Wealth Tree Group

MARKET RADAR

29 MAY 2019

Top Headlines

- The US-China trade war could slash economic output across the world
- NTPC targets Rs 20,000cr capex; 10.4 mt coal production this fiscal
- World Bank to invest $35 million in Manapurram Finance
- GST Council sets up 2 sub-groups to examine legal, technical aspects of e-invoice for B2B sales

MAJOR GLOBAL INDICES

Index	Last	High	Low	Chg.
Nifty 50	11,928.75	11,958.55	11,864.90	4.00
BSE Sensex	39,749.73	39,828.65	39,498.65	66.44
Dow 30	25,347.77	25,717.63	25,342.28	-237.92
S&P 500	2,802.39	2,840.51	2,801.58	-23.67
Nasdaq	7,607.35	7,693.74	7,603.76	-29.66
DAX	12,027.05	12,113.31	11,992.41	-44.13
FTSE 100	7,268.95	7,314.85	7,262.80	-8.78
CAC 40	5,312.69	5,351.09	5,300.80	-23.50
Nikkei 225	21,260.14	21,297.70	21,177.27	77.56
Shanghai	2,909.91	2,924.04	2,887.08	17.53
Hang Seng	27,390.81	27,490.55	27,230.09	102.72
KOSPI	2,048.83	2,058.42	2,038.52	4.62
IDX Composite	6,033.14	6,118.91	6,033.14	-65.83

BOND YIELDS

Maturity	Yield	Change
India 3M	6.200	-0.050
India 6M	6.280	-0.040
India 1Y	6.336	-0.025
India 2Y	6.492	-0.007
India 3Y	6.724	-0.041
India 4Y	6.802	-0.024
India 5Y	6.912	-0.046
India 6Y	7.133	-0.025
India 7Y	7.183	-0.053
India 8Y	7.309	-0.055
India 9Y	7.308	-0.059
India 10Y	7.167	-0.060
India 15Y	7.448	-0.044
India 30Y	7.451	-0.004

Trade wars can slash global economy by $600 billion annually—Bloomberg Research

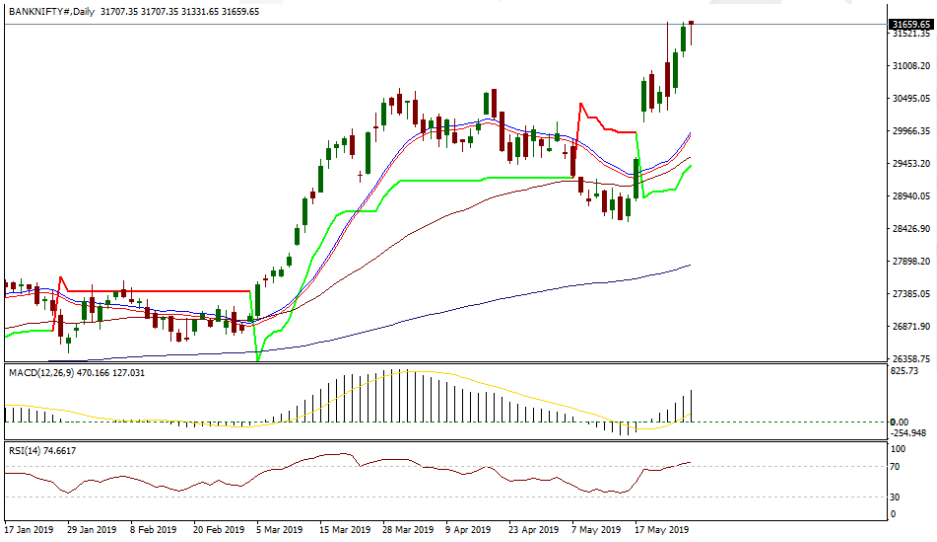
A new economic research model from Bloomberg economics has estimated the annual loss to the global economy to be around $600 billion annually if the trade wars continue. According to the study, the tariffs implemented so far can shave 0.5% of GDP on a quarterly basis for China and US as well as reducing the global GDP by 0.2% by 2021. And if the US goes ahead with 25% tariff on all imports from China then the GDP of China can drop off by almost 0.8%. Failure to strike a trade deal could also spark a sell-off in stock markets, reducing consumer spending and investment the study found. A 10% drop in equity markets would result in a 0.9% drop in Chinese GDP, a 0.7% slump in US GDP, and a 0.6% slide in global GDP by the middle of 2021, according to the economists' model. Their predictions are less dire than those in a recent study by the Trade Partnership, which predicted that across-the-board tariffs on Chinese goods and retaliation from China would reduce annual US GDP by 1% within three years.

Wealth Tree Group

NIFTY OUTLOOK

Nifty edged higher yesterday with the index managing to find just enough strength to stay in the green. The index opened flat and maintained a sideways to lower stance for a major part of the day, before recovering sharply from the lows in the last hour of the day and closing marginally above previous close. The close resulted in a hanging man candlestick formation, which suggests possibility of some correction lower. However, today's close would throw more light on the direction.

S2	S1	Pivot	R1	R2	Trend
11823.8	11876.3	11917.4	11969.9	12011.1	Indecisive



The banking benchmark mimicked the Nifty and ended the day marginally higher after trading lower for most of the day. The index opened on a flat note and maintained a sideways to lower stance throughout the day before staging strong recovery towards the close. As with Nifty, the close resulted in a Hanging man candlestick formation, which can result in a correction lower, though a confirmation is required in the form of a lower close today.

S2	S1	Pivot	R1	R2	Trend
31162.5	31380.2	31546.3	31764.0	31930.1	Indecisive

Wealth Tree Group

NIFTY 50

SCRIP	S2	S1	PIVOT	R1	R2
ADANIPORTS EQ	398.0	405.3	416.1	423.4	434.2
ASIANPAINT EQ	1342.2	1353.3	1371.1	1382.1	1399.9
AXISBANK EQ	789.4	798.9	810.5	820.0	831.6
BAJAJ-AUTO EQ	2873.6	2930.8	3019.6	3076.8	3165.5
BAJAJFINSV EQ	7973.9	8051.2	8146.9	8224.2	8319.9
BAJFINANCE EQ	3340.2	3375.0	3421.6	3456.4	3503.0
BHARTIARTL EQ	336.3	341.0	346.3	351.0	356.3
BPCL EQ	390.6	396.3	402.8	408.5	415.1
BRITANNIA EQ	2852.3	2869.7	2897.3	2914.7	2942.3
CIPLA EQ	565.2	571.6	577.9	584.3	590.6
COALINDIA EQ	241.6	246.2	249.0	253.5	256.3
DRREDDY EQ	2596.5	2624.2	2654.1	2681.8	2711.7
EICHERMOT EQ	20496.7	20643.4	20846.7	20993.4	21196.7
GAIL EQ	340.5	344.6	349.7	353.8	358.9
GRASIM EQ	888.7	899.8	918.9	930.1	949.2
HCLTECH EQ	1037.5	1054.4	1072.2	1089.1	1106.9
HDFC EQ	2088.1	2118.0	2143.9	2173.7	2199.6
HDFCBANK EQ	2374.8	2395.5	2407.8	2428.5	2440.7
HEROMOTOCO EQ	2675.7	2709.4	2768.7	2802.4	2861.7
HINDALCO EQ	196.7	199.3	203.2	205.8	209.8
HINDUNILVR EQ	1741.0	1758.9	1772.5	1790.4	1804.0
IBULHSGFIN EQ	768.4	776.4	788.1	796.1	807.8
ICICIBANK EQ	422.8	428.5	433.9	439.6	445.0
INDUSINDBK EQ	1580.8	1600.2	1616.1	1635.5	1651.4
INFRATEL EQ	258.4	263.7	272.3	277.6	286.3
INFY EQ	700.1	714.1	723.8	737.8	747.4
IOC EQ	158.6	161.0	162.5	164.9	166.4
ITC EQ	285.8	287.3	289.7	291.2	293.6
JSWSTEEL EQ	281.7	287.3	292.4	298.1	303.2
KOTAKBANK EQ	1481.7	1496.3	1514.7	1529.3	1547.7

G 01, 8-2-596/F/44/A, Farhat Afza Building, Beside Star Hospital, Rd. No. 10, Banjarahills, Hyderabad - 500 034. ✆ 040 42703565
insurance@wealthtreegroup.com | wealthtreegroup.com

Wealth Tree Group

SCRIP	S2	S1	PIVOT	R1	R2
LT EQ	1537.9	1556.2	1581.6	1599.9	1625.3
M&M EQ	658.4	664.5	673.4	679.5	688.4
MARUTI EQ	6973.6	7014.1	7072.1	7112.6	7170.6
NTPC EQ	130.0	131.3	133.0	134.3	136.1
ONGC EQ	169.6	172.5	174.4	177.3	179.2
POWERGRID EQ	186.3	188.2	189.8	191.7	193.3
RELIANCE EQ	1302.5	1313.1	1324.0	1334.6	1345.4
SBIN EQ	354.4	357.2	359.5	362.3	364.5
SUNPHARMA EQ	404.2	408.5	414.5	418.8	424.8
TATAMOTORS EQ	176.3	178.3	181.8	183.8	187.3
TATASTEEL EQ	496.9	502.0	510.3	515.4	523.7
TCS EQ	2019.6	2046.7	2072.1	2099.2	2124.6
TECHM EQ	717.2	727.2	737.0	746.9	756.7
TITAN EQ	1210.9	1221.2	1233.1	1243.4	1255.3
ULTRACEMCO EQ	4684.6	4728.8	4796.9	4841.1	4909.2
UPL EQ	994.4	1005.0	1022.5	1033.1	1050.6
VEDL EQ	163.1	166.3	169.0	172.3	175.0
WIPRO EQ	276.7	279.8	282.8	285.9	288.9
YESBANK EQ	145.3	149.0	152.0	155.7	158.7
ZEEL EQ	340.5	361.1	373.0	393.6	405.5

STOCKS TO WATCH

SCRIP	S2	S1	PIVOT	R1	R2	TREND
HINDUNILVR EQ	1741.0	1758.9	1772.5	1790.4	1804.0	UP
ICICIBANK EQ	422.8	428.5	433.9	439.6	445.0	UP
INFY EQ	700.1	714.1	723.8	737.8	747.4	UP
WIPRO EQ	276.7	279.8	282.8	285.9	288.9	UP
YESBANK EQ	145.3	149.0	152.0	155.7	158.7	UP

G 01, 8-2-596/F/44/A, Farhat Afza Building, Beside Star Hospital, Rd. No. 10, Banjarahills, Hyderabad - 500 034. ✆ 040 42703565
insurance@wealthtreegroup.com | wealthtreegroup.com

Wealth Tree Group

FX OUTLOOK

FX PAIR	Expiry	S2	S1	PIVOT	R1	R2	TREND
USDINR	May	69.47	69.58	69.66	69.77	69.85	Up
EURINR	May	77.79	77.88	77.99	78.08	78.19	Indecisive
GBPINR	May	88.13	88.22	88.34	88.43	88.55	Indecisive
JPYINR	May	63.43	63.58	63.70	63.85	63.97	Down
Dollar Index	Spot	97.47	97.66	97.76	97.96	98.06	Indecisive
EURUSD	Spot	1.1135	1.1152	1.1175	1.1192	1.1215	Indecisive
GBPUSD	Spot	1.2619	1.2639	1.2670	1.2690	1.2721	Down
USDJPY	Spot	108.97	109.17	109.40	109.60	109.83	Up

RUPEE OUTLOOK

Rupee ended marginally lower yesterday with the domestic currency losing 12 paisa over greenback. The currency opened on a flat note and maintained a sideways stance trading in a very narrow range and ending the day on an indecisive note. The technical picture remains inconclusive for now with the currency not finding enough strength to either move higher or lower. Only a decisive close beyond 70.50 or 69.50 levels can give some clarity to the market.

PICK OF THE DAY

FX PAIR	EXCHANGE	EXPIRY	STRATEGY	ENTRY	TARGET	STOP LOSS
USDINR	NSE					

G 01, 8-2-596/F/44/A, Farhat Afza Building, Beside Star Hospital, Rd. No. 10, Banjarahills, Hyderabad - 500 034. ✆ 040 42703565
insurance@wealthtreegroup.com | wealthtreegroup.com

DISCLAIMER: Wealth Tree Group and its affiliates are a full-service, brokerage, investments , investment management consultancy group. We along with our affiliates are participants in virtually all securities trading markets in India. Our research professionals provide important input into our investments and other business selection processes. Investors may assume that Wealth Tree Group and/or its affiliates may seek investment banking or other business from the company or companies that are the subject of this material and that the research professionals who were involved in preparing this material may participate in the solicitation of such business. Our salespeople, traders, and other professionals may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein, and investing businesses may make investment decisions that are inconsistent with the recommendations expressed herein. In reviewing these materials, you should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest. Additionally, other important information regarding our relationships with the company or companies that are the subject of this material is provided herein. This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation or which would subject Wealth Tree Group or its group companies to any registration or licensing requirement within such jurisdiction. All trademarks, service marks and logos used in this report are trademarks or registered trademarks of Wealth Tree or its Group Companies. The information contained herein is not intended for publication or distribution or circulation in any manner whatsoever and any unauthorized reading, dissemination, distribution or copying of this communication is prohibited unless otherwise expressly authorized. Please ensure that you have read “Risk Disclosure Document for Capital Market and Derivatives Segments” as prescribed by Securities and Exchange Board of India before investing in Indian Securities