Wealth Tree Group

# MARKET RADAR

03 NOVEMBER 2019

## Top Headlines

- Softening demand drags Indian factory growth to 2-year low in Oct -PMI
- DHFL investment of Rs 2,300 cr by UP power utility spurs political slugfest
- Not being part of RCEP will harm India's exports and investment flow, says CII
- India's Oct jobless rate rises to 8.5%, highest in over 3 years - CMIE

## MAJOR GLOBAL INDICES

| Index | Last | High | Low | Chg. |
|---|---|---|---|---|
| Nifty 50 | 11,890.60 | 11,918.30 | 11,843.35 | 13.15 |
| BSE Sensex | 40,165.03 | 40,283.30 | 40,014.23 | 35.98 |
| Dow 30 | 27,347.36 | 27,347.43 | 27,142.95 | 301.13 |
| S&P 500 | 3,066.91 | 3,066.95 | 3,050.72 | 29.35 |
| Nasdaq | 8,386.40 | 8,386.75 | 8,326.56 | 94.04 |
| DAX | 12,961.05 | 12,992.07 | 12,896.72 | 94.26 |
| FTSE 100 | 7,302.42 | 7,307.18 | 7,248.38 | 54.04 |
| CAC 40 | 5,761.89 | 5,778.29 | 5,739.70 | 32.04 |
| Nikkei 225 | 22,850.77 | 22,852.72 | 22,705.60 | -76.27 |
| Shanghai | 2,958.20 | 2,959.83 | 2,917.15 | 29.14 |
| Hang Seng | 27,100.76 | 27,102.42 | 26,800.57 | 194.04 |
| KOSPI | 2,100.20 | 2,100.42 | 2,081.53 | 16.72 |
| IDX Composite | 6,207.19 | 6,228.41 | 6,193.89 | -21.13 |

## BOND YIELDS

| Maturity | Yield | Change |
|---|---|---|
| India 3M | 5.107 | 0.067 |
| India 6M | 5.229 | 0.038 |
| India 1Y | 5.522 | 0.043 |
| India 2Y | 5.664 | 0.047 |
| India 3Y | 6.143 | 0.089 |
| India 4Y | 6.320 | 0.096 |
| India 5Y | 6.381 | 0.098 |
| India 6Y | 6.551 | 0.103 |
| India 7Y | 6.917 | 0.117 |
| India 8Y | 6.851 | 0.115 |
| India 9Y | 6.771 | 0.113 |
| India 10Y | 6.549 | 0.103 |
| India 15Y | 7.141 | 0.117 |
| India 30Y | 7.304 | 0.130 |

## Softening demand drags Indian factory growth to 2-year low in Oct

India's factory activity growth hit a two-year low in October as new orders and output rose at a slower pace, dragging business confidence to its weakest since early 2017, a survey showed on Friday, suggesting more policy easing is on the cards. That mirrors a recent sharp deceleration in global manufacturing activity as a protracted U.S.-China trade war took a toll on business sentiment, investment and overall growth. The new orders sub-index, a proxy for domestic demand, slumped to 51.3 from September's 52.3, its lowest since October 2017. That pushed firms to slow the pace of hiring to a six month low, which is likely to raise concerns for Narendra Modi's government given it is under pressure to create more jobs.

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## NIFTY OUTLOOK

Nifty witnessed another range bound session on Friday, though it managed to close marginally higher from previous close. The index opened on a bullish note but moved sideways for most part of the day. The close resulted in a doji candlestick formation, which again suggests indecision in the market. The technical picture of the daily charts points towards likely stalling up the up move and consolidation. The intraday charts are mildly overbought, and this may cause Nifty to consolidate in a defined range

| S2 | S1 | Pivot | R1 | R2 | Trend |
|---|---|---|---|---|---|
| 11850.2 | 11889.2 | 11917.1 | 11956.1 | 11984.0 | Indecisive |

## BANK NIFTY OUTLOOK

Bank Nifty surged ahead in Friday's trade, only to be dragged lower in the last hour of the trade. The banking benchmark index opened on a bullish note , maintained a sideways to higher stance tracking broader markets and ended on an indecision note. Though the close was positive it could not end above the previous session's high. Given the price action yesterday, we expect the index marginally biased towards a consolidation in today's trade.

| S2 | S1 | Pivot | R1 | R2 | Trend |
|---|---|---|---|---|---|
| 29909.2 | 30141.7 | 30295.6 | 30528.0 | 30681.9 | Indecisive |


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## NIFTY 50

| SCRIP | S2 | S1 | PIVOT | R1 | R2 |
|---|---|---|---|---|---|
| ADANIPORTS EQ | 381.7 | 385.0 | 391.1 | 394.4 | 400.5 |
| ASIANPAINT EQ | 1725.3 | 1747.7 | 1784.3 | 1806.7 | 1843.3 |
| AXISBANK EQ | 720.6 | 735.0 | 742.5 | 756.9 | 764.4 |
| BAJAJ-AUTO EQ | 3137.3 | 3183.7 | 3236.3 | 3282.7 | 3335.3 |
| BAJAJFINSV EQ | 7993.0 | 8193.9 | 8311.5 | 8512.4 | 8630.0 |
| BAJFINANCE EQ | 3979.7 | 4027.3 | 4068.7 | 4116.3 | 4157.7 |
| BHARTIARTL EQ | 358.0 | 365.7 | 371.1 | 378.8 | 384.1 |
| BPCL EQ | 510.7 | 515.2 | 520.5 | 525.0 | 530.3 |
| BRITANNIA EQ | 3212.5 | 3246.5 | 3270.8 | 3304.8 | 3329.1 |
| CIPLA EQ | 456.6 | 462.5 | 468.4 | 474.3 | 480.2 |
| COALINDIA EQ | 199.4 | 203.1 | 205.6 | 209.3 | 211.7 |
| DRREDDY EQ | 2678.4 | 2714.2 | 2771.7 | 2807.5 | 2865.0 |
| EICHERMOT EQ | 21274.7 | 21637.4 | 22262.7 | 22625.3 | 23250.6 |
| GAIL EQ | 132.1 | 133.5 | 136.1 | 137.5 | 140.1 |
| GRASIM EQ | 745.6 | 762.0 | 780.0 | 796.4 | 814.4 |
| HCLTECH EQ | 1130.6 | 1141.3 | 1154.2 | 1164.9 | 1177.8 |
| HDFC EQ | 2092.2 | 2111.5 | 2139.4 | 2158.7 | 2186.5 |
| HDFCBANK EQ | 1222.0 | 1232.5 | 1238.1 | 1248.6 | 1254.3 |
| HEROMOTOCO EQ | 2624.0 | 2664.8 | 2711.9 | 2752.7 | 2799.8 |
| HINDALCO EQ | 184.8 | 189.3 | 191.8 | 196.3 | 198.8 |
| HINDUNILVR EQ | 2131.7 | 2154.8 | 2169.6 | 2192.7 | 2207.5 |
| ICICIBANK EQ | 457.0 | 460.0 | 463.5 | 466.4 | 469.9 |
| INDUSINDBK EQ | 1290.7 | 1334.9 | 1360.4 | 1404.5 | 1430.0 |
| INFRATEL EQ | 184.3 | 193.5 | 198.9 | 208.1 | 213.5 |
| INFY EQ | 677.1 | 683.0 | 688.5 | 694.4 | 699.9 |
| IOC EQ | 138.6 | 140.6 | 142.3 | 144.4 | 146.1 |
| ITC EQ | 256.8 | 259.2 | 261.1 | 263.4 | 265.3 |
| JSWSTEEL EQ | 222.6 | 229.7 | 234.6 | 241.7 | 246.6 |
| KOTAKBANK EQ | 1553.7 | 1567.4 | 1576.7 | 1590.3 | 1599.6 |
| LT EQ | 1422.4 | 1435.9 | 1458.5 | 1472.0 | 1494.5 |

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| SCRIP | S2 | S1 | PIVOT | R1 | R2 |
|---|---|---|---|---|---|
| M&M EQ | 564.8 | 577.4 | 593.6 | 606.2 | 622.3 |
| MARUTI EQ | 7494.8 | 7548.4 | 7598.7 | 7652.3 | 7702.6 |
| NESTLEIND EQ | 14748.3 | 14865.6 | 14967.6 | 15084.9 | 15186.9 |
| NTPC EQ | 119.9 | 120.9 | 122.0 | 123.0 | 124.1 |
| ONGC EQ | 138.5 | 141.6 | 143.2 | 146.2 | 147.8 |
| POWERGRID EQ | 195.7 | 196.8 | 197.8 | 198.9 | 199.9 |
| RELIANCE EQ | 1432.2 | 1444.2 | 1453.0 | 1465.0 | 1473.8 |
| SBIN EQ | 306.0 | 309.8 | 312.4 | 316.2 | 318.8 |
| SUNPHARMA EQ | 429.8 | 434.4 | 437.6 | 442.2 | 445.4 |
| TATAMOTORS EQ | 169.5 | 172.3 | 175.1 | 177.9 | 180.7 |
| TATASTEEL EQ | 367.6 | 382.0 | 392.5 | 406.9 | 417.4 |
| TCS EQ | 2145.7 | 2176.3 | 2225.7 | 2256.3 | 2305.7 |
| TECHM EQ | 730.1 | 744.2 | 754.1 | 768.2 | 778.1 |
| TITAN EQ | 1261.5 | 1282.3 | 1307.8 | 1328.6 | 1354.1 |
| ULTRACEMCO EQ | 4112.8 | 4140.9 | 4159.8 | 4187.9 | 4206.9 |
| UPL EQ | 576.5 | 581.7 | 591.3 | 596.5 | 606.1 |
| VEDL EQ | 143.6 | 148.8 | 151.9 | 157.1 | 160.2 |
| WIPRO EQ | 254.6 | 256.7 | 258.8 | 260.9 | 263.1 |
| YESBANK EQ | 60.8 | 63.5 | 67.7 | 70.3 | 74.5 |
| ZEEL EQ | 241.3 | 275.0 | 294.8 | 328.5 | 348.2 |

## STOCKS TO WATCH

| SCRIP | S2 | S1 | PIVOT | R1 | R2 | TREND |
|---|---|---|---|---|---|---|
| HINDUNILVR EQ | 2131.7 | 2154.8 | 2169.6 | 2192.7 | 2207.5 | UP |
| INFY EQ | 677.1 | 683.0 | 688.5 | 694.4 | 699.9 | UP |
| JSWSTEEL EQ | 222.6 | 229.7 | 234.6 | 241.7 | 246.6 | UP |
| WIPRO EQ | 254.6 | 256.7 | 258.8 | 260.9 | 263.1 | UP |
| ZEEL EQ | 241.3 | 275.0 | 294.8 | 328.5 | 348.2 | UP |

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## FX OUTLOOK

| FX PAIR | Expiry | S2 | S1 | PIVOT | R1 | R2 | TREND |
|---|---|---|---|---|---|---|---|
| USDINR | Nov | 70.83 | 70.91 | 71.04 | 71.12 | 71.25 | Up |
| EURINR | Nov | 78.95 | 79.09 | 79.37 | 79.51 | 79.79 | Up |
| GBPINR | Nov | 91.75 | 91.88 | 92.06 | 92.19 | 92.37 | Up |
| JPYINR | Nov | 65.62 | 65.71 | 65.82 | 65.91 | 66.02 | Up |
| | | | | | | | |
| Dollar Index | Spot | 96.78 | 96.91 | 97.09 | 97.22 | 97.39 | Down |
| EURUSD | Spot | 1.1111 | 1.1139 | 1.1156 | 1.1184 | 1.1201 | Up |
| GBPUSD | Spot | 1.2897 | 1.2916 | 1.2945 | 1.2964 | 1.2993 | Up |
| USDJPY | Spot | 107.70 | 107.94 | 108.14 | 108.38 | 108.58 | Down |

## RUPEE OUTLOOK

Rupee ended positively in Friday's trade. The domestic currency opened on a flat note and continued to gain till the close posting a high of 70.97. The technical picture is inconclusive for now and unless 70.70 levels are breached we can assume that there might be a decline on cards for rupee. As such traders can reduce their longs in rupee further and re-enter on close above 70.70 levels.

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