

## Nifty Outlook

Markets traded volatile and settled with a cut of over half a percent amid mixed cues. The beginning was upbeat, thanks to firm Asian markets but caution ahead of the WPI numbers capped upside. It plunged sharply after the Supreme Court rejected the plea of telecom players viz. Vodafone Idea and Bharti Airtel seeking a new schedule of AGR payments. The benchmark pared some of its losses in the middle but selling pressure in the latter half again pushed the index to the day's low. Mostly sectoral indices traded in tandem with the benchmark and ended in the red.

Markets are facing headwinds from the both domestic and global front however the benchmark still looks comparatively stable. Stocks, on the other hand, are witnessing volatile swings and we expect this trend to continue, at least in the near future. In the absence of any major local event, we feel global cues will largely dictate the market trend.

	VWAP (Expiry till date)	Max OI (Call)	Max OI (Put)
<b>NIFTY</b>	12120	12500	12000

## News

- **Adani Enterprise** announced that it has signed the concession agreement with Airports Authority of India (AAI) for the operations, management and development of Ahmedabad, Lucknow and Mangaluru Airports.
- **SpiceJet** reported its Q3FY20 numbers wherein operational revenue grew by 47% YoY to Rs. 3,647 cr. Its net profit came in at 73.2 cr as against Rs. 55.1 cr in the same quarter last year.
- **GVK Power** reported a 9.7% increase in its revenue to Rs. 1,129 cr and consolidated EBITDA grew by 8.5% YoY to Rs. 469.5 cr. It reported a consolidated net loss of Rs. 120 cr as against 122.6 cr in the same quarter last year.

## Derivative Ideas \*\*

Instrument	B/S	Lot	INITIATION RANGE	SL	TARGET
<b>ONGC</b>	BUY 102.50 PE	4100	2-2.20	1	4

## Sectors to watch

Sector Name	Outlook
<b>IT</b>	STABLE
<b>BANKS</b>	STABLE
<b>FMCG</b>	STABLE



## Religare Super Ideas\*\*

Scrip	Buy/Sell	CMP	Initiation Range	SL*	Target
<b>DRREDDY</b>	BUY	3304.30	3275-3285	3230	3380
<b>HEROMOTOCO</b>	SELL FUTS	2294	2315-2325	2370	2220

\*\*Please note that the given technical and derivative recommendations are "valid for taking position" only on recommended date and in the given range.

\*Please note - Stoploss is on closing basis for delivery recommendation and intraday basis for futures recommendation.

## FII & DII Cash Segment (Rs. in Cr.)

Category	Amt.	MTD	FYTD
<b>FII**</b>	1061	-1466	-25750
<b>DII**</b>	-960	1296	61076

## Trade Stats

	NO OF CONTRACTS	TURNOVER IN CR
<b>IDXFUTS</b>	348228	25768
<b>IDXOPT</b>	14964039	1090240
<b>STKFUTS</b>	802380	56121

\*\*Provisional data as on 13<sup>th</sup> February, 2020

Religare Super Ideas

**Dr. Reddy's Laboratories Limited (DRREDDY)**



DRREDDY has been gradually moving up for the last one and half year, after retesting the support zone around 1900 levels. It has recently posted a fresh breakout from two-week long consolidation phase and now looks all set for the fresh surge. The recent buoyancy in the pharma pack is added positive. We thus advise initiating fresh longs as per the given levels.

**Hero MotoCorp Limited (HEROMOTOCO)**



Majority of the auto counters are trading under pressure and HEROMOTOCO is no different. It has been hovering in a narrow range while holding below the resistance zone of 100 EMA on the daily chart. Indications are in the favor of fresh breakdown in the near future. We thus advise initiating shorts as per the mentioned zone.

Derivative Ideas

**ONGC** added around 6% in open interest as short buildup was seen in it in previous session. Current chart pattern also indicates further down move in its price. We suggest buying ONGC 102.50 PE as per below levels.

**Strategy:-** BUY ONGC 102.50 PE BETWEEN 2-2.20, STOPLOSS AT 1, TARGET 4.

Investment Pick - Voltas Ltd.

Scrip	CMP	Recommendation Price	Target	Duration
Voltas Ltd.	687.90	687	791	9-12 Months

- Voltas' Q3FY20 consolidated revenue came in flat at Rs 1,493cr due to poor performance in the Electro-Mechanical Projects and Services (EMPS) and Engineering Products and Services (EPS) segments. EBITDA declined by 16% YoY to Rs 98cr, while EBITDA margin declined to 6.5% (down 120bps) YoY. Its adjusted profit after tax (PAT) decreased by 2% YoY to Rs 88cr.
- Despite some challenges in the near-term, we expect Voltas to deliver better performance going forward as a result of market share gain in UCP business with the commencement of its Tirupati plant and faster execution in EMPS business. We expect Voltas' revenue and PAT to grow at a CAGR of 11.5% and 19.1% respectively over FY19-22E. We maintain a BUY with a target price of Rs 791.

## Religare Investment Calls

Name of the Company	Reco Date	Reco Price	Target Price	Upside %	Previous day Closing Price
CRISIL	01-Aug-17	1,858	2,419	30.2%	1,585.3
LIC Housing Finance	09-Aug-17	681	748	9.8%	412.3
Force Motors	25-Jan-18	3,250	4,197	29.1%	1,307.1
Avanti Feeds	12-Feb-18	835	967	15.8%	609.1
Sutlej Textiles	20-Aug-18	53	62	17.8%	31.6
Wim Plast	21-Nov-18	740	922	24.6%	370.0
Fiem Industries	22-Nov-18	588	807	37.2%	483.1
Time Technoplast	12-Dec-18	102	128	25.6%	52.5
Century Plyboards	28-Feb-19	163	224	36.8%	160.3
Swaraj Engines	03-May-19	1,379	1,675	21.5%	1,181.2
Castrol India	03-May-19	150	184	22.4%	158.3
Ambuja Cement	07-May-19	220	251	13.9%	205.7
Godrej Consumer Products	09-May-19	636	829	30.3%	626.1
VIP Ind.	10-May-19	436	534	22.4%	467.7
Rajesh Exports	21-May-19	669	852	27.4%	705.1
Jamna Auto Industries	24-May-19	58	62	6.9%	42.1
ITC	27-May-19	292	337	15.3%	207.7
Nilkamal	30-May-19	1,227	1,614	31.6%	1,488.5
Garware Technical Fibres	04-Jun-19	1,220	1,376	12.8%	1,496.0
Zee Entertainment Enterprises	25-Jul-19	391	467	19.4%	238.8
IFB Industries	08-Aug-19	638	928	45.4%	529.0
ELGI Equipments	09-Aug-19	245	313	27.6%	224.8
Capacit'e Infraprojects	19-Aug-19	221	292	32.1%	183.1
Apollo Tyres	07-Nov-19	169	199	17.8%	159.1

For Religare Investment calls performance click [here](#)

## Religare Investment Calls

Name of the Company	Reco Date	Reco Price	Target Price	Upside %	Previous day Closing Price
Ashok Leyland	14-Nov-19	81	90	11.1%	80.3
Minda Corporation	14-Nov-19	92	127	38.0%	111.3
Mahindra & Mahindra	20-Nov-19	561	695	23.9%	523.0
Larsen Toubro	26-Dec-19	1,301	1,618	24.4%	1,295.2
Tech Mahindra	26-Dec-19	772	939	21.6%	834.2
The Ramco Cement	26-Dec-19	751	902	20.1%	794.3
KEI Industries	24-Jan-2020	524	598	14.1%	534.5
Havells India	28-Jan-2020	610	792	29.8%	611.7
Nippon Life India Asset Management	29-Jan-2020	362	419	15.7%	393.8
Maruti Suzuki India	31-Jan-2020	7,020	7,940	13.1%	6,913.8
Cummins India	31-Jan-2020	585	705	20.5%	537.0
Wonderla Holidays	31-Jan-2020	253	345	36.4%	239.2
Teamlease Services	04-Feb-2020	2,474	2,955	19.4%	2,365.7
Colgate Palmolive	04-Feb-2020	1,351	1,646	21.8%	1,340.3
Marico	07-Feb-2020	306	405	32.2%	302.2
Subros	10-Feb-2020	267	321	20.2%	250.4
Britannia Industries	12-Feb-2020	3,135	3,632	15.8%	3,096.7
Bajaj Auto	12-Feb-2020	3,182	3,717	16.8%	3,146.4
Navneet Education	12-Feb-2020	90	116	28.9%	90.1
Emami	13-Feb-2020	293	383	30.8%	275.8
Godrej Agrovet	13-Feb-2020	559	618	10.5%	520.8
Crompton Greaves	14-Feb-2020	281	324	15.3%	281.9
Voltas	14-Feb-2020	687	791	15.1%	687.9

For Religare Investment calls performance click [here](#)

## Result Calendar - February 2020

Sun	Mon	Tue	Wed	Thu	Fri	Sat
<b>16</b>	<b>17</b>	<b>18</b>	<b>19</b>	<b>20</b>	<b>21</b>	<b>22</b>
	<ul style="list-style-type: none"> <li>Firstsource Solutions Ltd.</li> <li>Kaira Can Co.Ltd.</li> <li>Orchid Pharma Ltd</li> <li>Huhtamaki Ppl Limited</li> </ul>	<ul style="list-style-type: none"> <li>Abm Knowledgeware Ltd.</li> <li>Berger Paints India Ltd.</li> <li>Hbl Power Systems Ltd.</li> <li>Poly Medicure Ltd.</li> </ul>	<ul style="list-style-type: none"> <li>Indosolar Ltd.</li> <li>Jsg Leasing Ltd</li> <li>Lumax Auto Technologies Ltd.</li> <li>Mas Financial Services Ltd</li> </ul>	<ul style="list-style-type: none"> <li>Ambuja Cements Ltd.</li> <li>Bf Investment Ltd.</li> <li>Citizen Infoline Ltd</li> <li>J.B.Chemicals &amp; Pharmaceuticals Ltd.</li> <li>Security And Intelligence Services (India) Ltd</li> <li>Trident Ltd.</li> </ul>	<ul style="list-style-type: none"> <li>Bajaj Auto Ltd.</li> <li>Bajaj Finserv Ltd.</li> <li>Bajaj Holdings &amp; Investment Ltd.</li> <li>Bajaj Finance Limited</li> <li>L.G.Balakrishnan &amp; Bros.Ltd.</li> <li>Maharashtra Scooters Ltd.</li> <li>Vesuvius India Ltd.</li> </ul>	<ul style="list-style-type: none"> <li>Kids Medical Systems Ltd</li> </ul>

## CACT Calendar - February 2020 (Cash Dividend)

Sun	Mon	Tue	Wed	Thu	Fri	Sat
<b>16</b>	<b>17</b>	<b>18</b>	<b>19</b>	<b>20</b>	<b>21</b>	<b>22</b>
	<ul style="list-style-type: none"> <li>Aarti Drugs Ltd.</li> <li>Adf Foods Ltd.</li> <li>Astral Poly Technik Ltd.</li> <li>Aurobindo Pharma Ltd.</li> <li>Cochin Minerals &amp; Rutile Ltd.</li> <li>Dalmia Bharat Ltd</li> <li>Gail (India) Ltd.</li> <li>Heg Ltd.</li> <li>Hero Motocorp Ltd.</li> <li>Hikal Ltd.</li> <li>Ifgl Refractories Ltd</li> <li>Kpit Technologies Ltd</li> <li>Minda Corporation Ltd</li> </ul>	<ul style="list-style-type: none"> <li>Advani Hotels &amp; Resorts (India) Ltd.</li> <li>Alkyl Amines Chemicals Ltd.</li> <li>Amrutanjan Health Care Ltd.</li> <li>Bodal Chemicals Ltd.</li> <li>Century Plyboards (I) Ltd.</li> <li>Cesc Ltd.</li> <li>Container Corporation Of India Ltd.</li> <li>Daikaffil Chemicals India Ltd.</li> <li>Dcm Shriram Industries Ltd.</li> <li>Dwarikesh Sugar Industries Ltd.</li> <li>Fine Organic Industries Ltd</li> <li>Grauer &amp; Weil (India) Ltd.</li> <li>Gujarat Sidhee Cement Ltd.</li> </ul>		<ul style="list-style-type: none"> <li>Care Ratings Ltd</li> <li>Cosmo Films Ltd.</li> <li>Lt Foods Ltd.</li> <li>Hinduja Global Solutions Ltd.</li> <li>Ircon International Ltd</li> <li>Mazda Ltd.</li> <li>Oil India Ltd.</li> <li>Selan Exploration Technology Ltd.</li> </ul>		

**CACT Calendar - February 2020 (Cash Dividend)**

Sun	Mon	Tue	Wed	Thu	Fri	Sat
16	17	18	19	20	21	22
	<ul style="list-style-type: none"> <li>Minda Industries Ltd.</li> <li>Nhpc Ltd.</li> <li>Rane Holdings Ltd.</li> <li>Rites Ltd</li> <li>Star Cement Ltd</li> <li>Sun Pharmaceutical Industries Ltd.</li> <li>Symphony Limited</li> <li>Symphony Limited</li> <li>Vikas Proppant &amp; Granite Ltd</li> </ul>	<ul style="list-style-type: none"> <li>The Hi-Tech Gears Ltd</li> <li>Hle Glascoat Ltd</li> <li>India Nippon Electricals Ltd.</li> <li>Ipca Laboratories Ltd.</li> <li>Kajaria Ceramics Ltd.</li> <li>Kitex Garments Ltd.</li> <li>Lux Industries Ltd</li> <li>Maan Aluminium Ltd.</li> <li>Mirza International Ltd.</li> <li>Mrf Ltd.</li> <li>National Aluminium Co.Ltd.</li> <li>Info Edge (India) Ltd.</li> <li>Neuland Laboratories Ltd.</li> <li>Nmdc Ltd.</li> <li>Nrb Bearings Ltd.</li> <li>Page Industries Ltd.</li> <li>Precision Wires India Ltd.</li> <li>Sandhar Technologies Ltd</li> <li>Satia Industries Ltd</li> </ul>				

**CACT Calendar - February 2020 (Cash Dividend)**

Su	Mo	Tue	We	Th	Fri	Sat
16	17	18	19	20	21	22
		<ul style="list-style-type: none"> <li>Shivalik Bimetal Controls Ltd.</li> <li>Shreyans Industries Ltd.</li> <li>Shri Dinesh Mills Ltd.</li> <li>Sundaram Finance Ltd.</li> <li>Torrent Power Ltd.</li> <li>Triveni Engineering &amp; Industries Ltd.</li> <li>Vidhi Specialty Food Ingredients Ltd</li> <li>Visaka Industries Ltd.</li> <li>Vrl Logistics Ltd</li> </ul>				

**CACT Calendar – February 2020 (Amalgamation)**

Mon	Tue	Wed	Thu	Fri	Sat
17	18	19	20	21	22
<ul style="list-style-type: none"> <li>Gujarat Borosil Ltd.</li> </ul>					

**Current Portfolio and Performance Summary as on 14<sup>th</sup> February' 2020**


Stock	Sector	Entry Date	Weight	Reco price (₹)	CMP (₹)
HDFC	Financial Services	August 14, 2018	10.7%	1,949	2,402
Maruti Suzuki India	Auto	August 28, 2018	6.3%	9,393	6,914
HDFC Bank	Financial Services	August 30, 2018	10.8%	1,037	1,219
Reliance Industries	Energy	December 20, 2018	11.6%	1,123	1,488
Godrej Consumer Products	Consumer Goods	May 27, 2019	6.8%	672	626
Axis Bank	Financial Services	Nov 6, 2019	10.4%	740	737
Aurobindo Pharma	Pharma	Nov 14, 2019	11.1%	396*	514
Hindalco Industries	Metals	Dec 05, 2019	9.7%	201	194
ACC	Cement	Jan 27, 2020	9.5%	1,575	1,440
	Cash		13.2%		
<b>Total</b>			<b>100%</b>		

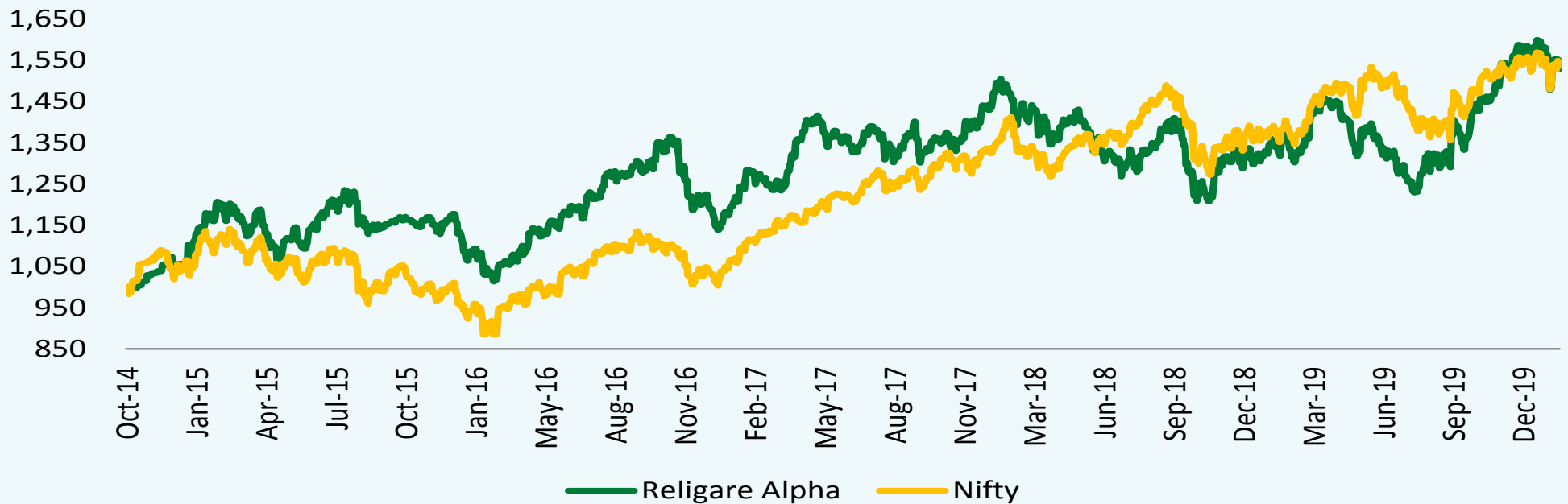
\*8.5% Aurobindo Pharma was bought at 819 and 4.7% was bought at 396

Historical Performance as on 14<sup>th</sup> February' 2020



Performance Matrix	3-Month	6-Month	1-Year	Since Inception
Religare Alpha	4.4%	16.1%	15.3%	52.8%
Nifty	2.0%	9.6%	12.7%	53.6%
Outperformance	2.4%	6.5%	2.6%	-0.8%

**Performance Comparison**





## Religare Must Have Stocks

The Indian markets have plunged ~11% after briefly enjoying their all-time highs around the time of the union budget 2019. Post budget, disappointments due to lack of any big bang announcements to provide stimulus to the economy led to markets' fall. Further, several other factors such as weak corporate earnings for April-June quarter too aggravated the weak sentiments pertaining to economic slowdown. Going forward, expensive valuation of Nifty suggests that further correction cannot be ruled out unless there is a strong earnings recovery in the coming quarters. Moreover, looming threat of global economic recession may also continue to impact the direction of the markets.

At a time when there is no clear direction emerging from the indices, focus on quality investments can still help the investors meet their goals. We believe at this juncture, there are quite a few good stocks available for investors seeking healthy returns over at least 2 years. In this product, we are endorsing a 'buy-and-hold' investment philosophy that shall earn you healthy returns (15-20% CAGR) over the long-term. For this purpose, we have chosen five stocks that could offer healthy upside potential.

Company Name	Sector	Reco. Price	CMP
Axis Bank Ltd.	Banking	664	736.50
Berger Paints (I) Ltd.	Paints	364	579.60
Britannia Industries Ltd.	FMCG	2,467	3,096.65
HDFC Life Insurance Company Ltd.	Insurance	517	573.95
Titan Company Ltd.	Retail	1,074	1,293.45

For detailed report click [here](#)



## A Switch-Over-Strategy 2.0

enhance the Quality of your Portfolio

In this product of **Switch Over Strategy**, we are recommending to exit stocks like BHEL, DLF and GMR Infra as these have underperformed grossly due to their dismal/subdued financial performance and corporate governance issues. Hence, it would be prudent at this stage to **Exit** these stocks and invest in established companies like Escorts Ltd, ICICI Prudential Life Insurance, and Marico.

### Switch From

**BHEL**

**DLF**

**GMR Infra**

### Switch Into

**Escorts**

**ICICI Pru Life Insurance**

**Marico**

For detailed report click [here](#)

## Research Product Basket

- For every client, the advisor must allocate a specific proportion of funds for trading and investing depending on the risk taking ability and willingness of the client and their investment goals.
- The below mentioned product basket tries to address the way to deal with the trading portfolio (cash/derivative) for optimum effectiveness of research calls.
- It is recommended to divide your trading funds for various types of calls and not invest the entire amount for 1 or 2 calls only.

For cash market trading					For 1L margin*	
Call / Product	Call Frequency	No. of calls	Avg open call duration	% funds allocated	Total	Per Call
Intraday Calls	Intraday	2 - 3	< 1 day	25%	25,000	8,000
Live / RMD Calls	Daily	3 - 4	3 - 4 days	30%	30,000	4,000
Master Pick	Weekly	1	1 month	15%	15,000	5,000
Religare Alpha	Opportunity	NA	2 - 3 months	20%	20,000	As per weightage
Cash		NA		10%	10,000	
<b>Intraday Calls</b>	These calls are flashed live on Ms Lync and ODIN with the purpose of squaring off positions on the same day. As a policy, we restrict our intraday cash market calls to less than 4 calls a day. Hence, funds should be allocated accordingly to have provision to trade in all calls.					
<b>Live / RMD Calls</b>	2 super ideas are flashed in RMD daily with a view of 3-4 days. Additionally as per market opportunity, we flash live calls during the day (including BTST calls). 3-4 such calls are made on a daily basis which might be open for 3-4 days. Funds should be allocated keeping in mind that there will be 7-8 such open calls daily.					
<b>Master Pick</b>	This is our weekly recommendation shortlisted on the basis of techno-funda analysis. 15% of funds is recommended to be allocated for Master Pick considering that there will be 3 open calls. The average open duration for this call will be 1 month.					
<b>Religare Alpha</b>	This is a portfolio of 8-10 stocks which are held with a view of 2-3 months. It is recommended to allocate 20% of funds for building this portfolio which will provide stability to the overall trading portfolio.					
<b>Cash</b>	10% surplus cash in the portfolio should be kept for the purposes of allocating it to opportunities as and when they arrive.					

For derivative market trading					For 1L margin*	
Call / Product	Call Frequency	No. of calls	Avg open call duration	% funds allocated	Total	Per Call
Derivative Ideas	Daily	1 - 2	1 - 3 days	40%	40,000	40,000
Live calls	Intraday / Daily	1 - 2	3 - 4 days	50%	50,000	50,000
Cash		NA		10%	10,000	
<b>Derivative Ideas</b>	1 derivative idea is shared in RMD daily. It can be a plain vanilla F&O buy/sell call or an option strategy. Funds should be allocated assuming 2 such calls will be open at any time. These calls are open for 3-4 days on an average.					
<b>Live Calls</b>	These calls are flashed on MS Lync and ODIN during live market hours. These calls can be intraday or with a view of 2-3 days. Funds should be allocated considering 2 such calls will be open at any time. 3/4 times, these calls will be on Nifty / Bank Nifty only.					
<b>Cash</b>	It is recommended to hold 10% cash to capitalize on any opportunity that may arise in markets.					

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Statements on ownership and material conflicts of interest , compensation– Research Analyst (RA)

[Please note that only in case of multiple RAs, if in the event answers differ inter-se between the RAs, then RA specific answer with respect to questions under F (a) to F(j) below , are given separately]

S. No.	Statement	Answer	
		Yes	No
	I/we or any of my/our relative has any financial interest in the subject company? [If answer is yes, nature of Interest is given below this table]		No
	I/we or any of my/our relatives, have actual/beneficial ownership of one per cent. or more securities of the subject company, at the end of the month immediately preceding the date of publication of the research report or date of the public appearance?		No

	I/we or any of my/our relative, has any other material conflict of interest at the time of publication of the research report or at the time of public appearance?		No
	I/we have received any compensation from the subject company in the past twelve months?		No
	I/we have managed or co-managed public offering of securities for the subject company in the past twelve months?		No
	I/we have received any compensation for brokerage services from the subject company in the past twelve months?		No
	I/we have received any compensation for products or services other than brokerage services from the subject company in the past twelve months?		No

	I/we have received any compensation or other benefits from the subject company or third party in connection with the research report?		No
	I/we have served as an officer, director or employee of the subject company?		No
	I/we have been engaged in market making activity for the subject company?		No

Nature of Interest ( if answer to F (a) above is Yes : .....

Name(s) with Signature(s) of RA(s).

[Please note that only in case of multiple RAs and if the answers differ inter-se between the RAs, then RA specific answer with respect to questions under F (a) to F(j) above , are given below]

SS.No.	Name(s) of RA.	Signatures of RA	Serial Question of question which the signing RA needs to make a separate declaration / answer	Yes	No.

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