

NEWSLETTER

13th May 2023

BGSE FINANCAILS LTD

OVERVIEW**Sensex/Nifty maintain their levels, Nifty holds 18,300 ahead of CPI data; banks lend support!**

- Markets underwent a choppy intra-day session on weak Asian cues, but selective buying in banking and automobile stocks helped recovery at close. The 30-share benchmark index ended at 62027.9 up by 123.38 points or by 0.2 % and then NSE Nifty was at 18314.8 up by 17.8 points or by 0.1 %. Sensex touched intraday high of 62110.93 and intraday low of 61578.15 The NSE Nifty touched intraday high of 18342.75 and intraday low of 18194.55
- The top gainers of the BSE Sensex pack were Mahindra & Mahindra Ltd. (Rs. 1275.85,+1.91%), IndusInd Bank Ltd. (Rs. 1209.00,+1.81%), Axis Bank Ltd. (Rs. 910.80,+1.69%), Hindustan Unilever Ltd. (Rs. 2623.40,+1.22%), HDFC Bank Ltd. (Rs. 1667.60,+0.84%), among others. The top losers of the BSE Sensex pack were Power Grid Corporation of India Ltd. (Rs. 241.70,-2.78%), NTPC Ltd. (Rs. 175.25,-2.34%), UltraTech Cement Ltd. (Rs. 7701.60,-1.70%), Tata Steel Ltd. (Rs. 106.75,-1.66%), Nestle India Ltd. (Rs. 21760.00,-1.19%), among others.
- Auto index was at 32041.9 up by 295.39 points or by 0.93%. Eicher Motors Ltd. (Rs. 3630.60,+6.56%), UNO Minda Ltd. (Rs. 564.45,+2.87%), Mahindra & Mahindra Ltd. (Rs. 1275.85,+1.91%), Tata Motors Ltd. (Rs. 515.65,+0.78%), Hero MotoCorp Ltd. (Rs. 2604.00,+0.75%), Metal index was at 19675.06 down by -337.39 points or by -1.69%. Hindalco Industries Ltd. (Rs. 404.80,-3.83%), Vedanta Ltd. (Rs. 275.10,-2.29%), Tata Steel Ltd. (Rs. 106.75,-1.66%), National Aluminium Company Ltd. (Rs. 81.78,-1.41%), Jindal Steel & Power Ltd. (Rs. 573.85,-1.39%),
- The Market breadth, indicating the overall strength of the market, was weak. On BSE out of total shares traded 3855 , shares advanced were 1739 while 1965 shares declined and 151 were unchanged.

RECOMMENDATIONS

15-04-2023			Fundamentals									Technical	
SI No	Scrip Name	Sector	CMP	Market Cap(In Cr)	Price/Bookvalue	P/E	6 Month Return	Buy	Target	Stop-Loss	RSI	50 Day EMA	
1	Canara bank	Banking	291.05	52256	0.67	8.31	26.99%	286-296	341-326	270	54.4	282.76	
2	Adani Ports	Ports	655.8	141662	4.29	29.29	-28.15%	600-650	760-800	575	44.93	760	
3	HDFC	Finance-Housing	2756.65	509264	2.41	22.06	20.26%	2675-2775	2875-2975	2540	64	2650	
4	Reliance	Refinaries	2361.05	1597448	2.29	25.66	-0.64%	2350-2370	2410-2495	2279	57.14	2279	

GROWTH STOCKS LIKELY TO PERFORM

Fundamental Valuation

- Price to Book Value-The price-to-book (P/B)-** Price to book value ratio measures whether or not a company's stock price is undervalued. The higher the ratio, the higher the premium the market is willing to pay for the company above its hard assets. A company either is undervalued or in a declining business if the value of 1 or less.
- Price to earnings-** Price to Earnings Ratio or Price to Earnings Multiple is the ratio of share price of a stock to its earnings per share (EPS). PE ratio is one of the most popular valuation metrics of stocks. It provides indication whether a stock at its current market price is expensive or cheap.
- Market Capitalization-**Market capitalization refers to how much a company is worth as determined by the stock market. It is defined as the total market value of all outstanding shares.

Technical Analysis

- Moving Average** -The moving average can be used to identify buying and selling opportunities with its own merit. When the stock price trades above its average price, it means the traders are willing to buy the stock at a price higher than its average price. This means the traders are optimistic about the stock price going higher. Therefore, one should look at buying opportunities.

In the above case all the stocks are trading below the Exponential Moving averages, meaning its trading at a Discount to its past 50day trading prices, it's a good time to enter and capitalize on such growth stocks.

"The target if you notice for all the stocks are below its 50 day EMA, because of the correction and sell off which took place last week the stocks are trading below its average trading price"

- Relative strength Index-**The RSI provides technical traders with signals about bullish and bearish price momentum, and it is often plotted beneath the graph of an asset's price. An asset is usually considered overbought when the RSI is above 70 and oversold when it is below 30. The RSI line crossing below the overbought line or above oversold line is often seen by traders as a signal to buy or sell. The RSI works best in trading ranges rather than trending market.

ECONOMY NEWS**RBI invites firms to participate in Greenwashing TechSprint**

The Reserve Bank of India will be among 13 international regulators taking part in the Global Financial Innovation Network's (GFIN) first-ever Greenwashing TechSprint. GFIN is a group of over 80 international organizations committed to supporting financial innovation in the interest of consumers and it is currently chaired by the Financial Conduct Authority. "RBI as a participating member is inviting firms from India to participate in this Greenwashing TechSprint," the central bank said in a statement. The number of investment products marketed as 'green' or making wider sustainability claims is growing. Exaggerated, misleading or unsubstantiated claims about Environmental, Social and Governance (ESG) credentials damage confidence in these products and the RBI wants to ensure that consumers and firms can trust that products have the sustainability characteristics they claim to have, it said.

"RBI will therefore be participating in a virtual TechSprint, hosted on the FCA's Digital Sandbox, to bring together international regulators, firms, and innovators to address sustainable finance as a collective priority," the central bank said. The TechSprint will be to develop a tool or solution that can help regulators and the market effectively tackle the risks of greenwashing in financial services. The RBI has invited all India-based firms which are interested in participating in the TechSprint to apply by May 21. Firms will get the opportunity to work with regulatory experts, a variety of stakeholders and professionals from across the globe, it added..

FM Sitharaman leaves for Japan to attend G 7 meeting

Finance Minister Nirmala Sitharaman on Wednesday embarked on an official two-day visit to Niigata, Japan, to attend a G7 meeting. India is an invitee to G 7 Finance Ministers and Central Bank Governors meeting. "During her visit, FM Smt. @nsitharaman will also have multilateral and bilateral engagements with her counterparts, besides a roundtable meeting with business leaders and investors," a finance ministry tweet said.

During her trip, she will address investors and business leaders in Tokyo. Besides, she will address a seminar on 'Economic Policy in Pursuit of Welfare' at the Finance Ministers and Central Bank Governors (FMCBG) meeting while two other sessions--Tackling Immediate Challenges Facing Developing Countries and Strengthening International Cooperation for Sustainable and Inclusive Growth. The G7 is a forum of leading industrialized nations--Canada, France, Germany, Italy, Japan, the United Kingdom and the United States. Representatives of the European Union are always present at the annual meeting of the heads of state and government of the G 7.

Govt gives time till May 31 for Goods Transport Agencies to opt for GST payment

The government has extended the deadline to May 31 for Goods Transport Agencies to exercise the option of paying GST on forward charge basis for current fiscal. Under GST, Goods Transport Agencies have the option to collect and pay GST on forward charge basis. If they do not opt to do so, the liability to pay the tax gets transferred to the recipient of the service, under reverse charge mechanism. To opt for paying Goods and Services Tax (GST) under forward charge basis at the rate of 12 per cent (with input tax credit) and 5 per cent (without ITC benefits) in a fiscal, a Goods Transport Agency (GTA) has to fill a form (Annexure V) by March 15 of the preceding financial year. In an amendment to the GST Act, the finance ministry in May said "the option for the Financial Year 2023-2024 (by a GTA) shall be exercised on or before the 31st May". Any entity providing service of goods transport by road and issuing a consignment note for the purpose is defined as GTA under GST, which came into effect from July 1, 2017.

The amendment further said that a GTA who commences new business or crosses threshold for registration during any financial year, may exercise the option to itself pay GST on the services supplied by it during that financial year by making a declaration in Annexure V before 45 days from the date of applying for GST registration or one month from the date of obtaining registration, whichever is later. AMRG & Associates Senior Partner Rajat Mohan said GTA has the option to pay tax either on forward charge or reverse charge and both mechanisms have their own pros and cons. Forward charge permits a taxpayer to use tax credit and pay tax only on the differential value added. Reverse charge would obliterate the need to keep detailed records for payment of taxes and would also free up working capital blocked in taxes, Mohan added.

India's economy showing resilient in post-pandemic world: industry body PHDCCI

India is constantly growing above the pre-pandemic level in terms of GDP growth, showing its strong resilience during the post-pandemic and geo-political developments, according to an analysis done by industry body PHD Chamber of Commerce and Industry (PHDCCI). The analysis conducted by PHDCCI's Research Bureau said India has not only recovered from the pandemic years but also consistently grown more than 6 per cent on average in the post-pandemic years. Citing International Monetary Fund (IMF) data, PHDCCI noted India recovered significantly from (-) 5.8 per cent GDP growth in 2020 to 9.1 per cent in 2021 and 6.8 per cent in 2022 with a projected growth rate of 5.9 per cent in 2023. The growth projections for 2023 to 2028 are also at the highest as compared with the top 10 leading economies, said Saket Dalmia, President, PHD Chamber of Commerce and Industry. The recovery process of many of the economies has been impacted by post - pandemic geopolitical conflict between Russia and Ukraine, skyrocketed commodity prices, high inflation trajectory and synchronized moves by the central banks in increasing the interest rates, said Dalmia.

MARKET PERFORMANCE

52 WEEKS HIGH AND LOWS

Ticker Name	LTP(Rs.)	52-Week High(Rs.)	52-Week Low(Rs.)
ABB	3942.65	3955	2121
ACE	443.3	455	175
BAJAJ AUTO	4539.85	4629.15	3462.05
CERA SANITAR	7186.25	7356	3836
CHALET HOTEL	417.35	426	276.6
CHOLA.INVEST	1004.85	1020.85	594
ELECONENGGCO	505.85	515	170.5
FIRSTSOURCE	130.4	134.3	93
GLENMARKPHAR	612.7	615.8	348.9
GODREJCONSUM	999.2	1003.65	708.6

TOP GAINERS

Comapny Name	LTP	Prev. Close	Change(Rs.)	Change (%)	High	Low	52 Week High/Low	TTQ	TTV (in Lakhs)
INTELLECT DESIG	531.15	465.85	65.3	14.02	534	478.05	719/388	284202	1469.3
SUPRIYA LIFESCI	247.95	222.8	25.15	11.29	255.85	222.65	406/170	326965	807.6
ELECON ENGG.	505.85	456.75	49.1	10.75	515	456.75	515/171	337537	1657.24
ZENSAR TECHNOLO	339.65	309.9	29.75	9.6	344	315.8	344/202	551480	1841.12
SOUTH INDIAN BA	17.66	16.31	1.35	8.28	18.2	17.5	45129	23611887	4210.3
DR. LAL PATHLAB	2044.6	1906.8	137.8	7.23	2062.75	1892	2752/1763	58444	1161.52
EICHER MOTORS	3630.6	3407.05	223.55	6.56	3647.2	3494	3886/2333	198345	7169.6
NEWGEN SOFTWARE	608.35	571.75	36.6	6.4	615.6	573	616/321	136470	813.33
GLENMARK PHARMA	612.7	580.05	32.65	5.63	615.8	580.05	616/349	191029	1159.94
UJJIVAN FINANCI	302.7	286.65	16.05	5.6	306.5	289.5	313/121	132784	398.81

TOP LOSERS

Comapny Name	LTP	Prev. Close	Change(Rs.)	Change (%)	High	Low	52 Week High/Low	TTQ	TTV (in Lakhs)
JINDAL STAINLES	277.1	295.75	-18.7	-6.32	299.35	273.6	329/95	81227	231.23
GREAVES COTTON	152.7	161.8	-9.15	-5.66	164.8	151	185/119	490544	776.53
BALRAMPUR CHINI	386.7	408.45	-21.8	-5.34	415.05	383.5	432/307	116777	461.1
RAIL VIKAS NIGA	120.5	126.75	-6.3	-4.97	128.8	120.5	145/29	2647860	3235.92
MANAPPURAM FINA	110	115.5	-5.55	-4.81	116	108.1	134/82	2186939	2440.02
MARKSANS PHARMA	74.33	77.83	-3.5	-4.5	77.83	74	83/39	157725	118.11
ADANI TOTAL GAS	818.4	855.35	-37	-4.33	854.3	812.6	3998/655	243840	1991.51
HINDALCO INDUS.	404.8	420.9	-16.1	-3.83	418.2	404	504/309	611176	2493.7
TRIVENI ENG.&IN	266.6	277.1	-10.55	-3.81	276.85	264	334/211	66639	180.15
ICICI PRU LIFE	433	449.9	-16.9	-3.76	449.5	429.5	609/381	24050	105.65

SUPER STOCK MOVERS

CompanyName	May-12	May-11	May-10	May-09	May-08
ABB	3942.65	3861.1	3815.75	3803.2	3797.5
ABB POWER	3814.55	3800.65	3766.7	3739.55	3685.85
ASHOKLEYLAND	149.75	148.85	148.8	147	146.65
ASTRA ZENECA	3300.3	3292.25	3252.55	3210.3	3194.15
ATUL	6944.85	6913.4	6862.8	6805.15	6739.55
AXIS BANK	910.8	895.65	890.05	888.3	878.75
BAJAJ FINSER	1423.4	1419.7	1413.75	1407.9	1404.75
CENTURYPLYBO	569.45	561.85	550.35	540.9	536.45
CESC	70.27	69.76	69.11	68.91	68.71
CHALET HOTEL	417.35	403.3	400.95	392.75	389.35

TOP QUANTITY TRADED

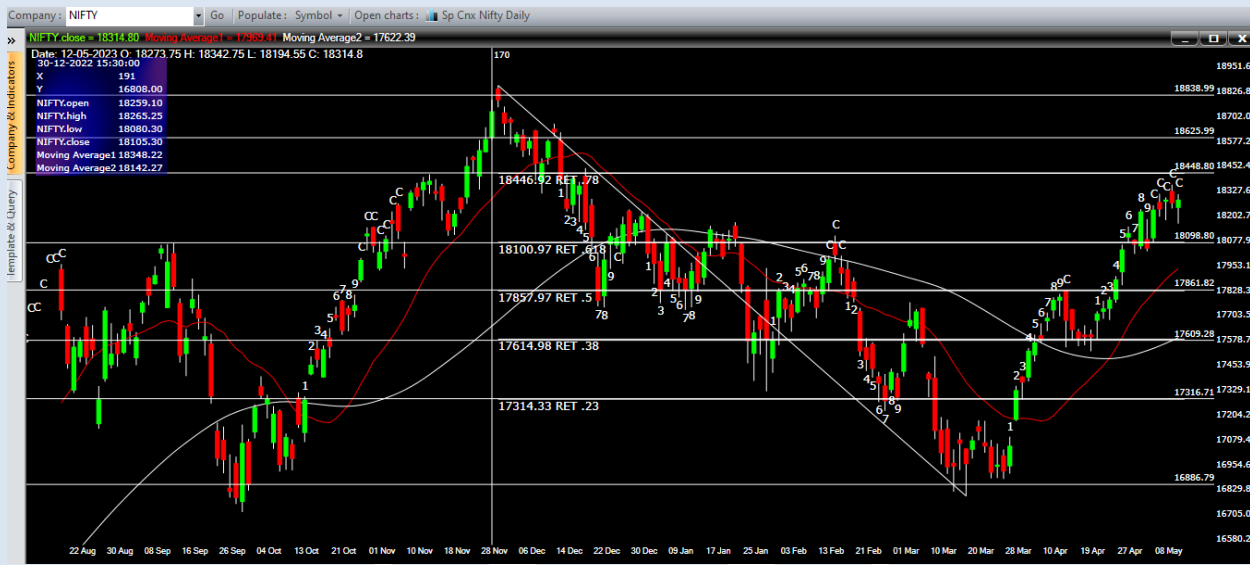
Comapny Name	LTP	Prev. Close	Change(Rs.)	Change (%)	High	Low	TTQ	TTV (in Lakhs)
GTL INFRASTRUCT	0.86	0.89	-0.03	-3.37	0.93	0.84	64912226	576.22
SOUTH INDIAN BA	17.66	16.31	1.35	8.28	18.2	17.5	23611887	4210.3
VODAFONE IDEA L	7.02	7.12	-0.1	-1.4	7.11	6.96	18616239	1308.2
SUZLON ENERGY L	8.24	8.33	-0.09	-1.08	8.4	8.21	12964748	1075.14
YES BANK LTD.	15.96	16.08	-0.12	-0.75	16.15	15.81	11477875	1835.45
INDIAN RAILWAY	33.33	33.7	-0.37	-1.1	33.99	33.06	9096066	3032.07
JAIPRAKASH POWE	5.71	5.73	-0.02	-0.35	5.74	5.65	7343613	418.61
RELIANCE POWER	11.78	11.87	-0.09	-0.76	12	11.74	6791793	806.16
ZOMATO	62.57	62.51	0.06	0.1	63.6	61.61	5323990	3342.15
UJJIVAN SMALLFI	30.66	29.25	1.41	4.82	30.8	29.49	3768496	1147.26

TOP VALUE TRADED

Comapny Name	LTP	Prev. Close	Change(Rs.)	Change (%)	High	Low	52 Week High/Low	TTQ	TTV (in Lakhs)
NAVIN FLUORINE	4752.3	4724.2	28.1	0.59	4769.45	4627.9	4900/3439	280823	13053.47
TATA MOTORS LTD	515.65	511.65	4	0.78	520.4	510.15	520/366	2013400	10380.49
EICHER MOTORS	3630.6	3407.05	223.55	6.56	3647.2	3494	3886/2333	198345	7169.6
INFOSYS	1245.55	1256.1	-10.55	-0.84	1256.1	1239	1672/1215	566495	7067.13
ADANI ENTERPRIS	1964.8	1984.6	-19.8	-1	2011.85	1947.45	4190/1017	235433	4646.18
HDFC BANK	1667.6	1653.7	13.9	0.84	1672.2	1643.6	1734/1272	277671	4616.55
SOUTH INDIAN BA	17.66	16.31	1.35	8.28	18.2	17.5	45129	23611887	4210.3
POWER FINANCE C	164.65	164.6	0.05	0.03	165.15	159.3	177/97	2395660	3902.51
L&T	2220.9	2241.65	-20.75	-0.93	2234.95	2197.85	2416/1457	169587	3760.62
MAX HEALTHCARE	499.7	483.65	16.05	3.32	513.15	497.85	513/306	713280	3596.6

WHAT TO EXPECT GOING FORWARD?

Nifty Daily chart



Nifty bottomed at 17600 levels in mid-April and did a solid bounce from those levels to closing at 18300 levels on Friday, this indicates that our Indian market has withstood Global factors, Rising Inflation, Unemployment, Rising interest rates and Ongoing elections and results outcome. Our FIIs are Bullish irrespective of all these Negative factors motivating our DIIs to Invest, so the cashflows are positive plus a stable and rising Quarterly results of major Blue-chip companies also adds to the Sentiment of the market.

US stocks ended slightly lower on Friday, led by weaker mega cap shares following their recent rally, as data showed U.S. consumer sentiment dropped to a six-month low.

The Dow was barely lower in its fifth straight day of declines, the blue-chip index's longest losing streak in two months

Nifty Levels

Resistance-**18625/18500**

Support-**18200/18050**

WHAT TO EXPECT FORWARD IN 2023?

In 2023 Both Nifty and Sensex might face a tough growth aspect because of Geopolitical issues active, Crude oil demand & supply, more interest rate Hikes possible if inflation is not curbed, Upcoming Elections impacting the market movement, Budget Dictating sector specific movement and decline, Mergers, Acquisitions & takeovers, earning season and Lot of market Events which will impact the market sentiments starting from.

- 1. From start of 2023, all stocks will have T+1 settlement. (Already Implemented)**
- 2. Existing Mutual Funds investors will have to file for nomination on or before March 31, 2023, or else their units could be frozen.**
- 3. Auto companies will hike prices in January.(Price rise has been done for most of the Auto companies)**
- 4. For FX exposures banks need to do a provisioning of 20 to 80 bps from January.**
- 5. Auto Expo to be held in January in Greater Noida.(Event completed)**
- 6. From January, rating agencies will have to scrutinize the company themselves before giving Credit Enhancement (CE) rating. Earlier, they could have outsourced the facility.**
- 7. From January, Delhi NCR will ban the use of coal due to increasing air pollution issues.**
- 8. The HDFC-HDFC Bank merger is expected to be completed by the Q2 or Q3 of FY24. PVR-Inox merger to be finalized in 2023.**
- 9. From April 1, 2023, Bharat NCAP - which is used to measure safety of vehicles - will be applicable.**
- 10. From April 1, 2023 all Centre and state government vehicles which have completed 15 years or more will be scrapped.**
11. From October 1, 2023, six airbags will be compulsory in all passenger vehicles.
12. China will reopen its borders and will ease Covid quarantine rules from January 8.
- 13. On May 6, the Coronation ceremony of King Charles III and Camilla will be conducted at Queen Consort, Westminster Abbey, London.**
14. In 2023, Ukraine too will have parliamentary elections.
- 15. In February, State Legislative Elections will be held in Tripura, Meghalaya, Nagaland.**
- 16. In May, State Legislative Elections will be held in Karnataka, and Jammu and Kashmir.**
17. In November, Chhattisgarh, Madhya Pradesh, Mizoram will have State Legislative Elections.
18. Rajasthan, Telangana will have State Legislative Elections in December 2023.
19. India will host G20 New Delhi summit on September 9 and September 10.

Suggestions

“Investors should focus on Value Buying (Discounted stocks), stocks with steady earnings (Growth stocks) focus on sectors which are domestically oriented sectors (Supply chain of raw materials sourced locally) & fair valuation which is very important in selecting stocks.

One of the best ways to deal with a highly volatile market is to stay diversified. To some extent, a hybrid fund along with investments in gold and international markets should do the trick.

“The global sentiment and outlook will have an impact on Indian equity outcomes. We will continue to expect low teen returns from equities over the next 3-5 years using volatility as a lowered entry point. While the long-term outlook is solid, markets from the near-term lens seem to be fairly priced. In this context, investors looking to add fresh investment could invest in equity-oriented hybrid funds, allocate via SIPs, or keep aside say 20%-30% while making lump sum commitments for any plausible correction.

WHAT WE DO AND OFFER OUR CLIENTS?

We offer Research related services by our SEBI authorized Research team in respect to,

Positional Calls- Positional Calls identifies stocks on basis of technical analysis and derivative. Calls are released during market hours or weekends as an when opportunities are available. Each calls includes a target price and stop loss. We provide short term and long-term position equity trading calls with entry, exit and stop-loss levels. These equity positional calls are continuously monitored by our technical analyst expert. The stop-losses and targets of our equity calls are revised based on market condition. We provide positional call-in stocks, bank nifty, or nifty

“We are a team of seasoned stock market analysts providing Equity related research services.

Our team of analysts works round the clock to track the movements in the market. We continuously track scripts for possible movements and provide calls and recommendations.

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