



Dynamic Levels Morning Report

RBI To Announce Its Monetary Policy At 11:45 AM, Expected To Cut Rates By 25 To 50 Basis Points

Thursday, June 06, 2019

RBI to announce its monetary policy at 11:45 AM, a rate cut by 25 basis points looks very promising, however, the cut may extend to 50 basis points to boost economy and may ease timelines for stressed assets. Nifty weekly contracts to expire today and thus we might see slight volatility in the market.

DHFL liquidity issues intensified as it missed interest payment worth Rs. 960 Cr due on Tuesday. Meanwhile, three rating agencies including CRISIL and ICRA downgraded its commercial papers to “default” citing more trouble for the company in coming days.

On International front: Asian stocks traded mixed as discussions between Trump and Mexican officials on increased tariffs ended without agreement on Wednesday, however, officials to resume talks on Thursday.

Theresa May steps down as the leader of the Conservative Party on Friday.

US-China trade war: Fragile prices hurt metal sector performance.

Sector Analysis:

The interest rate decision is to be announced by RBI today, in which it is expected to cut the Repo rate slightly. The rate cut is likely to affect Banks- Private and PSUs in a negative way while Financial Services, Infrastructure and IT sector are expected to gain over the expected rate cut.

Last day, no major sector showed large movements and Banks-Private and PSU (0.75%), FMCG-Food (0.49%) remained to be the top gainers.

Minor sectors which showed the most positive movements are Sugar (2.29%), Carbon (2.15%).

Instrument	LTP
US 10 Year T-Note Futures	127.07
S&P 500 Futures	2826.62
US Dollar Index Futures	97.222

The US 10 Year T-Note is trading at 127.07. The Bond has crucial support at 117.42 made on 5th Nov 2018.

The US Dollar Index is trading at 97.222.

Open Interest Analysis

FII & PRO are the major players in the Derivatives segment and have an upper hand in the market and their position provides direction to the market. In the June month expiry, they have started with the position of (-30212) contracts in Index option (both FII & PRO combined) when Nifty spot was trading at 11946. Till yesterday they had Net Open Interest position of (-46878) contracts for the June expiry. Thus, if we calculate from expiry till yesterday they have created sell position, they have sold 16666 contracts in the June month Expiry. For further detail check the Open Interest table below:

Index Options

FII+PRO in combined have sold 16666 contracts in the Current Expiry in Index Options.

	FII	PRO	FII+PRO	Client	DII	Nifty	Bank Nifty
Date	Net OI Index Options (FII)	Net OI Index Options (PRO)	Combined Position	Net OI Index Options (CLI)	Net OI Index Options (DII)	Close	Close
			FII+PRO in combined have sold 16666 contracts in the Current Expiry in Index Options				
4-Jun-19	-55633	8755	-46878(Net OI Till Date)	100486	-53608	12022	31589
3-Jun-19	-34559	73116	38557	14246	-52803	12089	31654
31-May-19	-62910	-18550	-81460	138899	-57439	11923	31375
30-May-19	-48838	18626	-30212(Open OI)	87686	-57474	11946	31537

Cash Market Data

DATES	FII	DII	FII+DII
4-Jun-19	-416.08	-355.42	-771.50
3-Jun-19	3068.88	-462.69	2606.19
31-May-19	676.15	394.09	1070.24
30-May-19	1664.74	-1122.60	542.14
29-May-19	-304.27	-189.58	-493.85
28-May-19	-501.11	269.22	-231.89
27-May-19	1215.36	-327.86	887.50
24-May-19	2026.33	-195.35	1830.98
23-May-19	1352.20	-593.54	758.66
22-May-19	-965.02	-157.75	-1122.77

In last 10 days, FII and DII in combined have bought stocks in cash segment worth Rs.5075.70 Crores.

Sector Performance as on 4th June, 2019

Major Sector	Daily % Chg
BANKS-PRIVATE AND PSU	0.75%
FMCG-FOOD	0.49%
FINANCIAL SERVICES	0.13%
AUTOMOBILES & AUTO PARTS	0.05%
REALTY	-0.12%
FERTILISERS	-0.14%
TEXTILES AND APPAREL	-0.26%
METALS AND MINING	-0.30%
IT	-0.32%
INDUSTRIAL MANUFACTURING	-0.32%
PHARMA	-0.37%
POWER	-0.37%
CHEMICAL	-0.47%
FMCG	-0.56%
ENERGY-OIL & GAS	-0.63%
INFRASTRUCTURE CONSTRUCTION AND ENGINEERING	-0.66%
CEMENT & CEMENT PRODUCTS	-1.35%
Minor Sector	Daily % Chg
SUGAR	2.29%
CARBON	2.15%
BEVERAGES	0.76%
FILMS	0.34%
ELECTRICAL EQUIPMENT	0.33%
GOLD & JEWELLERY	0.08%
CONSUMER GOODS	-0.03%
AIRLINES	-0.09%
HOTELS AND LEISURE	-0.09%
TRANSPORTATION LOGISTICS	-0.11%
PACKAGING	-0.11%
DEFENCE	-0.35%
INTERIOR CONSTRUCTION	-0.35%
HOME APPLIANCES	-0.59%
PAPER	-0.60%
SERVICES	-0.61%
TELECOM	-0.64%
HEALTHCARE SERVICES	-0.92%
MEDIA-TV AND NEWSPAPER	-1.27%

Sector wise Small Cap gainers as on 4th June, 2019

Company Name	Sector	LTP	Daily % Chg
ADVANCED ENZYME TECHNOLOGIES L	FMCG-FOOD	223	3.94%
HERITAGE FOODS	FMCG-FOOD	408	4.27%
JAMNA AUTO INDUSTRIES	AUTOMOBILES & AUTO PARTS	57	2.14%
AUTOMOTIVE AXLES	AUTOMOBILES & AUTO PARTS	1138	3.47%
CEAT	AUTOMOBILES & AUTO PARTS	1013	2.85%
SOBHA	REALTY	555	2.86%
BOMBAY DYEING & MFG COMPANY	TEXTILES AND APPAREL	130	3.39%
TVS ELECTRONICS	IT	191.45	2.90%
INTELLECT DESIGN ARENA	IT	270.10	3.49%
KELLTON TECH SOLUTIONS	IT	34	2.55%
AVADH SUGAR & ENERGY	SUGAR	730	8.91%
UTTAM SUGAR MILLS	SUGAR	136	2.37%
BALRAMPUR CHINI MILLS	SUGAR	163	4.91%
GOA CARBON	CARBON	412.80	6.74%
PHILLIPS CARBON BLACK	CARBON	149.40	2.82%
HIMADRI SPECIALITY CHEMICAL LIMITED	CARBON	106.15	2.31%
GLOBUS SPIRITS	BEVERAGES	142	2.49%
CCL PRODUCTS INDIA	BEVERAGES	265	2.81%
INOX LEISURE	FILMS	372	2.66%
V-GUARD INDUSTRIES	ELECTRICAL EQUIPMENT	243.30	3.53%
MANAPPURAM FINANCE	GOLD & JEWELLERY	139	3.31%

Mid cap Gainers & Losers as on 4th June, 2019

Gainers		
Company Name	LTP	% Chg
IDBI BANK	39.70	7.73%
WHIRLPOOL OF INDIA	1535.10	4.44%
SHRIRAM CITY UNION FINANCE	1610.60	3.92%
ICICI SECURITIES	226.85	3.87%
TATA GLOBAL BEVERAGES	253.45	3.47%
Losers		
Company Name	LTP	% Chg
VAKRANGEE	41.40	-8.10%
JUBILANT LIFE SCIENCES	460.25	-5.74%
INDIAN BANK	273.30	-5.01%
DILIP BUILDCON	553.85	-5.00%
IIFL HOLDINGS	171.10	-5.00%

Large cap Gainers & Losers as on 4th June, 2019

Gainers		
Company Name	LTP	% Chg
UNITED SPIRITS	571.80	2.55%
MRF	57382.45	2.46%
YES BANK	152.80	2.24%
BHARTI INFRATEL	274.00	1.95%
ICICI LOMBARD GENERAL INSURANCE COMPANY	1243.85	1.91%
Losers		
Company Name	LTP	% Chg
BIOCON	540.65	-2.30%
DR REDDYS LABORATORIES	2665.35	-2.16%
HINDUSTAN AERONAUTICS	724.15	-2.14%
HINDUSTAN PETROLEUM CORPORATION	317.85	-2.12%
BHARAT PETROLEUM CORPORATION	408.35	-2.10%

Upcoming Results

Company Name	Result Date
Fedders Electric and Engineering Limited	4-Jun-19
DQ Entertainment (International) Limited	7-Jun-19
Raj Rayon Industries Limited	13-Jun-19
Alok Industries Limited	14-Jun-19
Pricol Limited	15-Jun-19
Pricol Limited	15-Jun-19
Reliance Capital Limited	28-Jun-19
Reliance Home Finance Limited	28-Jun-19

To Register for our up-coming seminar on “Stock Fundamentals Made Easy” by Mr. Shailesh Saraf in Kolkata on 11-12 Jun’19, Click on given link:

<https://www.dynamiclevels.com/en/seminar-registration>

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