,037 crore during this period. During the quarter, the company raised over INR3,000 crores at a lower cost than its current borrowing. This included INR2,130 crore of non-convertible debentures and a 5-year term loan of INR1,000 crore.

### Raymond

Net Sales at INR674.21 crore in September 2020 down 64.2% from INR1,883.17 crore in September 2019. Quarterly Net Loss at INR136.59 crore in September 2020 down 262.68% from INR83.96 crore in September 2019. EBITDA stands negative at INR51.81 crore in September 2020 down 121.89% from INR236.63 crore in September 2019.

### Sadbhav Infrastructure Projects

Net Loss of Sadbhav Infrastructure Projects reported to INR65.70 crore in the quarter ended September 2020 as against net loss of INR66.92 crore during the previous quarter ended September 2019. Sales declined 52.14% to INR283.05 crore in the quarter ended September 2020 as against INR591.41 crore during the previous quarter ended September 2019.

### Tata Power

Tata Power posted a 10% increase in consolidated net profit at INR371 crore for the quarter ended September 2020. Consolidated PAT stood at INR371 crore (in July-September 2020) up by 10 per cent as compared to INR339 crore in Q2 FY20 due to stable performance across businesses. On a consolidated basis, Tata Power Group's Q2 FY21 revenue was up by 15 per cent at INR8,413 crore as compared to INR7,329 crore last year. For electric vehicle (EV) charging, 203 public charging points have been installed and the geographical presence has been increased to 23 cities. Tata Power Solar booked 347 MW of new solar/hybrid bids. The solar EPC order book stands at INR8,687 crore.

### TTK Prestige

Net profit of TTK Prestige declined 18.30% to INR65.64 crore in the quarter ended September 2020 as against INR80.34 crore during the previous quarter ended September 2019. Sales rose 5.00% to INR636.63 crore in the quarter ended September 2020 as against INR606.30 crore during the previous quarter ended September 2019.

### Hindalco

Hindalco posted a 60 per cent year-on-year (YoY) fall in consolidated net profit at INR387 crore for the quarter ended September 30 after considering net loss from running and divestiture of discontinued operations of INR1,398 crore. However, profit from continuing operations increased by 83 per cent YoY to INR1,785 crore. Consolidated revenue from operations grew 5.32 per cent YoY to INR31,237 crore. EBITDA from aluminium India business increased 32 per cent YoY and 25 per cent QoQ to INR1,066 crore, while margins witnessed a rise of 760 basis points YoY to 22 per cent. Consolidated net debt to EBITDA stood at 3.52 times as on September 30 against 3.83 times in the preceding quarter ended June 30.

### Coal India

Coal India posted 16.31 per cent year-on-year (YoY) fall in consolidated net profit at INR2,948.12 crore for the quarter ended September 30. It had reported a profit of INR3,522.70 crore for the corresponding quarter last year. Coal India's consolidated revenue from operations increased by 3.78 per cent YoY to INR21,153.07 crore. On the other hand, total expenditure of the company increased to INR18,177.82 crore from INR17,734.44 crore. Offtake of raw coal increased 9.41 per cent YoY to 133.96 million tonnes, while production jumped by 10.56 per cent YoY to 114.98 million tonnes. The board also approved an interim dividend of INR7.50 per share.

### Abbott India

Abbott India reported a 1.34 per cent increase in net profit at INR180.73 crore for the second quarter ended September 30. The company had posted a net profit of INR178.33 crore in July-September quarter of previous fiscal. Revenue from operations remained flat at INR1,054.85 crore during the quarter under review as compared with INR1,054.80 crore in the year-ago period.

### Bharat Forge

Bharat Forge reported a consolidated net loss of INR1.32 crore in the second quarter ended September 30 hit by the coronavirus pandemic induced disruptions. The company had posted a consolidated net profit of INR205.49 crore in the same quarter last fiscal. Consolidated revenue from operations during the period under review stood at INR1,376.09 crore as against INR2,155.20 crore in the year-ago period. The consolidated quarterly weak financials reflect the full impact of COVID-19 lockdown on our overseas manufacturing operations in Europe and North America during April-June period. Despite governmental assistance, they recorded an EBITDA loss of INR334 million. As a result, every segment of the commercial vehicle (CV) industry witnessed a rise in demand, but demand was more robust on LCV and ICV as compared to the M&HCV segment. The M&HCV production was down 41 per cent in Q2 FY21 compared to the same period last year.

### Finolex Cables

Finolex cables, one of India's major manufacturer of electrical and communication cables, reported 10.7% lower Sep-20 quarter top line sales revenues at INR639.41cr. Finolex services the electrical cables segment predominantly and their business demand is largely industrial in nature. That explains the sharp fall in top line and bottom line in Jun-20 quarter. For the Sep-20 quarter, the operating profits were down 6.46% at INR81.57cr. However, the operating margin or OPM was marginally higher moving from 12.18% in the Sep-19 quarter to 12.76% in the Sep-20 quarter on the back of a lower sales base. Profit after tax (PAT) for the Sep-20 quarter was down 19.28% at INR102.39cr. This resulted in PAT margins contracting from 17.72% to 16.01% in Q2 on a yoy basis. Electrical cables are the principal product of Finolex Cables. It accounts for 67% of the revenues of Finolex Cables but a whopping 95% of the EBIT profits of the company. Hence, the impact of COVID on industrial demand hurt the company and also bottom line. As a strategy, the company is now focusing more on distribution.

### Indraprastha Gas

The natural gas distribution company's consolidated net profit slipped 8.50% to INR380.45 crore on 23.07% decline in revenue from operations to INR1,440.74 crore in Q2 September 2020 over Q2 September 2019. On a consolidated basis, profit before tax (PBT) declined 4.19% to INR392.87 crore in Q2 September 2020 as against INR410.08 crore in Q2 September 2019. Total tax expense for the quarter stood at INR12.42 crore as against a tax rebate of INR5.74 crore in Q2 September 2019.

### LIC Housing Finance

LIC Housing Finance reported 2% increase in standalone net profit for the quarter ending 30 September, 2020 at INR791 crore. It was INR772 crore in the year-ago period. The standalone revenue from operations remained nearly flat at INR4,969 crore as compared to INR4,972 crore in September 2019. The company, promoted by the country's largest insurer LIC, is mainly engaged in providing loans for purchase or construction of residential houses.



## Himatsingka Seide Ltd.

- In Q2FY21, on the retail front there has been completion of phased store opening of all major retail chain across North America and Europe.
- Visible strong demand of home improvement products was noticed. E-commerce sales saw substantial increase along with continued enhancement towards home assortments by department stores and specialty chain stores.
- There has been a huge increase in demand for soft home products across its key markets and thus company has robust order book and visibility for H2FY21.
- HSL's consolidated EBITDA was impacted on account of COVID-19 related interruptions at its manufacturing facilities during the months of August and September. Company was constrained in operating its facilities at the required levels of utilization mainly due to work force and supply chain which resulted in lower manufacturing throughput, impact on its product mix, reduced gross margins and a lower operating EBITDA.
- Its operating performance was also impacted by Foreign exchange translation losses of ~Rs. 10 cr in Q2FY21. Company was also hit by ~Rs. 2 cr due to stores closure of its luxury chain.
- Company is focusing on ramping up its Sheeting and Terry Towel manufacturing facilities and expects to surpass pre-Covid levels of operation in H2FY21. It also expects to reach its normal level of Gross and EBITDA margins ahead.
- Going ahead company's capex would be organic at ~Rs. 80 cr per year.
- HSL remain focused on optimizing the working capital cycles and has reduced inventory levels by ~Rs. 290 cr to Rs. 790 cr levels (~25-30%) during H1FY21. But moving ahead the rate of reduction would be range bound.
- As of H1FY21 its consolidated gross debt stood at Rs. 2,592 cr vs Rs. 2,814 cr in FY20; term debt stood at Rs. 1,755 cr and working capital debt at Rs. 837cr. Its cash and cash equivalents are Rs. 238 cr in H1FY21 vs Rs. 224 cr in FY20. Net debt outstanding as of H1FY21 is Rs. 2,354 cr vs Rs. 2,590 cr in FY20
- As per the management the heightened demand was also due to its increase in capacity utilization, new product offering and broadening client base apart from the pent up demand on account of pandemic impact.
- It is continuously adding clients in North America and European portfolio. Company's product category expansion also has been robust specially in bathe segment.
- Revenue from brands continues to be stable and company continues to explore opportunities to enhance brand portfolio along with an uptick in private level businesses.
- Currently company operates 4 manufacturing facilities and has over 12 brands. Its Sheeting facility has capacity of 61 mn meter pa, Terry Towel plant has 2,500 tpa capacity and spinning is equipped with 211,584 spindles.

### Amber Enterprises India Ltd

- Q2FY21 consolidated revenue declined 35% YoY at Rs 4079 million, led by decline in RAC revenue, which de-grew 53% YoY at Rs 1470 million. Revenue from Component segment was down 16% YoY at Rs 2610 million.
- EBITDA was down 41% YoY at Rs 216 million, while margins declined 600bps YoY at 5.3%.
- Consolidated PAT was down 77% YoY at Rs 28 million. (vs Rs 239 million loss in Q1FY21)
- According to company, Indian RAC Industry de-grew by 32-33% during H1FY21; Amber's H1FY21 volume was down 73% YoY.
- Channel inventory is back to the normal level of 6-7 lac RAC units against 2.2-2.4 mn units in previous quarter.
- Added 4 large new customers for RACs, and in talks with 4 more clients. Company has launched new range of commercial ACs.
- Took certain cost reduction measure; benefits of some will retain in future.

### Subsidiary performance

#### Sidwal

- With new orders received from DMRC worth Rs 980 mn, Q2FY21 end order-book stood at Rs 3500 mn, executable over 1.5-2 years.
- Company has strengthened its product portfolio for Railways, Metros and buses.
- The commercial AC (ductable) market size is close to Rs 40 bn; while total market size is estimated at Rs 65 bn.

#### PICL

- Working on new product development for various segments and markets. Has Widened product offering from PLC to BLDC Motors.
- PICL's export share is expected to increase to 40% in next 2 years from 20% currently.
- In talks with various customers to launch motors for washing machine and high voltage motors for commercial AC segment.
- Received RFQ from large, US and Middle East based customers.

#### IL JIN & EVER

- Revenue share from both subsidiaries is expected to increase going forward. Adding new customer for both subsidiaries.
- Expect more business post reliability test of own developed inverter ACs PCBA, expect more business.

### On exports opportunity

- Sees big opportunity in exports. Company is getting RFQs from big overseas players for import of RACs and components. However, it will play out over a medium to longer term horizon.
- On components side, reliability test have been done for some customers and started exports of Motors and Heat Exchangers. For new customers, tests to be completed by early Q4FY21 and expected to exports in CY21. Also in talks with various players for PCBAs export.
- US imports ~20 mn RACs annually. Company is targeting US markets and also Middle East and countries like Bangladesh, Sri Lanka.
- It has opened a sales office in US; started exporting commercial ACs to US. Expect export orders to come in FY22 for RAC segment.

### Components business has huge potential

- Company sees huge business potential in the components business going forward. Company has 6 verticals in components and the addressable market is huge. In India, ~25% of the value addition in RAC is done locally while ~75% components are imported.
- RAC components worth Rs 55-60 bn are being imported. The addressable market for components could be \$2 bn in next few years.

### Impact of recent ban on import of refrigerant filled RACs

- DGFT's ban on imports of RACs filled with refrigerant is positive for brands/ OEMs as it will promote local manufacturing and sourcing.
- However, the benefits could be visible Feb-21 onwards, as the importers are already sitting on some inventories, and for orders where letter of credit has been released, imports will be allowed.
- On cost front, Amber is at par with Chinese and Thailand players in over 1 ton range ACs.

### Outlook

- To focus on increasing market penetration, increasing wallet share with existing customers, add new customers, create foothold in the export market, and enhance products with new technology by focusing on R&D.
- Company sees Q3FY21 volume growth to be flat YoY, while good demand is expected in Q4FY21 as the peak season start from March end and Industry players expects 2021 summer season to be hotter compared to current year.
- In Next 3-4 years time, company expect RAC:Component business ratio to be 50:50 from 60:40 currently.

### What Consumer Goods Firms' Q2 Earnings Say About India's Economy

- India's consumer goods makers saw an improvement in volumes and revenue in the quarter ended September, suggesting that consumption is slowly recovering.
- Aggregate volume growth of Hindustan Unilever Ltd., Dabur India Ltd., Marico Ltd. and Godrej Consumer Products Ltd. stood at 8.45% compared with 4.45% a year earlier. It was driven by higher demand for food, hygiene and immunity-boosting products as majority of consumers avoided going outdoors in July-September.
- Demand, however, is still largely driven by food products even as personal and home care categories are recovering slowly. That points to a slow recovery in a year.
- India's consumer goods makers, despite being classified an essential service, faced supply-chain and labour issues as the lockdown forced workers to migrate back to hinterlands.
- Demand improved after the nation restarted most activities to boost sentiment and growth. Consumption was partly aided by rural demand.



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Company	Details
Emami Ltd	Cash dividend of INR4 effective 12-11-2020
Birlasoft Ltd	Cash dividend of INR1 effective 12-11-2020
Thyrocare Technologies Ltd	Cash dividend of INR10 effective 12-11-2020
NACL Industries Ltd	Cash dividend of INR0.1 effective 12-11-2020
Chambal Fertilizers and Chemicals Ltd	Cash dividend of INR3 effective 12-11-2020
Suumaya Lifestyle Ltd	Cash dividend of INR0.25 effective 12-11-2020
Ajanta Pharma Ltd	Cash dividend of INR9.50 effective 12-11-2020
Kansai Nerolac Paints Ltd	Cash dividend of INR1.25 effective 12-11-2020
Sundram Fasteners Ltd	Cash dividend of INR1.30 effective 12-11-2020
Bright Brothers Ltd	Corporate meeting effective 12-11-2020
Tirupati Foam Ltd	Corporate meeting effective 12-11-2020
SORIL Infra Resources Ltd	Corporate meeting effective 12-11-2020
Rico Auto Industries Ltd	Corporate meeting effective 12-11-2020
Global Education Ltd	Stock dividend of INR4.10 effective 12-11-2020

### Domestic Events

- **Upcoming Result:** Ador Welding, Alchemist, Amrutanjan Health Care, Arvind Fashions, Avanti Feeds, Bharat Dynamics, Cochin Shipyard, DCM Shriram Industries, East Coast Steel, Eicher Motors, Everest Kanto Cylinder, Fortis Healthcare, Gujarat Fluorochemicals, HEG, Housing And Urban Development Corporation, Jai Corp, Jindal Poly Films, Jubilant Foodworks, KNR Constructions, La Opala Rg, Mahanagar Gas, Natco Pharma, Page Industries, Simplex Infrastructures, Skyline Ventures India, SPML Infra, Suprajit Engineering, TVS Srichakra, West Coast Paper Mills

### Global Events

- China Inflation for October 2020.
- Japan Current Account Balance for September 2020.
- Euro Area ZEW Economic Sentiment Index for November 2020.

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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