



**BgSE FINANCIALS LIMITED**

# NEWSLETTER RESEARCH REPORT

*Date 21/12/2019*



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## Market Outlook

### Sensex, Nifty end in green; PSU banks rally over 2%

- ✚ Despite a range-bound trade, domestic markets hit fresh lifetime highs for the third consecutive day on Friday. Investment sentiment remained in check in the absence of any key global and domestic cues.
- ✚ The 30-share benchmark index ended at 41,681.54 up by 7.62 points or by 0.02 % and then NSE Nifty was at 12271.8 up by 12.1 points or by 0.1 %. The benchmark Sensex and Nifty hit fresh highs of 41,809.96 and 12,293.90, respectively. In a major corporate development, Mahindra & Mahindra (M&M) on Friday announced a rejig of its top management with Anand Mahindra, 64, transiting to the role of non-executive chairman from executive chairman, effective 1 April, 2020.
- ✚ In a statement, the firm said Pawan Kumar Goenka has been re-appointed the managing director with additional responsibilities of chief executive officer (CEO) for a year, effective 1 April, 2020. Shares of Mahindra and Mahindra reversed their 0.7 per cent intra-day gain, and declined 1.2 per cent in the intra-day deals today.
- ✚ The counter eventually settled 0.86 per cent lower at Rs 530.45. During the day's trade, Sensex touched intraday high of 41719.29 and intraday low of 41456.4 The NSE Nifty touched intraday high of 12293.9 and intraday low of 12252.75
- ✚ The top gainers of the BSE Sensex pack were Tata Steel Ltd. (Rs. 461.20,+3.23%), State Bank of India (Rs. 337.85,+2.96%), YES Bank Ltd. (Rs. 51.35,+2.91%), Hero MotoCorp Ltd. (Rs. 2390.25,+1.22%), Bharti Airtel Ltd. (Rs. 453.50,+1.11%), among others. The top losers of the BSE Sensex pack were Vedanta Ltd. (Rs. 144.20,-3.45%), Tata Motors Ltd. (Rs. 72.60,-2.75%), Kotak Mahindra Bank Ltd. (Rs. 1693.05,-2.10%), Tata Motors Ltd. (Rs. 176.00,-1.76%), ITC Ltd. (Rs. 241.25,-1.27%), among others. Among the sectors, Auto index was at 18274.75 up by 190.23 points or by 1.05%. Hero MotoCorp Ltd. (Rs. 2390.25,+1.22%), TVS Motor Company Ltd. (Rs. 460.00,+0.77%), Maruti Suzuki India Ltd. (Rs. 7258.75,+0.27%),. On the flip side, CGS index was at 17077.39 down by -44.1 points or by -0.26%. ABB India Ltd. (Rs. 1266.40,-14.25%), Sadbhav Engineering Ltd. (Rs. 111.05,-2.89%), Kalpataru Power Transmissions Ltd. (Rs. 392.00,-1.56%), V-Guard Industries Ltd. (Rs. 212.90,-1.37%), Bharat Electronics Ltd. (Rs. 98.80,-1.25%),. The Market breadth, indicating the overall strength of the market, was weak. On BSE out of total shares traded 2927 , shares advanced were 1397 while 1323 shares declined and 207 were unchanged.

**Commercial coal mining for pvt sector to cut import dependency:**  
**Anil Agarwal**

- Mining baron Anil Agarwal on Friday said commercial coal mining for the private sector in the country will help in cutting down import dependency and his firm Vedanta Ltd will look for opportunities once it begins. Also, Agarwal said Vedanta is keen to participate in auction of iron ore in future. In a major reform in the coal sector since its nationalisation in 1973, the government last year in February had allowed private companies to mine the fossil fuel for commercial use, ending the monopoly of state-owned Coal India Ltd (CIL).
- The Centre had termed the move of opening up of commercial coal mining for the private sector as the most ambitious coal sector reform since the nationalisation of this sector. "Import of coal is a sin. We (India) already have huge reserves of coal. In exchange of import, huge money goes out of the country," Agarwal told PTI on the sidelines of an ASSOCHAM event here. He further said: "Today we can double the production of Coal India and in coming days more mines open so we don't import coal. If commercial mines will be opened we will for sure look for them". Vedanta, he said, will also participate in the auction of iron ore mines in future.

**COAI raises AGR issue, seeks cut in levies at meeting with FM**

- ✚ Amid mounting financial woes of the telecom sector, industry body COAI raised the issue of adjusted gross revenue and sought cut in levies like licence fee and spectrum usage charges during a meeting with Finance Minister Nirmala Sitharaman on Friday.
- ✚ The industry has also asked the government to create an infrastructure bank that will raise tax-free bonds, the proceeds of which can be used to lend to the companies at lower rates, Rajan Mathews, Director General of Cellular Operators' Association of India (COAI) said after a pre-budget meeting with the FM.
- ✚ The industry has also raised the issue of adjusted gross revenue (AGR) and higher levies during the meeting, Mathews said. The first thing that we highlighted was the matter of AGR, the high licence fee, and spectrum usage charges (SUC) that are being paid by the industry, Mathews said. "We represented that they be brought down... We urged that licence fee which is currently at eight per cent be lowered to about 3 per cent, and SUC which is presently at 5 per cent be brought down to 1 per cent... and to see if it could be done over a appropriate period of time," he added.

## Industry News

- ✚ The comments assume significance as the debt-laden telecom industry is saddled with Rs 1.47 lakh crore in additional statutory dues in the wake of a recent Supreme Court ruling on AGR. Telecom companies owe the government Rs 92,642 crore in unpaid licence fee, and another Rs 55,054 crore in outstanding spectrum usage charges. According to government data, the liabilities in the case of Bharti Airtel add up to nearly Rs 35,586 crore, of which Rs 21,682 crore is licence fee and another Rs 13,904.01 crore is the SUC dues (excluding the dues of Telenor and Tata Teleservices).
- ✚ In the case of Vodafone Idea, this number stands at a cumulative Rs 53,038 crore, including Rs 24,729 crore of SUC dues and Rs 28,309 crore in licence fee. The remaining liability is with state-owned BSNL/MTNL and some of the shut/bankrupt telecom companies. The Supreme Court had allowed three months to the affected telcos to cough up the amounts due to the government, and the telecom department subsequently shot-off notice to players to pay their revenue share dues within the timelines stipulated by the court.
- ✚ The department has given option to operators to clear all the dues on self-assessment basis. On AGR dues, Mathews pointed out that Department of Telecom has said they will await clarity from the Supreme Court. Meanwhile, Mathews said that the industry has also asked the government to clear GST input tax credit dues worth about Rs 36,000 crore. "We have also raised GST related issue... Our spectrum and licence fee are taxed at 18 per cent because they are classified as services.
- ✚ We said they are not services," Mathews added. COAI also urged the government to remove the high import duties on telecom equipment, that will only serve to increase costs for the cash-strapped industry and may hamper roll out of networks and new technology. "We talked of duties on equipments... We said 4G equipment and 5G equipment should be brought to normal levels if not free because they fit into the PM's vision of connected digital India...", Mathews said.

#### **DCC approves Rs 4.9 lakh crore spectrum auction plan**

- ✚ The Digital Communication Commission, the apex decision-making body at the telecom department, on Friday approved a Rs 4.98 lakh crore spectrum auction plan, which is expected to pave the way for 5G services in the country. According to sources, the spectrum auction plan was approved by the DCC at a meeting here.
- ✚ The spectrum auction is expected to be held in May-June next year and the DCC has not recommended any reduction in price of radiowaves, sources said. Based on views sought by the government, telecom regulator Trai on August 1, 2018 recommended auction of spectrum in the 700MHz, 800MHz, 900 MHz, 1800 MHz, 2100 MHz, 2300 MHz, 2500 MHz, 3300-3400 MHz, 3400-3600MHz bands. The reserve price suggested by Trai for various bands is valued at around Rs 4.9 lakh crore.

## Industry News

**Investments via P-notes decline to Rs 69,670 cr at Nov-end**

- ✚ Investments through participatory notes (P-notes) in the Indian capital market dropped to Rs 69,670 crore at the end of November. P-notes are issued by registered foreign portfolio investors (FPIs) to overseas investors who wish to be part of the Indian stock market without registering themselves directly after going through a due diligence process.
- ✚ The total value of investments via P-notes in the Indian markets (including equity, debt, and derivatives) declined by Rs 7,103 crore to Rs 69,670 crore by the end of November from Rs 76,773 crore at October-end. Of the total investments made till the end of November, Rs 52,749 crore was invested in equities, Rs 16,238 crore in debt and Rs 683 crore in derivatives segments.
- ✚ The investment of Rs 76,773 crore at the end of October was registered after a continuous decline since June, the data with markets regulator Sebi showed. At the end of June 2019, the Indian capital market saw a total outflow of Rs 81,913 crore through P-notes, a drop from Rs 82,619 crore till May-end. At the end of July, it further declined to Rs 81,082 crore and till August-end the investment stood at Rs 79,088 crore.
- ✚ The investment at September-end stood at Rs 76,611 crore and then marginally rose to Rs 76,773 crore at October-end. In July, Sebi's board approved a proposal to rationalise the framework for issuance of P-notes. The use of P-notes has been on a decline since 2017 and slumped to a nine-and-a-half year low of Rs 66,587 crore at the end of October last year.
- ✚ In July 2017, Sebi notified stricter P-notes norms stipulating a fee of USD 1,000 that will be levied on each instrument to check any misuse for channelising black money. It had also prohibited FPIs from issuing such notes where the underlying asset is a derivative, except those which are used for hedging purposes.

**Industry News**

52 week Highs & Lows

TICKER NAME	LTP(RS.)	52-WEEK HIGH(RS.)	52-WEEK LOW(RS.)
CRISIL	1,801.25	1,811.95	1,135.45
DISHMANCARBO	106.35	258.15	102.50
DLF	230.45	232.60	133.90
ESSEL PROPAC	171.05	182.90	78.85
GNFC	168.20	383.00	168.00
ICICI BANK	545.85	549.50	336.25
ICICI LGICL	1,412.25	1,421.35	809.60
MAHANAGARGAS	1,065.20	1,089.00	754.70
NAVIN FLUORI	977.05	983.95	570.20
NMDC	124.30	124.80	74.80

TOP GAINERS

COMAPNY NAME	LTP	PREV. CLOSE	CHANGE(RS.)	CHANGE (%)	HIGH	LOW	52 WEEK HIGH/LOW	TTQ	TTV (IN LAKHS)
JAMNA AUTO INDS	46.85	43.95	2.90	6.60↑	47.45	43.10	68/30	355949	163.88
DISH TV INDIA L	13.98	13.15	0.83	6.31↑	14.65	13.03	43/10	9933499	1401.49
RELIANCE INFRAS	23.10	22.00	1.10	5.00↑	23.10	22.00	325/18	169659	38.47
CORPORATION BAN	25.45	24.25	1.20	4.95↑	26.10	24.35	32/14	294377	74.96
RELIANCE CAPITA	12.25	11.70	0.55	4.70↑	12.25	11.55	232/10	469233	56.61
JOHNSON CONTROL	1952.45	1866.55	85.90	4.60↑	1985.00	1858.65	2175/1475	366	7.06
SHRIRAM TRANS.F	1181.45	1132.25	49.20	4.35↑	1189.35	1123.55	1297/909	43602	508.02
UNION BANK OF I	59.20	56.90	2.30	4.04↑	59.80	57.00	100/48	850329	499.41
NESTLE INDIA	14833.20	14281.40	551.80	3.86↑	14979.85	14244.00	15150/10028	5258	772.75
SUPRAJIT ENGINE	175.90	169.45	6.45	3.81↑	182.50	174.00	247/146	7917	14.21

TOP LOSERS

COMAPNY NAME	LTP	PREV. CLOSE	CHANGE(RS.)	CHANGE (%)	HIGH	LOW	52 WEEK HIGH/LOW	TTQ	TTV (IN LAKHS)
ABB INDIA	1266.40	1476.80	-210.40	-14.25↓	1349.00	1262.55	1669/1210	16760	216.18
DISHMAN CARBOGE	106.35	116.45	-10.10	-8.67↓	114.35	102.50	258/103	180411	193.41
IIFL FINANCE	140.30	149.00	-8.70	-5.84↓	149.60	139.00	511/99	26472	37.75
COFFEE DAY ENTE	42.00	44.20	-2.20	-4.98↓	42.00	42.00	318/27	42243	17.74
JAIN IRRIGATION	8.25	8.68	-0.43	-4.95↓	9.04	8.25	71/7	583640	49.94
LINDE INDIA	658.40	684.70	-26.30	-3.84↓	688.00	653.70	819/403	7395	49.03
FUTURE CONSUMER	22.65	23.50	-0.85	-3.62↓	24.35	22.40	52/22	86085	19.98
VEDANTA	144.20	149.35	-5.15	-3.45↓	150.50	143.30	205/126	1338819	1951.64
JAIPRAKASHASSOC	2.27	2.35	-0.08	-3.40↓	2.37	2.25	8/2	695081	15.91
SPICEJET LTD.	96.00	99.30	-3.30	-3.32↓	99.55	95.70	157/73	463815	448.55

MARKET  
PERFORMANCE

SUPER STOCK MOVERS

COMPANYNAME	DEC20	DEC19	DEC18	DEC17	DEC16
BAJAJ CORP	233.60	225.05	224.60	223.90	221.70
BERGERPAINTS	506.75	505.45	500.05	492.95	492.60
BLUE STAR	807.15	803.85	797.05	794.95	794.40
BRITANIAINDS	3123.85	3111.05	3090.15	3071.35	3051.70
ECLERX SERVI	556.15	542.10	541.95	538.10	527.75
GODFREYPHILP	1309.70	1303.75	1260.95	1254.20	1223.30
GODREJCONSUM	706.45	684.75	680.45	677.75	674.65
HCLTECHNOLOG	571.30	569.05	564.70	557.50	552.30
HDFC LIFE	613.90	604.95	601.30	595.45	592.00
HEG	1128.30	1122.90	1117.25	1115.35	1104.00

TOP QUANTITY TRADED

COMAPNY NAME	LTP	PREV. CLOSE	CHANGE(RS.)	CHANGE (%)	HIGH	LOW	52 WEEK HIGH/LOW	TTQ	TTV (IN LAKHS)
VODAFONE IDEA L	6.52	6.58	-0.06	-0.91↓	6.61	6.30	21/3	23412924	1524.48
YES BANK LTD.	51.35	49.90	1.45	2.91↑	53.50	48.50	286/29	22408918	11635.87
DISH TV INDIA L	13.98	13.15	0.83	6.31↑	14.65	13.03	43/10	9933499	1401.49
MOTHERSONSUMISY	146.70	148.05	-1.35	-0.91↓	149.90	145.55	176/91	7065947	10365.82
INDIABULLS HOUS	299.30	293.80	5.50	1.87↑	306.30	288.80	919/166	2592428	7763.98
BHARAT HEAVY EL	44.85	44.45	0.40	0.90↑	45.35	43.10	79/41	2528351	1115.06
RELIANCE POWER	3.33	3.22	0.11	3.42↑	3.38	3.17	31/2	2455795	81.05
STEEL AUTHORITY	41.60	41.10	0.50	1.22↑	42.00	40.75	60/30	2295607	952.44
SUZLON ENERGY L	2.04	1.98	0.06	3.03↑	2.12	2.00	8/2	2086781	42.46
TATA STEEL	461.20	446.75	14.45	3.23↑	463.30	444.00	560/320	1694417	7730.12

TOP VALUE TRADED

COMAPNY NAME	LTP	PREV. CLOSE	CHANGE(RS.)	CHANGE (%)	HIGH	LOW	52 WEEK HIGH/LOW	TTQ	TTV (IN LAKHS)
YES BANK LTD.	51.35	49.90	1.45	2.91↑	53.50	48.50	286/29	22408918	11635.87
MOTHERSONSUMISY	146.70	148.05	-1.35	-0.91↓	149.90	145.55	176/91	7065947	10365.82
INDIABULLS HOUS	299.30	293.80	5.50	1.87↑	306.30	288.80	919/166	2592428	7763.98
TATA STEEL	461.20	446.75	14.45	3.23↑	463.30	444.00	560/320	1694417	7730.12
SBI	337.85	328.15	9.70	2.96↑	339.55	328.00	374/244	1665792	5599.62
RELIANCE INDS.	1599.40	1605.15	-5.75	-0.36↓	1617.80	1595.65	1618/1067	315858	5077.19
MARUTI SUZUKI I	7258.75	7239.35	19.40	0.27↑	7304.00	7234.30	7918/5447	43433	3155.14
TATA CONSULTANC	2222.55	2228.65	-6.10	-0.27↓	2246.15	2209.40	2296/1810	139678	3112.68
RBL BANK	342.80	342.25	0.55	0.16↑	351.10	339.00	717/231	878948	3034.82
PETRONETLNG	275.95	276.60	-0.65	-0.23↓	281.50	275.00	302/209	1081257	3006.54

MARKET  
PERFORMANCE

# POSITIONAL CALL

## HCLTECH

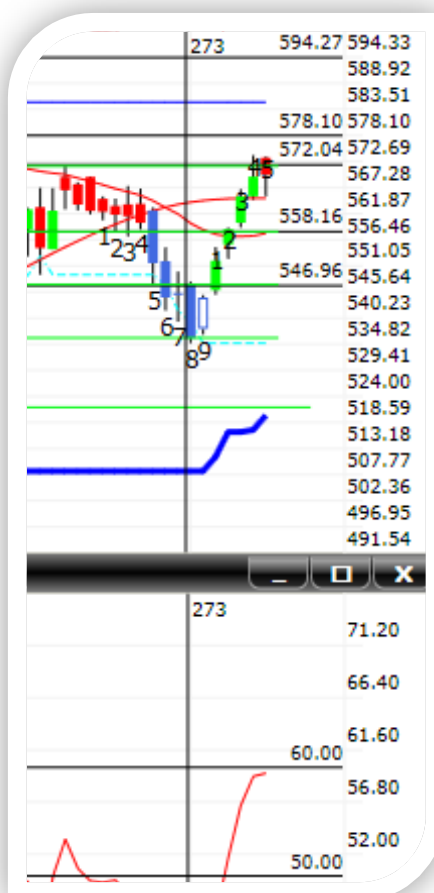
### Company Description

HCL Technologies Ltd. is a Public Limited Listed company incorporated on 12/11/1991 and has its registered office in the State of Delhi, India. Company's Corporate Identification Number(CIN) is L74140DL1991PLC046369 and registration number is 046369. Currently Company is involved in the business activities of Computer programming, consultancy and related activities. Company's Total Operating Revenue is Rs. 26012.00 Cr. and Equity Capital is Rs. 271.00 Cr. for the Year ended 31/03/2019.

### Technical Analysis

This particular stock has broken its trading zone and has entered into new levels trading very close to its all time high ,the past week the stock has shown positive momentum making higher highs, the stock has closed above its 30 Day moving average indicating further upside,the RSI has closed just below 60 so buyers can enter when the RSI is in between 50-60 (50 being the Ideal entry level) So investors enter into the levels mentioned below .

<u>STOCK</u>	<u>ACTION</u>	<u>ENTRY</u>	<u>TARGET</u>	<u>STOPLOSS</u>	<u>TIMEFRAME</u>
HCLTECH	BUY	558-564	578-595	548	1 Month





## ECONOMY NEWS

### Fitch lowers India GDP growth to 4.6% in FY20

- ✚ Fitch Ratings on Friday cut India's GDP growth forecast for 2019-20 fiscal year to 4.6 per cent on deterioration in business and consumer confidence. It affirmed India's Long-Term Foreign-Currency Issuer Default Rating (IDR) at 'BBB-' with a Stable Outlook. Fitch said growth will gradually recover to 5.6 per cent in FY21 and 6.5 per cent in the following year with support from easing monetary and fiscal policy and structural measures.
- ✚ "Our outlook on India's GDP growth is still solid against that of peers, even though growth has decelerated significantly over the past few quarters, mainly due to domestic factors, in particular a squeeze in credit availability from non-banking financial companies (NBFC) and deterioration in business and consumer confidence," it said. India's rating, it said, balances a still strong medium-term growth outlook compared with 'BBB' category peers and relative external resilience stemming from solid foreign-reserve buffers against high public debt, a weak financial sector and some lagging structural factors, including governance indicators and GDP per capita.

### Goyal asks industry to flag countries placing non-tariff barriers, promises retaliatory action

- ✚ Union minister Piyush Goyal on Friday asked the industry to flag the countries that are placing non-tariff barriers on Indian exports and promised to take retaliatory actions against those countries. Speaking at the 92nd Annual Convention of FICCI, the Commerce and Industry Minister also said India needs to get more competitive, and stressed on addressing the problems of the entire value chain, be it inverted duties, dumping, or unfair subsidies. "Our government does not believe in solving issues individually for a company. We believe in doing a root cause analysis, we believe in understanding where the problems are and we believe in finding a sustainable solution that can outlive an individual's problem," Goyal said.
- ✚ The minister said "a responsible government, a listening government" can impact business, can make a change and assured the corporate leaders present at the event that his office and he himself was available 24x7 to address the industries' concerns. He further said the stakeholders need to tell the government, which country is using any trade remedial measures or non-tariff barriers which impact their exports to that country. "Our government is willing to stand by you and look at retaliatory actions and impose similar trade remedial measures," Goyal said. India's exports contracted for the fourth month in a row in November, dipping 0.34 per cent to USD 25.98 billion, mainly on account of poor shipments of petroleum, gems & jewellery and leather products.

## ECONOMY NEWS

- ✚ He also pointed out that the industry and the government need to work together to rejuvenate that entrepreneurial spirit and find solutions to certain problems which are real. "As much as we engage with each other, we will be able to come to solutions and devise innovative solutions," he said. The minister also said India is the best place to invest in. "It's the place, where you get both, a competitive edge and get a huge domestic market aspiring for a better quality of life," he said. Referring to the NIRVIK (Niryat Rin Vikas Yojna) scheme, Goyal said it has been designed in such a way that every exporter will get dollar financing or foreign exchange financing and those who want to take money in rupee terms will positively get financing in the domestic currency.

#### **RBI's auction of govt bonds will be liquidity neutral: DBS**

- ✚ The RBI's announcement regarding sale and purchase of government securities will be liquidity neutral unlike traditional open market operations, according to a report by DBS Bank released on Friday. The central bank has decided to conduct simultaneous purchase and sale of government securities under Open Market Operations (OMO) for Rs 10,000 crore each on December 23, 2019.
- ✚ According to a press release issued by the RBI on Thursday, the decision has been taken after a review of the current liquidity and market situation and an assessment of the evolving financial conditions.
- ✚ The government will purchase 6.45 per cent government bonds maturing in 2029 and simultaneously selling the same amount of short-term bonds maturing in 2020 on December 23, 2019. "Given the scope of likely additional borrowings in early 2020, we reckon more is likely to follow to limit rise in the longer-tenor yields," the report said. There was no indication whether it was a one-time exercise or part of continuing operations, it said.
- ✚ Parallels are being drawn with Fed's Operation Twist (Op-Twist, USD 400billion) that was announced in September 2011 and ran through end-2012, according to DBS. "We reckon that this Op-Twist' move is part of broader measures by the central bank to expedite policy transmission, when seen in the broader context of prodding banks to peg part of the loan book to external benchmarks, keep an accommodative policy bias, provide support to non-bank institutions and keeping liquidity ample, said DBS. More steps are likely to smoothen the liquidity and credit premia aspects of the lending rates to hasten the pass-through of an easy monetary policy, it said.

## ECONOMY NEWS

**India signs \$490 million loan agreement with ADB to upgrade Madhya Pradesh roads**

- ✚ The Asian Development Bank (ADB) and the Government of India today signed a \$490 million loan for public-private partnership (PPP) project to upgrade about 1,600 km of state highways and major district roads (MDRs) from single-lane to two-lane widths in the state of Madhya Pradesh. An additional \$286 million investment will be mobilised through private sector participation under the PPP modality.
- ✚ The signatories to the loan agreement were Sameer Kumar Khare, Additional Secretary (Fund Bank and ADB), Department of Economic Affairs, Ministry of Finance, and Kenichi Yokoyama, Country Director of ADB's India Resident Mission. The project continues ADB's engagement with the state's road sector since 2002. This will open a new partnership by introducing PPP through the hybrid-annuity model (HAM), thereby leveraging government financing and improving sustainability of capital investments.
- ✚ The HAM is a mix of engineering, procurement, construction, and build-operate-transfer. This passes the responsibility of design, implementation, and operation and maintenance obligations to the private sector, while attracting some private sector financing. Under this model, the government will release 60% of the total project cost during construction, to be paid to the concessionaire in tranches linked to completion milestones.
- ✚ The remaining 40% is arranged by the concessionaire in the form of equity and commercial debt. Once the project is completed, the government will repay the concessionaire's financial investment over 10 years.



## TECHNICAL ANALYSIS

### INVESTMENT SUGGESTIONS

- ✚ Much to everyone's surprise, Nifty and Bank Nifty touched new highs this week. Buoyancy was visible in equities across the globe in spite of concerns over rich valuations, trillions of dollars in negative interest rates, Trump's impeachment and other unfavourable geopolitical developments.
- ✚ FIIs spearheaded the indices with aggression, which led the bourses to attain higher levels, while DIIs showed hesitation and shied away from investing in the market. This divergent behaviour between FIIs and DIIs showed that Market was now climbing a wall of worry. Currently, very few stocks have made 52-week highs, which is one of the least in last few years, when indices sit at new highs.
- ✚ This is indeed worrisome, as majority of smallcap and midcap stocks are still languishing near their 52-week lows. All these facts point out that there is still a long way to go before the market achieves its true bullish potential.
- ✚ Investors should, however, maintain caution as all the positives are already factored in currently and the road ahead can be rocky for some time.
- ✚ Nifty50 is moving upwards albeit with caution, as it enters an unknown territory. The market is trying to gain strength and signal further upside. However there is strong resistance at current levels. Volumes are also not strong enough, which means there is a high chance that indices may correct before bouncing back. But if the current resistance is broken, then traders can go long till 12,400 level, which is the next resistance level. Traders should buy with caution in the coming week.
- ✚ Yearend sessions are likely to witness extremely stock-specific movement with only a few sectors showing strength. A lot of rotation is also expected from high priced stocks/sectors for value buying in cyclical and commodities. Investors having a one-year horizon can allocate capital to metals, cement, sugar and ceramic sectors. One can also look at FMCG, as there are opportunities to accumulate these stocks at current levels. But invest only in quality companies from the above sectors to your portfolio from any micro risks.

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