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MARKET RADAR

31 MAY 2019

Top Headlines

- U.S.-EU Talks Struggle, Threatening a New Front in Trade War
- China set to control rare earth supply for years due to processing dominance
- Ficci survey puts Q4 GDP growth at 6.5 per cent
- India to acquire reserves of strategic minerals to power the country's move into EVs

MAJOR GLOBAL INDICES

Index	Last	High	Low	Chg.
Nifty 50	11,945.90	11,968.55	11,859.40	84.80
BSE Sensex	39,831.97	39,911.92	39,500.56	329.92
Dow 30	25,170.00	25,218.54	25,093.87	43.59
S&P 500	2,788.61	2,798.88	2,782.48	5.59
Nasdaq	7,565.05	7,595.90	7,554.48	17.74
DAX	11,902.08	11,924.66	11,858.29	64.27
FTSE 100	7,218.16	7,236.68	7,180.57	32.86
CAC 40	5,248.91	5,258.05	5,229.74	26.79
Nikkei 225	20,942.53	20,942.53	20,809.29	-60.84
Shanghai	2,905.81	2,907.85	2,881.38	-8.89
Hang Seng	27,114.88	27,319.25	27,020.73	-120.83
KOSPI	2,038.80	2,040.66	2,023.91	15.48
IDX Composite	6,104.11	6,112.43	6,054.57	70.96

BOND YIELDS

Maturity	Yield	Change
India 3M	6.210	0.010
India 6M	6.280	0.000
India 1Y	6.321	-0.012
India 2Y	6.452	-0.039
India 3Y	6.735	0.007
India 4Y	6.798	0.012
India 5Y	6.914	0.015
India 6Y	7.106	0.002
India 7Y	7.155	0.013
India 8Y	7.257	-0.002
India 9Y	7.274	0.013
India 10Y	7.133	0.009
India 15Y	7.404	0.031
India 30Y	7.392	0.023

After China, Europe can be target of US tariff wars

Ten months after Trump and European Commission President Jean-Claude Juncker struck a Rose Garden truce meant to clear the way for negotiations to reduce tariffs on industrial goods and eliminate regulatory hurdles, those talks are showing few signs of going anywhere meaningful. The 180-day deadline that Trump set for a negotiation with the EU and Japan over reducing their exports of cars and parts to the U.S. holds to the president's pattern of steadily increasing pressure on trading partners to cut a deal more to his liking. As he made clear during his recent trip to Japan, Trump is eager to see at least some rapid deals going into his 2020 re-election run. For Europe, though, the signs are more ominous. The auto deadline will hit just as a new European Commission, the bloc's executive arm, is due to take over from the Juncker-led one that has governed for the past five years. The EU said in January that it would hit 20 billion euros of U.S. products should Trump impose auto tariffs.

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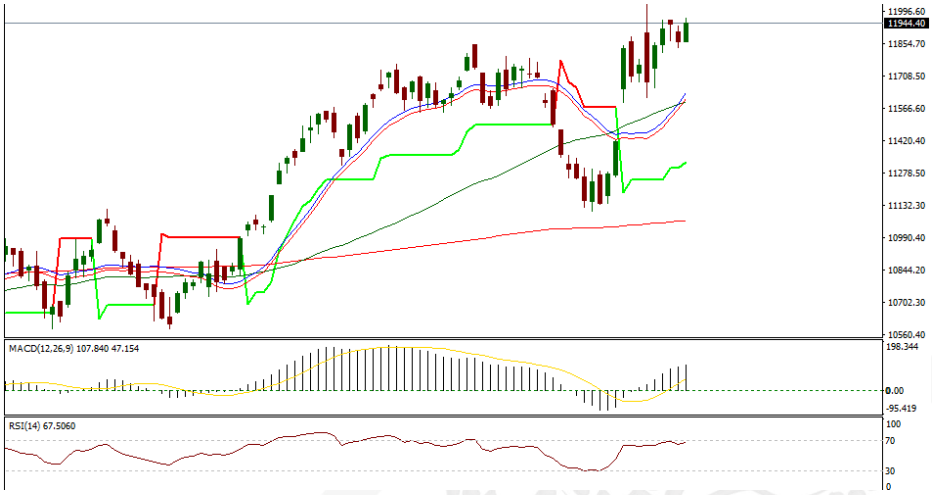
NIFTY OUTLOOK



Nifty reversed the losses made in the last two sessions with the index moving higher yesterday. The index opened on a flat note and maintained a sideways to higher stance for most part of the day, ending near the day highs. The close higher has negated the candlestick pattern witnessed the day before and has turned markets inconclusive. For the day we suggest traders to avoid positions and wait for more clarity.

S2	S1	Pivot	R1	R2	Trend
11815.5	11880.7	11924.6	11989.8	12033.8	indecisive

Bank nifty tracked the broader markets and ended higher yesterday, recovering the ground lst in last two sessions. The banking benchmark opened on a flat note and maintained a bullish stance throughout, eventually ending near the day highs. As with Nifty, the higher close has negated the bearish candlestick formation and sent markets into indecisiveness. The overbought conditions in day charts is only adding to the indecisiveness with charts looking bullish, but the RSI suggesting caution. As such we advise traders to be extra cautious,

S2	S1	Pivot	R1	R2	Trend
31081.0	31309.1	31464.2	31692.2	31847.3	Indecisive

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NIFTY 50

SCRIP	S2	S1	PIVOT	R1	R2
ADANIPORTS EQ	397.4	403.3	407.6	413.5	417.8
ASIANPAINT EQ	1335.4	1355.0	1373.5	1393.1	1411.6
AXISBANK EQ	797.4	802.5	808.3	813.4	819.3
BAJAJ-AUTO EQ	2889.2	2917.1	2948.6	2976.5	3007.9
BAJAJFINSV EQ	8062.3	8144.6	8202.3	8284.6	8342.3
BAJFINANCE EQ	3367.5	3424.6	3457.1	3514.2	3546.8
BHARTIARTL EQ	335.3	341.0	345.3	351.0	355.3
BPCL EQ	396.2	401.9	405.8	411.6	415.5
BRITANNIA EQ	2837.2	2862.2	2899.6	2924.6	2962.1
CIPLA EQ	550.7	556.3	559.9	565.6	569.2
COALINDIA EQ	246.3	249.6	252.4	255.8	258.6
DRREDDY EQ	2568.7	2610.5	2635.2	2677.1	2701.8
EICHERMOT EQ	19390.6	19641.0	20070.5	20320.9	20750.4
GAIL EQ	350.6	354.9	357.7	362.1	364.9
GRASIM EQ	888.9	900.2	910.0	921.3	931.1
HCLTECH EQ	1051.2	1064.7	1081.5	1095.0	1111.9
HDFC EQ	2108.5	2146.5	2168.0	2205.9	2227.4
HDFCBANK EQ	2398.7	2419.1	2433.5	2454.0	2468.4
HEROMOTOCO EQ	2677.4	2696.3	2720.1	2739.0	2762.9
HINDALCO EQ	194.1	196.3	198.6	200.8	203.1
HINDUNILVR EQ	1774.8	1779.5	1785.8	1790.5	1796.8
IBULHSGFIN EQ	757.8	765.9	779.5	787.6	801.2
ICICIBANK EQ	416.2	421.2	424.6	429.6	433.0
INDUSINDBK EQ	1555.3	1571.1	1596.4	1612.2	1637.4
INFRATEL EQ	267.6	269.8	273.2	275.4	278.8
INFY EQ	716.4	725.0	731.1	739.7	745.8
IOC EQ	157.6	159.8	161.6	163.8	165.6
ITC EQ	286.6	287.6	289.3	290.4	292.1
JSWSTEEL EQ	270.2	273.4	278.3	281.5	286.5
KOTAKBANK EQ	1499.8	1517.6	1529.7	1547.4	1559.5

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SCRIP	S2	S1	PIVOT	R1	R2
LT EQ	1526.6	1542.6	1556.0	1572.0	1585.3
M&M EQ	650.7	656.2	661.9	667.4	673.0
MARUTI EQ	6775.2	6821.5	6871.2	6917.5	6967.2
NTPC EQ	129.4	132.2	133.9	136.8	138.5
ONGC EQ	165.2	167.3	169.7	171.8	174.1
POWERGRID EQ	185.3	188.3	191.1	194.0	196.8
RELIANCE EQ	1303.6	1316.7	1329.3	1342.4	1355.1
SBIN EQ	344.5	349.0	352.0	356.5	359.5
SUNPHARMA EQ	404.1	408.4	415.6	419.9	427.1
TATAMOTORS EQ	170.2	172.7	175.6	178.1	181.0
TATASTEEL EQ	479.7	483.8	490.1	494.3	500.6
TCS EQ	2096.9	2121.6	2139.1	2163.8	2181.2
TECHM EQ	724.9	730.0	738.0	743.0	751.0
TITAN EQ	1213.7	1227.1	1238.5	1251.9	1263.3
ULTRACEMCO EQ	4681.7	4720.3	4745.7	4784.3	4809.6
UPL EQ	975.7	990.8	1002.3	1017.4	1028.9
VEDL EQ	160.4	162.2	164.3	166.1	168.2
WIPRO EQ	283.3	285.7	287.8	290.2	292.3
YESBANK EQ	147.2	151.1	153.8	157.7	160.4
ZEEL EQ	353.1	359.2	367.4	373.5	381.7

STOCKS TO WATCH

SCRIP	S2	S1	PIVOT	R1	R2	TREND
ADANIPORTS EQ	397.4	403.3	407.6	413.5	417.8	UP
BAJFINANCE EQ	3367.5	3424.6	3457.1	3514.2	3546.8	UP
GAIL EQ	350.6	354.9	357.7	362.1	364.9	UP
HDFC EQ	2108.5	2146.5	2168.0	2205.9	2227.4	UP
KOTAKBANK EQ	1499.8	1517.6	1529.7	1547.4	1559.5	UP

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FX OUTLOOK

FX PAIR	Expiry	S2	S1	PIVOT	R1	R2	TREND
USDINR	May	69.80	69.93	70.02	70.15	70.24	Up
EURINR	May	77.93	78.08	78.19	78.34	78.45	Indecisive
GBPINR	May	88.32	88.48	88.59	88.75	88.86	Indecisive
JPYINR	May	63.70	63.83	63.92	64.05	64.14	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 lower along expected lines in yesterday's trade with the domestic currency ceding further ground to greenback. The currency opened on a flat note and maintained a sideways to lower stance for most part weakening gradually and inching towards the key support levels at 70.50. The close yesterday suggests possibility of further weakness in rupee, with markets likely to test 70.50 levels before any opposite move.

PICK OF THE DAY

FX PAIR	EXCHANGE	EXPIRY	STRATEGY	ENTRY	TARGET	STOP LOSS
USDINR	NSE					

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