

MARKET pulse.se



Dear Investors,

MARKET PULSE, the monthly report from ACMIL, aims to provide insightful perspectives on all aspects of the market, the Fundamental, Technical, and Derivatives. The report contents

Market Update

- Domestic & Global Update

Q1FY21 Result Update

- Ashok Leyland Limited
- CCL Products Ltd
- Indian Hotels Limited
- JK PaperLtd
- KEC International Limited
- MOLD-TEK PACKAGING LTD
- PSP Projects Ltd
- Rites Ltd

Technical Report

- Nifty View
- Bank Nifty View
- Bhartiartl
- Sunpharma

Derivatives Report

- Rollover Report

Retail Research Call Performance

Event Calendar

MARKET PULSE aims to capture the market in all its hues and colors and provides a range of information that helps in making wise investment decisions.

Regards,
Research Team
ACMIL

Contents

Overall Outlook	4
Result Updates.....	5
Technical View	13
Derivatives Report	17
Retail Research Call Performance Report	19
Event Calendar	22

Domestic Market Update

Indian equity market extended its upward momentum for the third straight month. The Key Indices such as Nifty and Sensex rose 2.8% and 2.7% respectively during the August month. Continued buying from foreign investors amid positive global markets and further opening up of lockdown helped markets to extend the gains. Further, broader markets outperformed with Midcap and Small cap rose by 10% and 7% respectively. Meanwhile, net inflows from FIIs rose to Rs.40,204Cr in August, from a net purchase of Rs.9,505Cr the previous month. This is the highest monthly purchase of Indian shares by FIIs since September 2010. Moreover, Domestic institutions continued to exit at higher levels and sold Rs. 2932Cr in equities during the month. On the sectoral front Metal index gained by 17.2% followed by indices such as Industrials, Power, Capital Goods and Realty increasing by 13.5%, 13.3%, 12.1 and 11.0%, respectively. The FMCG index underperformed the benchmark. After a long phase of underperformance, bank nifty outperformed the benchmark with 10% gain. On the other hand, for Q1FY21 Results, corporate India posted better numbers against the expectation of washout due to nationwide lockdown. More than half of the Nifty companies have produced better than consensus results, led majorly by financials & NBFCs due to decline in their moratorium book and standstill on asset quality classification.

On Macro front, The Indian economy shrank 23.9% during the April-June quarter this year, confirming fears of a slide across several industries and services that are severely impacted by COVID-19-induced disruptions. However on the positive side, PMI manufacturing expands for the first time in five months in August. India's purchasing managers' index for manufacturing rose to 52 in August from 46 in July. Also, The Indian automobile manufactures are seeing signs of a turnaround from the lockdowns woes, with sales picture improving amidst positive sign of recovery. India's largest car manufacture Maruti Suzuki registered 17% growth in overall sales led by a 20% jump in domestic sales. Going ahead, the domestic market will watch the following events very closely.

1. Update on Coronavirus spread and lockdown
2. Crude oil and Rupee movement

Global Market Update

On the global front, global Indices outperformed compared to domestic indices with Dow Jones and Nasdaq witnessing a gain of 8% and 10% respectively in the month, while the European Indices FTSE 100 and CAC 40 gained by 1.1% and 3% respectively whereas DAX rose by 5%. Asian counterparts Shanghai Index gained by 2.3% while Hang Seng Index witnessed a gain by 2% and Japans Nikkei Index gained by 7%. The swift and sizeable Covid-19 policy response from central banks and governments has managed to cushion the economic shock and lift markets, as policymakers aimed to build a bridge to the other side of the virus. US dollar index weakened after Fed Chairman Jerome Powell said that the Fed would seek to keep inflation at 2%, on average.

Global Indices Performance

Index	31-Aug-20	31-Jul-20	Change MoM
Dow Jones	28530	26428	7.95%
S&P 500	3500	3271	7.00%
Nasdaq	11776	10745	9.60%
CAC 40	4947	4784	3.41%
DAX	12945	12313	5.13%
FTSE 100	5963	5898	1.10%
Nikkei 225	23140	21710	6.59%
Hang Seng	25177	24595	2.37%
Shanghai	3396	3310	2.60%
Nifty 50	11387	11073	2.84%
BSE Sensex	38628	37606	2.72%
Brent Crude (\$)	45.58	43.3	5.27%
WTI Crude (\$)	42.61	40.27	5.81%

Sources: Yahoo Finance /BSE

Accumulate

Key Data

Date Price	03/09/2020
Sector	Auto
CMP	69.50
BSE Code	500477
NSE Code	ASHOKLEY
Face Value (Rs)	1
Mkt Cap (Rs Cr)	22442
52 Week High	87.5
52 Week Low	33.70

Source : BSE

Ashok Leyland Limited

During Q1FY21, the company's revenue de-grew by 89% YoY to Rs.6,509mn due to impacted by outbreak of COVID-19 and lower demand segments of CV. However, realization grew by 19% because of BS VI price hikes. Aftermarket and Spares revenue segment was much better in Q1FY21.

The Company reported a operating loss of Rs. 3332mn on account of weaker operating leverage and very low volumes. The company had reported loss of Rs.3871mn.

The management believes CV industry to perform strong and expects positive pressure on volumes from 3QFY21 onwards. The company has robust plans to launch new products from modular platform in the near future. The management expects LCV volumes to catch up early as compared to MHCVs

Management stated that the capex is expected to be range of Rs.500-600 Crores in FY21 and if demand goes well then the company may increase the capex level.

Industry conditions remain tough due to challenging economic environment. Recovery is expected to happen from H2FY21E and FY22E could be a cyclically strong year for the industry. We believe

Ashok leyland remains well placed to benefit from recovery in MHCV cycle given strong market share, extensive product offerings and strong balance sheet. At the current price of Rs.69.50, ALL is trading at 20.44x its FY22E EPS of Rs.3.4. We recommend to **"Hold"** the stock.

Financial Snapshot

Rs in mn	Q1FY21	Q1FY20	% Chg	Q4Y20	% Chg
Net Income	6,509	56,839	-89%	38,385	-83%
Op exp	9841	51469	-81%	36555	-73%
EBITDA	-3,332	5,370	-162%	1,830	-282%
PAT	-3871	2503	-254.7%	114	-3496%
EPS	-1.32	0.86	--	0.04	-62%

Source: BSE India

* Financial Performance on Standalone basis

Accumulate

Key Data

Date	03/09/2020
Sector	Tea & Coffee
CMP	253
BSE Code	519600
NSE Code	CCL
Face Value (Rs)	2
Mkt Cap (Rs Cr)	3247
52 Week High	292.20
52 Week Low	137

Source : BSE

CCL Products Ltd

During Q1FY21, company's revenue grew by 7% YoY to Rs.2892mn. EBITDA fell 9.4% YoY to Rs 629 mn and EBITDA margin slipped 390bps YoY to 21.7% as its high-margin freeze dried plant operated at lower utilization levels due to the lockdown. Despite fall in EBITDA, CCL's net profit increased 11.0% YoY to Rs385 mn due to lower tax rate in Q1FY21.

CCL expects volumes to increase YoY in FY21, though it refrained to giving specific guidance given the dynamic environment. Its Vietnam expansion of 3,500 tonnes will be complete by Q3FY21. CCL aims to spend Rs.1,200mn towards capex in FY21 on agglomeration plant, Vietnam expansion and maintenance capex.

Management highlighted that overall coffee consumption has not been affected during the Covid-19 outbreak as the decline in institutional demand has been offset by rise in household consumption across the globe.

The company has a debt of Rs. 3000 and expects to clear it by FY23-24 with an average annual repayment of Rs 760mn.

At the current price of Rs.253, the stock trades at 16x its FY22E EPS of Rs 15.8. We believe ramp up of existing as well as incremental capacity, focus on domestic brand business and improving product mix would place CCL on a high-growth trajectory. Hence, we recommend **"ACCUMULATE"** rating.

Financial Snapshot

Rs. mn	Q1FY21	Q1FY20	% Chg	Q4FY20	% Chg
Net Income	2892	2712	7%	2646	9%
Op exp	2263	2037	11%	1938	17%
EBITDA	629	694	-9%	708	-11%
% margin	21.7%	25.6%	-390bps	26.8%	-510bps
PAT	385	347	11.0%	422	-9%
% margin	13%	13%	--	16%	-300bps
EPS	2.89	2.61	11%	3.17	-9%

Source: BSE India

* Financial Performance on Standalone basis

Accumulate

Key Data

Date Price	03/09/2020
Sector	Hospitality
CMP	105.05
BSE Code	500850
NSE Code	INDHOTEL
Face Value (Rs)	1.00
Mkt Cap (Rs Cr)	9668
52 Week High	162.95
52 Week Low	62.10

Source : BSE

Indian Hotels Limited

During Q1FY21, Revenue declined by 86% YoY to Rs1,436mn in 1QFY21 due to lower occupancies, restrictions on operations of hotel and ARR largely remaining capped. Company reported an EBITDA loss of Rs2,660 mn in Q1FY21.

Average occupancy fell to 20.5% vs. 63.4% last year while ARR also dropped sharply by 47% YoY to 4848 for the quarter. Out of revenue of Rs.1436mn 550mn of revenue generated through quarantine facilities, stay for medical professionals also had a negative impact on ARRs.

The management stated that in view of the tight cash flow situation going forward, a strong control will be kept on the capex in FY21. Only necessary capex activities will be undertaken.

As a part of the RESET strategy, the management believes monetization of non-core assets and hotels will be a core strategy towards margin expansion.

The company expects the domestic market to recover faster than the international market, with international flights remaining suspended and inability of people to travel abroad. Recovery is expected in both the businesses as well as leisure segments.

At the current price of Rs.105.05, IHL is trading at 34.9x its FY22E EPS of Rs.3.1. The impact of COVID-19 is expected to be felt in FY21. We expect a strong revival in demand in FY22, driven by sustained reduction in operating cost and strong growth in revenue. Hence, We recommend to **"ACCUMULATE"** the stock.

Financial Snapshot

Rs. mn	Q1FY21	Q1FY20	% Chg	Q4FY20	% Chg
Net Income	1436	10200	-86%	10630	-86%
Op exp	4097	8465	-52%	8551	-52%
EBITDA	-2660	1734	-253%	2079	-228%
PAT	-2669	101	-2742.6%	743	-459%
EPS	-2.35	0.05		0.62	

Source: BSE India

* Financial Performance on Standalone basis

Accumulate

Key Data

Date Price	03/09/2020
Sector	Paper & paper products
CMP	95.10
BSE Code	532162
NSE Code	JKPaper
Face Value (Rs)	10/-
Mkt Cap (Rs Cr)	1740
52 Week High	151.95
52 Week Low	62.20

Source : BSE

JK PaperLtd

The company reported net sales of Rs.4,636mn, down 35% YoY. Negative operating leverage weighed on EBITDA which was down by 67% YoY to Rs785mn. PAT stood at Rs251mn, down by 79% over Q1FY20.

JK reported total sales volume of 79,500MT in Q1FY21, lower by 29.6% YoY. Plants closure for 17 days in April, 2020 and nationwide lockdown led to lower sales volume for the company

JK Paper reported EBITDA margin of 16.9%, substantially lower by 1,630bps YoY. The management reiterated their focus on cost optimization, which would drive EBITDA margin improvement in near term.

The management expects that paper demand will revive post Q2FY21E and capacity utilization would go back to 100% from Q3FY21E onwards.

At the current price of Rs.95.10/-, the stock trades at 3.49x its FY22E EPS of Rs 27.17/-. The management has guided that it may take a year for the industry to get back to normalcy. We believe JK Paper is better placed compared to other organized players owing to its better product mix and backward integrated operations and it should continue to outperform industry growth rate as things start to revive. Based on 5.04x its FY22E EPS, we arrive at a target price of Rs 137/-. Hence, we recommend to **"ACCUMULATE"**.

Financial Snapshot

Rs in mn	Q1FY21	Q1FY20	% Chg	Q4FY20	% Chg
Net Income	4,636	7,126	-35%	7302	-37%
Op exp	3,851	4,760	-19%	5486	-30%
EBITDA	785	2,366	-67%	1816	-57%
% margin	16.9%	33.2%	-1630bps	24.9%	-800bps
PAT	251	1228	-79%	422	-41%
% margin	5%	17%	-1200bps	6%	-100
EPS	1.42	6.89	-79%	3.17	-55%

Source: BSE India

* Financial Performance on Standalone basis

Accumulate

Key Data

Date Price	03/09/2020
Sector	INFRASTRUC-TURE
CMP	324.65
BSE Code	532714
NSE Code	KEC
Face Value (Rs)	10/-
Mkt Cap (Rs Cr)	8,264
52 Week High	358.90
52 Week Low	154.04

Source : BSE

KEC International Limited

KEC International's Q1FY21 revenue degrew by 8.5% to Rs.22,068Mn, decline in PAT was restricted to 20% YoY to Rs.707mn due to lower tax rate.

During the quarter, company's operating profit de-grew by 22% YoY and EBITDA margins contracted by 225bps YoY to 8.8% mainly due to higher employee cost. However, decrease in Erection & Sub contracting charges and improvement in gross margin restricted further decline.

Overall Transmission & Distribution (64% of overall revenue) segment revenues declined by 9% YoY to Rs.11,760mn, while the revenues for SAE businesses division (US subsidiary) was down 9% YoY at Rs.2,780mn. The railways business was flat at Rs.521mn while civil business segment revenue registered robust growth of 58% YoY to Rs.1030mn. Cables business declined 39% YoY to Rs.1590Mn.

Order inflow in YTD-FY21 jumped 73% YoY to Rs.19310mn, on a low base. It is currently L1 in additional projects worth Rs.4800mn, majority of which are from international T&D segment. Order book grew by 3.5% YoY to Rs.1,96,820Mn. Domestic-international order book mix stood at 64%-36%.

On the working capital front, Net working capital rose to 132 days as on 1QFY21 (v/s 119 days QoQ) owing to lockdown impact and lower payables, which will normalise in the upcoming quarters. Average borrowings continue to be on targeted lines of Rs.2500mn due to focus on faster collections from Saudi Arabia and speedy commercial closure of projects.

At the current price of Rs.324.65/-, the stock trades at 10.71x its FY22E EPS of Rs. 30.31/-. We maintain positive view on KEC international given its strong order book which provides revenue visibility and demonstrated strong execution capabilities as well as healthy new order inflow despite challenges. Hence, we recommend to "HOLD".

Financial Snapshot

Rs in mn	Q1FY21	Q1FY20	% Chg	Q4FY20	% Chg
Net Income	22068	24125	-9%	36710	-40%
Op exp	20119	21612	-7%	33004	-39%
EBITDA	1,949	2,513	-22%	3,706	-47%
% margin	8.8%	10.4%	-160bps	10.1%	-130bps
PAT	707	886	-20%	1927	-63%
% margin	3%	4%	-100bps	5%	-200bps
EPS	2.75	3.45	-20%	7.5	-63%

Source: BSE India

* Financial Performance on Standalone basis

Accumulate

Key Data

Date Price	03/09/2020
Sector	Containers & Packaging
CMP	294.60
BSE Code	533080
NSE Code	MOLDTKPAC
Face Value (Rs)	1/-
Mkt Cap (Rs Cr)	822
52 Week High	321.80
52 Week Low	136

Source : BSE

MOLD-TEK PACKAGING LTD

The company reported net sales of Rs.653mn (-44% YoY). EBITDA came in at Rs90mn down 53% YoY. The company reported net profit of Rs15mn down 84% YoY.

Revenue growth was affected on account of lockdown. Paints and Lubricants revenue declined by ~51% YoY and ~55% YoY, respectively. The management indicated that key clients like Asian Paints, Shell, Castrol etc in these two segments have come back to normalcy in Jun-20 and some of the other clients are expected to reach preCovid levels in 2QFY21. Revenue decline in Food & FMCG was lower at ~28% YoY.

In May, blended capacity utilization stood at ~40%, However the Company was able to recover from the early setbacks and slowly reached normalcy by June 2020. It has come back to ~75% level in July, 2020.

The management announced a capex of Rs120mn for manufacturing of pumps for sanitizers, hand wash and other liquids which can potentially generate ~Rs400m revenue in FY22.

At the current price of Rs.294.60/-, the stock trades at 16.73x its FY22E EPS of Rs. 17.6/- We believe the Company's strong clientele base, innovative product-mix and focus on efficiency would help to sustain the earnings growth in the long run backed by improvement in Food & FMCG and Paint Segment. Based on 19.7x its FY22E EPS of Rs. 17.6/-, we arrive at a target price of Rs 339/-. Hence, we recommend to **"ACCUMULATE"**.

Financial Snapshot

Rs in mn	Q1FY21	Q1FY20	% Chg	Q4FY20	% Chg
Net Income	653	1166	-44%	1065	-39%
Op exp	563	975	-42%	883	-36%
EBITDA	90	191	-53%	182	-51%
% margin	13.8%	16.4%	(160bps)	17.1%	(130bps)
PAT	15	96	-84%	87	-83%
% margin	2%	8%	-600	8%	--
EPS	0.54	3.48	-84%	3.15	-83%

Source: BSE India

* Financial Performance on Standalone basis

Accumulate

Key Data

Date Price	03/09/2020
Sector	Construction
CMP	432
BSE Code	540544
NSE Code	PSPPROJECT
Face Value (Rs)	10/-
Mkt Cap (Rs Cr)	1,555
52 Week High	576.90
52 Week Low	233

Source : BSE

PSP Projects Ltd

PSP Projects Q1FY21 revenue degrew by 70% YoY to Rs.1,069Mn. Delay in execution due to lockdown and lack of manpower availability impacted the performance. The company barely remained profitable at EBITDA levels and reported marginal loss of Rs.22mn at net profit levels.

For PSP, next quarters will be challenging. Currently due to low labour availability, the company is operating 6 large sites (~50% of the total orderbook) which will definitely impact execution inH1FY21E. However, Labour availability has gradually ramped up from ~20-25% levels to ~70-75%.

Currently, the company has Rs.2,9630Cr worth of orders and that offers more than 2 years of revenue visibility. The company is also having a bid pipeline of Rs.3,500Cr which suggest strong order addition post the current crisis.

At the current price of Rs.432/-, the stock trades at 10.98x its FY22E EPS of Rs. 39.31/-. Due to strong brand, light balance sheet and focus on timely execution; the company is expected to come out stronger on the other side of the crisis. Based on 14x its FY22E EPS of Rs. 39.31/-, we arrive at a target price of Rs 550/-. Hence, we recommend to **"ACCUMULATE"**.

Financial Snapshot

Rs in mn	Q1FY21	Q1FY20	% Chg	Q4FY20	% Chg
Net Income	1069	3,073	-65%	4564	-77%
Op exp	1056	2647	-60%	4056	-74%
EBITDA	13	426	-97%	508	-97%
% margin	1.2%	13.9%	-1270bps	11.1%	990bps
PAT	-22	255	-109%	340	-106%
EPS	-0.62	7.09	-109%	9.52	-107%

Source: BSE India

* Financial Performance on Standalone basis

Accumulate

Key Data

Date Price	03/09/2020
Sector	INFRASTRUC-TURE
CMP	249
Target Price	290
BSE Code	541556
NSE Code	RITES
Face Value (Rs)	10/-
Mkt Cap (Rs Cr)	6,375
52 Week High	331
52 Week Low	190

Source : BSE

Rites Ltd

RITES Ltd (RITES) Q1FY21 revenue declined by 38% YoY to 323Cr. Q1FY21 revenue was impacted from less negligible Revenue in the export segment and disruptions in the supply chain and travel restrictions due to lock down amid Covid 19.

The consultancy revenues dropped by 21% (YoY), leasing revenues were down by around 13% (YoY), exports revenues stood at just Rs. 0.5 Cr (vs. Rs 129 Cr in Q1FY20) and turnkey revenues were down by 11% (YoY) taking the overall revenues lower by 38% (YoY). Company reported an EBITDA of Rs 55 Cr (down by 53% YoY) and PAT of Rs 60 Cr (down by 35% YoY).

However, Management expects execution to improve from 2HFY21 and for guided to deliver single digit revenue growth in FY21E. Company has reduced headcount by ~10% and aims to maintain margins by cost management.

In Q1FY21 Order Book stood at Rs 6157Cr (3x FY20 revenue) and RITE has secured Rs250Cr in Q1FY21. Company expects to secure order of Rs500-1000Cr in bidding. In exports, RITE sees immense opportunity in Africa for rail infra. RITES also signed an MOU with Coal India for providing Railway infrastructure and Technical Services for 5 years.

At the current price of Rs.249/-, the stock trades at 8.19x its FY22E EPS of Rs. 30.37/-. We believe RITES is a key player in transportation infrastructure and is well-positioned to gain traction in the infrastructure sector on the back of an impressive execution track record, a strong balance sheet with healthy return ratios. Based on 9.54x its FY22E EPS of Rs. 30.37/-, we arrive at a target price of Rs 290/-. Hence, we recommend to **"ACCUMULATE"**.

Financial Snapshot

Rs in mn	Q1FY21	Q1FY20	% Chg	Q4FY20	% Chg
Net Income	323	519	-38%	553	-42%
Op exp	268	402	-33%	406	-34%
EBITDA	55	117	-53%	147	-63%
% margin	17.0%	22.5%	-550bps	26.6%	-960bps
PAT	60	92	-35%	131	-54%
% margin	19%	18%	100bps	24%	--
EPS	2.41	4.58	-47%	5.24	-54%

Source: BSE India

* Financial Performance on Standalone basis

NIFTY



Chart as on 1st September 2020

Nifty- Daily chart

- The index has witnessed a sharp upmove in the August series. On the back of that, the index has made a high of 11794.
- Technically, the index has formed a bearish belt hold as well as bearish engulfing candlestick pattern on daily scale indicating weakness for short term. Moreover, the index has witness trend line breakdown on a daily scale.
- 21 DEMA is placed close to 11345 which is acting as strong support for the index. Low of the bearish engulfing candle is placed close to 11325. Thus, if the index closes below 11325, then weakness till 11000-10800 could be possible.
- 200 DSMA is currently placed close to 10815, which will act as strong support for the index in the short term.
- RSI on the daily scale is positively poised but it is on the verge of forming negative divergence.
- For the September series, 11000 and 10800 will act as support point whereas 11550 and 11800 will act as resistance points.

BANK NIFTY



Chart as on 1st September 2020

Bank Nifty- Daily Chart

- The index on the daily scale has witnessed a breakout of its short-term consolidation and witness a strong rally. On the back of that index has registered high of 25232.
- Technically, the index has taken resistance around its 200 DSMA (25048) and formed a dark cloud cover candlestick pattern. As per this pattern if the index sustains below 23385, then weakness till 22600 can be possible.
- On the downside, 21 DEMA is placed close to 22216, which will act as strong support for the short term.
- RSI on the daily scale has witnessed trend line breakout suggesting strength.
- For the September series, 22500 and 22000 will act as support points whereas 24000 and 25200 will act as resistance points.

BHARTIARTL - Medium Term View



Chart as on 1st September 2020

BHARTIARTL - DAILY CHART

- The stock on a daily scale has taken the support of its 200 DSMA and witness strong upmove.
- On the back of that, the stock has witnessed trend line breakout with heavy volumes suggesting strength.
- Moreover, the stock has crossed resistance of 20 DSMA, which was acting as a hurdle.
- 200 DSMA is placed close to 512, which will act as strong support for the stock.
- RSI on a daily scale has witness trend line breakout and Stochastic oscillator has witness bullish crossover.
- Based on the above technical set up, we recommend buying BHARTIARTL in the range of 520-530 with a stop loss of 495 for the target of 580.

SUNPHARMA- Medium Term View



Chart as on 1st September 2020

SUNPHARMA - WEEKLY CHART

- The stock has witnessed a strong rally in the August series. On the back of that, the stock has registered a high of 564.75 and retraced back to the previous breakout point as highlighted in the above chart.
- Moreover, the stock is placed above its trend line as well as 50 WEMA. 50 WEMA is currently placed close to the 467 level.
- RSI on a weekly scale has witnessed trend line breakout suggesting strength.
- Based on the above technical set up, we recommend buying SUNPHARMA in the range of 505-510 with a stop loss of 467 for the target of 560-580.

SEPTEMBER SERIES VIEW

Bulls continue to dominate the Dalal Street for the third straight month, despite the continuous increase in Covid-19 cases. A strong rally has been seen in the mid-cap and small-cap stocks, supported by FIIs buying, positive global cues, better-than-expected corporate earnings, and expectation of faster economic recovery. Nifty gained more than 4% during the August series and finally, the index ended the series at 11559.25 with a gain of 457 points (EoE) indicating positive bias for the short term. However, investors should remain cautious as the market continues to stay volatile in the near term due to the increasing number of COVID-19 cases and its impact on the economy. On the expiry day, the Nifty futures rollover stood at 80%, which is higher than the last three series average rollover of 77%, indicating long position carry forward. Nifty will start the September series with open interest of 1.21 Cr shares compared with OI of 1.11 Cr shares at the beginning of the August series. Market-wide rollovers stood lower at 89% compared with the average rollovers of 92% in the last three series. Going into September month rise in corona-virus infections and development in vaccine, an ongoing Supreme Court hearing on telecom AGR dues, hopes of US stimulus package and Rupee movement against the Dollar, Fiis flow, last leg of quarterly results, global cues, and crude oil price movement will dictate the trend on the bourses next month.

DERIVATIVES INDICATORS

During the month, India VIX cool off sharply by 23.59% (EoE) and closed lower at 18.90% vs. 24.73% of the previous month indicating low volatility in market. Another leading derivatives indicator, Nifty PCR, opened on higher note this month at 1.65 against last month's 1.49.

BANKNIFTY

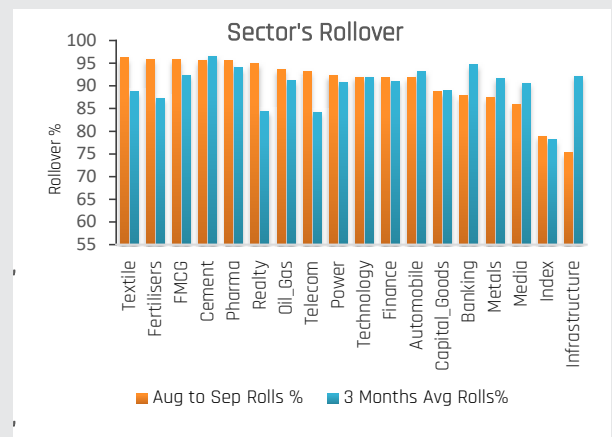
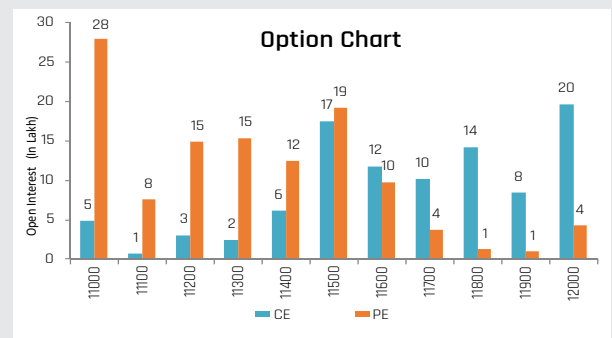
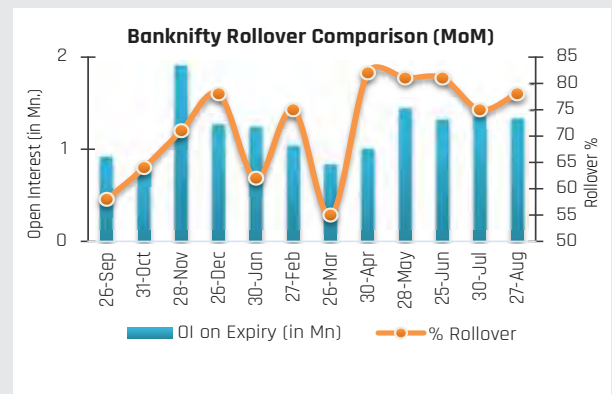
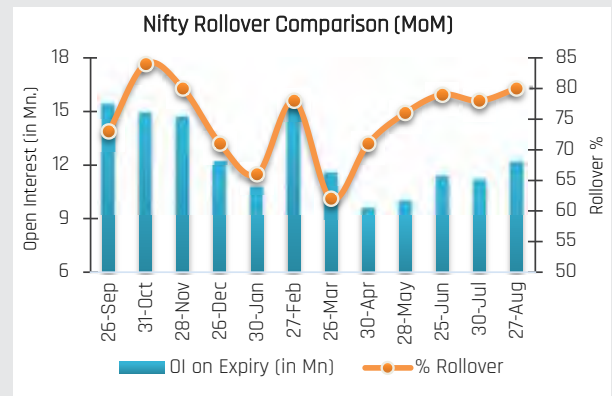
The index saw inline rolls of 78% compared with the 3M average of 79%. BankNifty will start the September series with an OI of 1.32 Mn shares compared with OI of 1.35 Mn shares at the beginning of the August series. As per options data, support for the index is around 22000 and 21000 whereas resistance stands at 24000 and 26000 for the short term.

OPTION ANALYSIS

From the OI Concentration (24-Sep Series), addition of open interest on the call options front exists at the strike prices of 11000 and 11500 (with nearly 17.48 lacs and 19.63 lacs shares outstanding). This indicates that 12000 level would act as the resistance zone on the upside. On the Put options front, addition of open interest is at the strike prices of 11500 and 11000 (with nearly 19.15 lacs and 27.88 lacs shares outstanding respectively), indicating 11000 stronger support zone on the downside.

SECTOR/STOCK ROLLOVER ACTIVITY:

- From the sectoral action, rollovers accelerated for **TEXTILE, FERTILISERS, PHARMA, FMCG, TELECOM,** and **OIL&GAS,** stocks on expiry. However, low rollovers were seen in **INFRASTRUCTURE, MEDIA, METALS** and **BANKING** sector stocks on expiry day as compared to three month's average as highlighted in the chart.
- Within the Nifty50 space, index heavyweights such as **UPL, TCS, ONGC, TATASTEEL, ITC,** and **HINDUNILVR** saw aggressive rollover in the September series while low rolls were seen in **VEDL, AXISBANK, GAIL, BAJAJFINSV** and **WIPRO** compared with the 3M average.
- From the midcap space, **PAGEIND, IDEA, HINDPETRO, GODREJPROP, and GODREJCP** saw high rollovers whereas **PNB, ASHOKLEY, FEDERALBNK, BANDHANBNK** and **SAIL** saw lower rollover compared with the 3M average



Stocks to watch out based on Rollover Analysis:

POSITIVE	
LT	Strong Rollover of 94% compared with 3 months average of 88%.
LUPIN	Strong Rollover of 96% compared with 3 months average of 91%.
TATACHEM	Strong Rollover of 96% compared with 3 months average of 93%.
NEGATIVE	
APOLLOTYRE	Weak rollover of 94% compared with 3 month average of 95%.
WIPRO	Weak rollover of 89% compared with 3 month average of 94%.

MT Medium Risk Calls												
Calls Performance	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20
Calls Activated	25	13	21	18	17	27	7	15	22	30	11	12
Successful	15	6	11	10	12	18	6	11	15	20	5	8
Unsuccessful	10	7	10	8	5	9	1	4	7	10	6	4
Success Rate	60%	46%	52%	56%	71%	67%	86%	73%	68%	67%	45%	67%

MT High Risk Calls												
Calls Performance	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20
Calls Activated	7	15	20	6	3	3	2	3	-	3	8	6
Successful	6	13	12	6	2	2	1	2	-	3	5	3
Unsuccessful	1	2	8	0	1	1	1	1	-	0	3	3
Success Rate	86%	87%	60%	100%	67%	67%	50%	67%	-	100%	67%	50%

Positional Calls												
Calls Performance	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20
Calls Activated	13	17	17	11	21	17	70	37	30	18	26	20
Successful	11	12	12	9	17	8	29	32	21	14	22	16
Unsuccessful	2	5	5	2	4	9	41	5	9	4	4	4
Success Rate	85%	71%	71%	82%	81%	47%	41%	86%	70%	78%	85%	80%

Momentum Call												
Calls Performance	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20
Calls Activated	84	82	80	78	99	74	37	40	34	60	40	42
Successful	61	58	54	50	74	40	25	29	20	43	30	30
Unsuccessful	23	24	26	28	25	34	12	11	14	17	10	12
Success Rate	73%	71%	68%	64%	75%	54%	68%	73%	59%	72%	75%	71%

Techno Funda												
Calls Performance	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20
Calls Activated	-	1	-	-	2	-	1	-	-	-	-	-
Successful	-	1	-	-	2	-	0	-	-	-	-	-
Unsuccessful	-	0	-	-	0	-	1	-	-	-	-	-
Success Rate	-	100%	-	-	100%	-	0%	-	-	-	-	-

Investment Idea

Date	Company	Rec	Rec Price	Close Rate	Target	Remarks	Profit / Loss per Share	Gain / Loss %	Status	Close Date
23 Aug 18	INDIANHUME	Accu	285	355	364.00	Profit of Rs.70/-	70.00	24.56%	Successful	21 Dec 18
29 Aug 18	GRINDWELL	Accu	525	585	635.00	Profit of Rs.60-	60.00	11.43%	Successful	16 Jul 19
22 Oct 18	FINPIPE	Accu	475	574	570.00	Target Achieved	99.00	20.84%	Successful	30 Oct 18
24 Oct 18	GULFOILLUB	Accu	707.5	872	872.00	Target Achieved	164.50	23.25%	Successful	17 Jan 19
25 Oct 18	DBCORP	Accu	162	204	209.00	Profit of Rs.42/-	42.00	25.93%	Successful	15 Mar 19
26 Oct 18	RITES	Accu	240	297	297.00	Target Achieved	57.00	23.75%	Successful	13 Nov 18
5 Dec 18	BRIGADE	Accu	202.5	255	252.00	Target Achieved	52.50	25.93%	Successful	18 Mar 19
31 Dec 18	JKCEMENT	Accu	710	866	866.00	Target Achieved	156.00	21.97%	Successful	29 Mar 19
26 Feb 19	MARICO	Accu	337.25	398.5	411.00	Profit of Rs.61.25/-	61.25	18.16%	Successful	22 Oct 19
4 Apr 19	ITDCEM	Accu	130	65	158.00	Loss of Rs.65 /-	-65.00	-50.00%	Unsuccessful	18 Sep 19
9 Oct 17	RECLTD	Accu	141.5	183.50	210.00	Part Profit of Rs.42/-	42.00	30%	Successful	3 Nov 17
5 Dec 17	ALLCARGO	Accu	172.00	155.25	230.00	Loss of Rs.16.75/-	-16.75	-9.74%	Unsuccessful	18 Nov 19
25 Oct 18	GODREJCP	Accu	698.50	850.00	890.00	Part Profit of Rs.151.50/-	151.50	22%	Successful	19 Dec 18
22 May 17	GREAVESCOT	Accu	127.6	138.00	190.00	Profit of Rs.10.40	10.40	8%	Successful	5 Nov 19
27 Feb 18	MOLDTKPAC	Accu	317.00		398.00				Open	
5 Mar 18	LICHSGFIN	Accu	495.60	350	672.00	Loss of Rs.145.60/-	-145.60	-29.38%	Unsuccessful	26 Feb 20
17 May 18	PHILIPCARB	Accu	230.30	102.5	348.00	Loss of Rs.127.80/-	-127.80	-55.49%	Unsuccessful	6 Mar 20
7 Jun 18	KEC	Accu	337.40		439.00				Open	
4 Jul 18	ASHOKLEY	Accu	121.97		170.00				Open	
13 Jul 18	FCONSUMER	Accu	46.50	17	59.00	Loss of Rs.29.50/-	-29.50	-63.44%	Unsuccessful	26 Feb 20
23 Oct 18	JKPAPER	Accu	156.50		191.00				Open	
5 Dec 18	CCL	Accu	259.50		321.00				Open	
5 Dec 18	VARROC	Accu	715	445	840.00	Loss of Rs.270/-	-270.00	-37.76%	Unsuccessful	1 Dec 19
4 Jan 19	MGL	Accu	875	1165	1185.00	Profit of Rs.290/-	290.00	33.14%	Successful	17 Jan 20
4 Apr 19	COCHINSHIP	Accu	372.37	490	490.00	Target Achieved	117.63	31.59%	Successful	20 Jan 20
23 Apr 19	MAHINDCIE	Buy	220	127.5	284.00	Loss of Rs.92.50/-	-92.50	-42.05%	Unsuccessful	6 Mar 20
6 Jun 19	RADICO	Buy	332.8	405	419.00	Profit of Rs.72.20/-	72.20	21.69%	Successful	30 Jan 20
25 Jun 19	M&MFIN	Accu	386	395.00	452.00	Profit of Rs.9/-	9.00	2%	Neutral	7 Feb 20
30 Aug 19	INDHOTEL	Accu	135-140		190.00				Open	
23 Sep 19	KNRCON	Accu	235	295	296.00	Profit of Rs.60/-	60.00	25.53%	Successful	14 Jan 20
14 Oct 19	KEC\$	Accu	277.5	333	333.00	Profit of Rs.55.50/-	55.50	20.00%	Successful	16 Jan 20
14 Oct 19	MGL\$	Accu	930	1165	1200.00	Profit of Rs.235/-	235.00	25.27%	Successful	17 Jan 20
15 Oct 19	JKPAPER\$	Accu	111.00		141.00	Open			Open	
15 Oct 19	RADICO\$	Accu	296.00	370	370.00	Target Achieved	74.00	25.00%	Successful	23 Jan 20
16 Oct 19	MOLDTKPAC\$	Accu	298-302		344.00	Open			Open	
2 Jan 20	PSPPROJECT	Accu	490-500		590.00	Open			Open	
15 May 20	BEL	Accu	67.50	86	86.00	Profit of Rs.18.50/-	18.50	27.41%	Successful	26 Jun 20
23-Jul-20	RITES	Accu	244-249		296.00	Open				

Call Tracker

Positional Call Top 5 Gainer												
Date	Company	REC	Rec Price	Stop Loss	Call Closed at	Target	P/L per Share	All charges	Gain / Loss %	Closed Date		
5-Aug	BHARATFORG	Buy	398	374.00	430.00	450	32	-3.18	7.24%	10-Aug		
3-Aug	SUNPHARMA	Buy	520	478.00	559.00	580-600	39	-4.16	6.70%	28-Aug		
29-Jul	CROMPTON	Buy	245	230.00	262.00	275	17	-1.96	6.14%	06-Aug		
19-Aug	WHIRLPOOL	Buy	2005	1,870.00	2,135.00	2200-2300	130	-16.04	5.68%	21-Aug		
6-Aug	EXIDEIND	Buy	153	141.00	162.50	175	9.5	-1.22	5.41%	07-Aug		
Positional Call Loser												
28-Aug	PEL	Buy	1515	1415	1415	1700-1730	-100	-12.12	-7.40%	31-Aug		
14-Aug	HEROMOTOCO	Sell	2790	2930	2930	2650-2600	-140	-22.32	-5.82%	17-Aug		
Master Trade Medium Risk Top Gainer												
Date	Company	Rec	Rec Price	Stop Loss	Call Closed At	Target	P / L per Lot	All charges	Gain / Loss per Lot	Lot	Closed Date	
14-Aug	NIFTY 11300 PE 20-AUG	Buy	77.5	40	108.5	150	31	100	2225	75	14-Aug	
31-Jul	ITC 210 CE AUG	Buy	2.2	0.5	2.9	5-6.0	0.7	100	2140	3200	11-Aug	
24-Aug	AMARAJABAT 740 PE AUG	Buy	7.5	2.5	9.5	15-16	2	100	1900	1000	24-Aug	
25-Aug	M&M 600 PE 27-AUG	Buy	3.75		5.1	8	1.35	100	1790	1400	25-Aug	
Master Trade Medium Risk Top Losers												
25-Aug	M&M 610 PE 27-AUG	Buy	6.5	1.5	2.75	13-15	-3.75	100	-5350	1400	26-Aug	
5-Aug	MARUTI 6000 PE AUG	Buy	70		0	150-170	-70	100	-7100	100	27-Aug	
Master Trade High Risk Top Gainer												
Date	Company	Rec	Rec Price	Stop Loss	Call Closed At	Target	P / L per Lot	All charges	Gain / Loss per Lot	Lot	Closed Date	
11-Aug	HEROMOTOCO AUG FUT	Buy	2734.5	2695	2760	2800-2810	25.5	579.6	7070.4	300	12-Aug	
14-Aug	NIFTY AUG FUT	Sell	11335	11410	11245	11200	90	590.36	6159.64	75	14-Aug	
31-Aug	NIFTY SEP FUT	Sell	11785	11880	11710	11600-11500	75	614.78	5010.23	75	31-Aug	
Master Trade High Risk Call Top Losers												
31-Jul	AMBUJACEM AUG FUT	Sell	220.25	225	224.5	210	-4.25	-462.5	-13212.5	3000	3-Aug	
17-Aug	MARUTI AUG FUT	Sell	6725	6830	6830	6550-6500	-105	478.10	-10978.10	100	18-Aug	
Momentum Call Top Gainer												
Date	Company	Rec	Rec Price	Stop Loss	Call Closed At	Target	P / L per Share	All charges	Net Gain / Loss %	Closed Date		
30-Jul	CONCOR	Buy	446.5	431	463	475	16.5	-3.57	2.90%	04-Aug		
12-Aug	CROMPTON	Buy	253.5	245	262.5	265-270	9	-2.03	2.75%	18-Aug		
26-Aug	CEATLTD	Buy	902.5	870	927.5	960	25	-0.63	2.70%	26-Aug		
10-Aug	IGL	Buy	389.5	378	403	410	13.5	-3.12	2.67%	13-Aug		
3-Aug	HDFCBANK	Buy	1001	970	1034	1050-1060	33	-8.01	2.50%	04-Aug		
Momentum Call Top Loser												
7-Aug	TATASTEEL	Sell	403	415	417	385-380	-14	-3.22	-4.27%	11-Aug		
19-Aug	BHARTIARTL	Buy	532	515	514	555-565	-18	-4.26	-4.18%	24-Aug		

Event Calendar

September 2020

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
		1 • Monthly Auto Sales	2	3 • Services PMI JUL	4 • FRETAIL • NATIONALUM • JUBILANT • NLCINDIA • REPCOHME • US Unemployment Rate August	5
6	7 • NAUKRI • PARAGMILK • GICRE	8 • FCONSUMER • DCAL • CESC • JSL	9	10 • HAL • HINDCOPPER	11 • BHEL • IRCTC • ITDC • Industrial Production YoY Jul • Manufacturing Production YoY Jul,	12
13	14 • APOLLOHOSP • RAYMOND • WPI Manufacturing YoY Aug • WPI Inflation YoY Aug • Inflation Rate YoY Aug	15 • US Fed Interest Rate Decision	16 • US Fed Interest Rate Decision	17	18	19
20	21	22	23	24	25	26
27	28	29	30 • Government Budget Value AUG			

Result Updates
 Economic Event

ACMIIL Retail Research Products

Informational Products	Recommendation Products
Morning Notes	Momentum Calls
Equi-Tea	Positional Calls
Market Watch	Smart Delivery Calls
Investor First Magazine	Investment Ideas
IPO/NCD/ETF/OFS/BOND	Master Trades High Risk
Market Pulse	Master Trades Medium Risk
RBI Monetary Policy	Techno-Funda
Union Budget Report	Top Mutual Fund Schemes
Weekly Derivative Synopsis	Portfolio Review
Rollover Snapshot	Equity SIP
Rollover Analysis	

Asit C. Mehta

INVESTMENT INTERMEDIATES LTD.

Retail Research Desk:Email: retailresearch@acm.co.in**Research Analyst Registration Number:**

INH000002483

CIN: U65990MH1993PLC075388**An ISO 9001:2015 Certified Company****Information pertaining to Asit C. Mehta Investment Intermediates Limited (ACMIIL):**

ACMIIL is a SEBI registered Stock Broker, Merchant Banker, Portfolio Manager and Depository Participant. It is also a AMFI registered Mutual Fund Distributor. It does not have any disciplinary history. Its associate/ group companies are Asit C. Mehta Commodity Services Limited, Asit C. Mehta Realty Services Pvt. Ltd, Asit C. Mehta Forex Pvt. Ltd, Nucleus IT Enabled Services , Asit C. Mehta Financial Services Limited (all providing services other than stock broking,merchant banking and portfolio management services.).

Disclosures

ACMIIL/its associates and its Research analysts have no financial interest in the companies covered on the report. ACMIIL/its associates and Research analysts did not have actual/beneficial ownership of one per cent or more in the companies being covered at the end of month immediately preceding the date of publication of the research report. ACMIIL/its associates or Research analysts have no material conflict of interest, have not received any compensation/benefits for any reason (including investment banking/ merchant banking or brokerage services) from either the companies concerned/third parties with respect to the companies covered in the past 12 months. ACMIIL/its associates and research analysts have neither managed or co-managed any public offering of securities of the companies covered nor engaged in market making activity for the companies being covered. Further, the companies covered neither are/nor were a client during the 12 months preceding the date of the research report. Further, the Research analyst/s covering the companies covered herein have not served as an officer/director or employee of the companies being covered

Disclaimer:

This report is based on information that we consider reliable, but we do not represent that it is accurate or complete and it should not be relied upon such. ACMIIL or any of its affiliates or employees shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in the report. To enhance transparency we have incorporated a Disclosure of Interest Statement in this document. This should however not be treated as endorsement of the views expressed in the report.

You are also requested to refer to the disclaimer (which is deemed to be part and parcel and is applicable to this research report as well) : <http://www.investmentz.com/disclaimer>

Follow us on:

