

Indices	4-Oct	3-Oct	% Chg.
S&P BSE SENSEX	35,169	35,976	-2.24%
Nifty 50	10,599	10,858	-2.39%
NIFTY Midcap 100	16,737	17,086	-2.04%
NIFTY Smallcap 100	6,059	6,195	-2.20%

BSE Sectoral Indices

Nifty PSU Bank	2,778	2,786	-0.28%
Nifty Media	2,461	2,472	-0.45%
Nifty Infrastructure	2,920	2,933	-0.47%
Nifty Metal	3,572	3,592	-0.55%
Nifty Realty	215	216	-0.72%
Nifty Bank	24,819	25,070	-1.00%
Nifty Financial Services	10,482	10,589	-1.02%
Nifty MNC	13,149	13,380	-1.73%
Nifty Auto	9,207	9,375	-1.80%
Nifty FMCG	28,630	29,498	-2.94%
Nifty IT	15,441	15,910	-2.95%
Nifty Pharma	9,631	9,951	-3.22%
Nifty Energy	14,428	15,371	-6.14%

Major Indices	4-Oct	3-Oct	% Chg.
United States	26,627	26,828	-0.75%
S&P 500	2,902	2,926	-0.82%
London	7,418	7,510	-1.22%
Frankfurt	12,244	12,288	-0.35%

Major Asian Indices	4-Oct	3-Oct	% Chg.
Hong Kong	26,624	27,091	-1.73%
Nikkei 225	23,976	24,111	-0.56%
Korea	2,274	2,310	-1.52%
Shanghai	2,821	2,821	0.00%
Taiwan	10,719	10,864	-1.33%

FII's & DII's in equity				Rs Crs
	Buy	Sell	Net	Total %
04-Oct				
FII / FPI Investments	5,387	8,148	-2,761	31%
DII's Investments	6,132	4,309	1,824	24%

* Total % - contribution to the total turnover

FII's in Derivatives (F&O)					Rs Crs
	Index Fut	Index Opt	Stock Fut	Stock Opt	
04-Oct					
Net	-3,157	8,509	-365	67	
OI	20,392	66,754	83,159	5,323	
Chg.OI	10.3%	1.2%	-0.4%	18.5%	
FII's contribution to the total F&O turnover					23%

Curr. Derivatives (NSE)	4-Oct	3-Oct	Chg.	% Chg.
USDINR 29-OCT-2018	73.89	73.59	-0.30	-0.4%
EURINR 29-OCT-2018	85.15	85.15	-	0.0%
JPYINR 29-OCT-2018	64.73	64.75	0.02	0.0%
GBPINR 29-OCT-2018	96.01	95.55	-0.47	-0.5%

Commodities (MCX)	4-Oct	3-Oct	Chg.	% Chg.
Aluminium(31OCT2018)	161	165	-4.25	-2.6%
Copper (30NOV2018)	457	465	-7.50	-1.6%
Crude (19OCT2018)	5,487	5,646	-159.00	-2.8%
Gold (05OCT2018)	31,130	31,009	121.00	0.4%
Silver (05DEC2018)	38,971	39,092	-121.00	-0.3%

ADR	4-Oct	3-Oct	Chg.	% Chg.
ICICI Bank (IBN)	8.35	8.26	0.09	1.09%
Infosys (INFY)	10.00	10.04	-0.04	-0.40%
Wipro (WIT)	5.13	5.23	-0.10	-1.91%
HDFC Bank (HDB)	90.06	91.91	-1.85	-2.01%
Tata Motors (TTM)	14.93	15.38	-0.45	-2.93%
Dr. Reddy's Lab (RDY)	32.35	33.54	-1.19	-3.55%

Domestic Market View**Markets likely to make pessimistic start ahead of RBI's policy decision**

Extending losses for second straight session, the Indian markets witnessed bloodbath on Thursday as rupee dropped to another low amid boiling crude prices and weak global cues. Today, the markets are likely to make pessimistic start ahead of the Reserve Bank of India's (RBI) policy decision coupled with weak global cues. Street expecting that the RBI will raise rates for a third time since June on Friday to combat inflationary pressures as it grapples with a weakening rupee, surging oil prices and market instability sparked by a major non-bank finance firm's defaults. Traders will be concerned about Union minister Nitin Gadkari's statement that the country is facing lot of economic crisis due to crude oil imports and need to reduce imports and increase exports.

There will be some cautiousness with a private report that liberalising foreign borrowings for oil companies to raise to \$10 billion will not have a material impact on arresting the slide of the rupee. However, trades may get some support later in the day with the finance ministry's statement that the government's gross direct tax collection rose 16.7% to Rs 5.47 lakh crore in the first six months of the financial year. Meanwhile, concerned over the spike in fuel prices, the government on Thursday announced to cut excise duty on petrol and diesel by Rs 1.50 per litre. Finance Minister Arun Jaitley said that Oil Marketing Companies (OMCs) will absorb Re 1 per litre on fuel. There will be some buzz in the banking sector stocks with Crisil's report that state-run lenders will narrow down their losses to Rs 500 billion in fiscal year 2018-19, from Rs 850 billion in the previous fiscal year, as the quantum of dud loans reduce. Also, there will be some reaction in metal sector stocks with ICRA's report that the global prices of non-ferrous metals which have witnessed a correction due to global macroeconomic concerns in the last three months is unlikely to go down further.

Domestic Market Overview

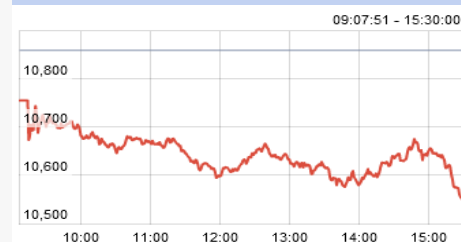
Bears tighten grip on Dalal Street; Markets slump over 2%

Bears tightened their grip on Dalal Street with frontline gauges ending below their crucial 10,600 (Nifty) and 35,200 (Sensex) levels. Once again it turned out to be a horrendous day of trade for local bourses where key gauges settling with a cut of over two percentage points amid feeble global cues. Markets started the session on pessimistic note and never looked in recovery mood to end near intraday low levels, as traders remained on sidelines ahead of the Reserve Bank of India's (RBI) monetary policy review later this week. Traders remained cautious with Exporters' body Federation of Indian Export Organisations' (FIEO) statement that the growth of country's exports is likely to slow in the coming months owing to various domestic and global factors. It said Indian exports have always been influenced by the growth in global trade and therefore, the subdued global trade forecast of 3.9% in 2018 and 3.7% in 2019 will have adverse bearing on export. Besides, the Confederation of Indian Industry (CII) has submitted a dozen suggestions to the Prime Minister's Office, the finance minister and RBI on curbing rupee volatility and controlling the current account deficit (CAD).

Markets extended southward journey after India's services sector activity fell for the second straight month in September 2018. As per the survey report, the seasonally adjusted Nikkei Services Business Activity Index dropped to 50.9 in September from 51.5 in August, signaling the slowest growth in the current four-month sequence of rising activity. Further, the Nikkei India Composite PMI Output Index -- which measures both manufacturing and services -- too fell to 51.6 in September from 51.9 in August. Adding some anxiety, Nitin Gadkari said that India is facing an economic crisis due to its huge oil imports. Some concerns also came with a private report stating that new investment announcements have declined in the July-September period for the second quarter in a row. As per the report, private and public sector companies together announced new projects worth Rs 1.49 trillion in the quarter which ended in September, 41% lower than the preceding quarter. Investors failed to draw any sense of relief with Finance Ministry indicating that gross direct tax collection in the first six months of the financial year grew 16.7% to Rs 5.47 lakh crore.

Oil companies remained under pressure after the government announced an excise duty cut of Rs 1.50 a litre for petrol and diesel. Additionally, oil companies are to be asked to absorb another Re 1 per litre. Together, these price reductions would add up to Rs 2.50 a litre. However, stocks of public sector banks edged lower with report that the government will release the second tranche of capital infusion into the public sector banks (PSBs) under its recapitalisation programme. Cement stocks edged higher with ICRA's latest report stating that cement production is expected to grow at 6-7% in the current fiscal year, driven by pick-up in affordable and rural housing segments and infrastructure.

NSE NIFTY



BSE SENSEX



Top Gainers		Company	LTP	Chg	% Chg
CNX Nifty	ICICIBANK	316	12	4.1	
	INFRADEL	258	6	2.5	
	ULTRACEMCO	3940	80	2.1	
	AXISBANK	584	12	2.0	
	LT	1256	11	0.9	

Top Losers		Company	LTP	Chg	% Chg
CNX Nifty	HINDPETRO	195	-56	-22.4	
	BPCL	307	-71	-18.9	
	IOC	130	-29	-18.2	
	ONGC	163	-18	-10.0	
	RELIANCE	1109	-97	-8.0	

Top Gainers		Company	LTP	Chg	% Chg
BSE 100	ICICIBANK	316	12	4.1	
	AXISBANK	586	15	2.7	
	DLF	158	3	1.9	
	ULTRACEMCO	3937	72	1.9	
	ACC	1525	23	1.5	

Top Losers		Company	LTP	Chg	% Chg
BSE 100	HINDPETRO	221	-31	-12.2	
	BPCL	336	-41	-10.9	
	IOC	141	-17	-10.6	
	IDEA	34	-3	-8.0	
	RELIANCE	1121	-85	-7.0	

Top Gainers		Company	LTP	Chg	% Chg
BSE Midcap	NLCINDIA	73	5	6.8	
	SUPREMEIND	994	26	2.7	
	JINDALSTEL	191	4	2.3	
	IDBI	57	1	2.3	
	RAJESHEXPO	673	12	1.9	

Top Losers		Company	LTP	Chg	% Chg
BSE Midcap	CENTRALBK	36	-4	-9.9	
	MFSL	361	-31	-8.0	
	GLAXO	1365	-101	-6.9	
	WOCKPHARMA	514	-35	-6.4	
	PAGEIND	30552	-2025	-6.2	

Top Gainers		Company	LTP	Chg	% Chg
BSE Smallcap	IL&FSENGG	23	4	20.0	
	JETAIRWAYS	197	20	11.0	
	RPPINFRA	139	12	9.6	
	SPICEJET	68	6	8.9	
	BODALCHEM	129	10	8.1	

Top Losers		Company	LTP	Chg	% Chg
BSE Smallcap	INFIBEAM	64	-14	-17.6	
	ASHIMASYN	15	-2	-11.1	
	AIFL	221	-25	-10.0	
	MOLDTKPAC	272	-27	-9.1	
	BIL	273	-27	-9.0	

NIKKEI 225 INDEX



FTSE 100 IDX



NASDAQ NMS COMPOSITE



Global Market Overview

Asian markets end lower on Thursday

Asian markets ended lower on Thursday after upbeat US economic data drove 10-year US Treasury yields to their highest level since 2011, raising concerns the Federal Reserve may raise interest rates aggressively. A report from ADP and Moody's Analytics showed private payrolls in the US increasing by 230,000 in September - the highest in seven months. Japanese shares closed lower after rising earlier in the day on the back of a weak yen and a record close on Wall Street overnight. Meanwhile, the Chinese markets remain closed all week for the National Day holiday.

US markets decline on Thursday as treasury yields extend climb

The US markets declined on Thursday as a recent jump by US treasury yields has raised concerns about the outlook for interest rates. With the ten-year yield reaching its highest levels in over seven years, traders seem worried the Federal Reserve may raise rates more aggressively than currently anticipated. Adding to the concerns Fed Chairman Jerome Powell said in remarks at the Atlantic Festival in Washington, D.C. after the close of trading on Wednesday that interest rates are a long way from neutral even after recent increases. Powell said the really extremely accommodative low interest rates that they needed when the economy was quite weak, they don't need those anymore. They are not appropriate anymore. He added interest rates are still accommodative, but they are gradually moving to a place where they will be neutral. He also said they may go past neutral, but they are a long way from neutral at this point.

On the economic front, the Labor Department released a report showing a bigger than expected drop in initial jobless claims in the week ended September 29. The Labor Department said initial jobless claims fell to 207,000, a decrease of 8,000 from the previous week's revised level of 215,000. Street had expected jobless claims to edge down to 213,000 from the 214,000 originally reported for the previous week. A separate report from the Commerce Department showed a bigger than expected rebound in factory orders in the month of August. The Commerce Department said factory orders surged up by 2.3% in August after falling by a revised 0.5% in July, while street had expected factory orders to jump by 2.1%.

Dow Jones Industrial Average slipped 200.91 points or 0.75 percent to 26,627.48, Nasdaq declined 145.57 points or 1.81 percent to 7,879.51 and the S&P 500 was down by 23.90 points or 0.82 percent to 2,901.61.

Index Futures

(OI in '000 Shares)	Future 4-Oct	Chg (%)	Spot 4-Oct	Spot 3-Oct	Chg (%)	Prem / Disc	Total Open Interest 4-Oct	Chg (%)
NIFTY	10,631.3	-2.41	10,599	10,858	-2.39	32.0	20,014.9	10.32
NIFTYIT	15,475.0	-2.95	15,441	15,910	-2.95	33.9	39.3	0.00
BANKNIFTY	24,862.2	-1.66	24,819	25,070	-1.00	42.9	1,692.0	-12.75

Increasing OI, Increasing Delivery Qty & Increasing Price in Stock Futures (Open Interest in '000 Shares)

Symbol	Total OI 4-Oct		Del Qty Cash Market			Prev % Del.	Increase Del Qty	Spot (₹)	Fut (₹)	Spot Chg (%)	Fut Chg (%)	Prem / Disc
			4-Oct	3-Oct	% Del.							
KSCL	1,193	40%	3,17,566	1,54,872	10%	23%	1,62,694	519	518	8.7%	-1.1%	-1.0
INDIGO	3,324	4%	21,77,838	5,03,093	46%	27%	16,74,745	817	813	5.3%	4.0%	-3.4
IDBI	53,590	0.8%	35,38,457	23,53,732	18%	14%	11,84,725	57	57	2.1%	2.2%	0.1
ICICIBANK	1,05,784	0.2%	1,79,37,474	87,97,261	30%	44%	91,40,213	317	317	3.9%	4.0%	0.6
RCOM	95,144	0.1%	1,33,79,654	89,43,932	11%	11%	44,35,722	12	12	2.2%	1.3%	0.1

Increasing OI, Increasing Delivery Qty & Decreasing Price, (Open Interest in '000 Shares)

Symbol	Total OI 4-Oct	% Chg.	Del Qty Cash Market			Prev % Del.	Increase in Del Qty	Spot (₹)	Fut (₹)	Spot Chg (%)	Fut Chg (%)	Prem / Disc
			4-Oct	3-Oct	% Del.							
INFIBEAM	23,688	25%	1,08,28,668	1,03,89,388	22%	22%	4,39,280	63	58	-19.2%	-21.6%	-4.5
EICHERMOT	307	11%	1,67,524	1,27,555	39%	46%	39,969	21,908	21,947	-5.0%	-5.7%	38.9
EXIDEIND	5,672	11%	7,81,682	2,51,899	36%	19%	5,29,783	252	252	-2.1%	-3.0%	0.0
MFSL	2,720	10%	21,79,797	10,55,069	47%	36%	11,24,728	359	360	-8.3%	-8.7%	0.8
HEROMOTOCO	1,440	8%	5,55,250	2,24,268	44%	42%	3,30,982	2764	2776	-4.9%	-5.2%	12.7
CAPF	6,020	7%	2,06,109	1,82,016	29%	28%	24,093	495	496	-1.7%	-2.2%	0.8
COLPAL	1,600	7%	1,16,186	60,379	38%	35%	55,807	1069	1065	-1.7%	-2.3%	-4.0
GODREJCP	4,501	6%	8,71,451	3,82,471	59%	39%	4,88,980	721	725	-5.9%	-5.8%	4.3
PETRONET	13,407	5%	43,03,363	14,19,296	57%	56%	28,84,067	214	216	-3.1%	-2.9%	2.3

Corporate News

- **Dilip Buildcon** has received Letter of Acceptance (LoA) for a new EPC project 'Navnera Barrage (Dam) under Phase - I/(A)', valued at Rs 601.02 crore by the Water Resource Department, Kota in the state of Rajasthan.
- **Cosmo Films** has launched an upgraded version of synthetic paper which could replace paper in several applications. The company plans to revolutionize the paper industry in the country. As the name suggests, it is paper which is not sourced naturally and actually a BOPP film which appears and behaves like paper. The film can replace paper in all applications where non-tearability and weather resistance is desired.
- **Lupin** has launched Potassium Chloride Oral Solution USP, 20 mEq/15mL (10%) and 40 mEq/15 mL (20%), having received an approval from the United States Food and Drug Administration (USFDA) earlier.
- **Dixon Technologies (India)** has commenced manufacturing of Mi LED TVs for Xiaomi. The said manufacturing will take place from Dixon's state of the Art manufacturing facility located at Tirupati in the state of Andhra Pradesh.
- **TVS Motor Company** has introduced the new TVS Jupiter Grande. The special edition, launched for the festive season, will join the wide portfolio of the flagship scooter brand - TVS Jupiter. Boasting of a host of new features and a unique Starlight Blue colour, the TVS Jupiter Grande is an epitome of magnificence.
- **WS Industries (India)** is planning to avail additional financing facility in a phased manner not exceeding Rs 15 crore to part-finance the company requirements. The company is also planning for creation of mortgage on land belonging to the company admeasuring approximately 16.40 acres situated at Porur Village, Maduravoyal Taluk, Thiruvallur District to secure the aforesaid Loans.
- **NBCC (India)** has received a Letter of Award (LoA) of work from IIM Ranchi to provide Project Management Consultancy for development of permanent campus (Phase-1 works) amounting Rs 400 crore (approximately).
- New Development Bank (NDB), a multilateral development finance institution set up by the BRICS nations has gone live with **Tata Consultancy Services (TCS)** BaNCS for Treasury. NDB selected TCS BaNCS for its risk and treasury operations for the solution's support for an impressive array of asset classes, and advanced features such as real-time position keeping, risk analytics, and a single product configurator that supports complex debt structures for their issuance programs.
- **Mercator** has reported total production of coal for the month of September 2018 at 183,485 MT, which is record production level from the present mines. With this, the company has already achieved approximately 50% of its annual coal production guidance of approximately 2 million MT for FY19.
- **Security and Intelligence Services India (SIS)** has been awarded a three year contract valued at around Rs 300 crore to provide security solutions to 47 facilities of Cognizant Technologies located across India.
- **Kuantum Papers** is planning to raise funds by way of debt instrument/ financial instrument convertible into equity shares including warrants or securities convertible into equity share to institutions and/or any other category of investors (investors) through Private Placement or Qualified Institutions Placement or debt issue or on preferential allotment basis or any combination thereof or any other method as maybe permitted under the applicable laws. The meeting of the Board of Directors of the company will be held on October 06, 2018, to consider the same.
- **Entertainment Network India (ENIL)** has commenced broadcast from its radio station at Puducherry (104 FM) on October 04, 2018. The radio station was acquired under Phase 3 auctions.
- **Tech Mahindra** has entered into a global partnership with Israel Aerospace Industries (IAI) to provide and develop technical security solutions for utility firms and critical infrastructure. IAI is the cybersecurity arm of Israel government.
- **HCL Technologies** has entered into a five-year managed services deal with TransGrid, a high-voltage transmission network service provider for the state of New South Wales, Australia.
- **Tata Consultancy Services (TCS)** and Institute of Industrial Science, The University of Tokyo (IIS, UTokyo), one of Japan's leading research institutes for engineering disciplines, have signed a memorandum of understanding (MoU) to collaborate on technology research and facilitate inter-personnel exchange.

- **Dr. Reddy's Laboratories** has initiated recall of around 70,000 vials of Zoledronic acid injection manufactured by Gland Pharma from the US market. The company is recalling the vials on account of 'Out-of-specification result observed for related substance: unknown impurity'.

Economy

- **Sun Pharmaceutical Industries** is expecting its India business to stabilise in the current fiscal leading to reasonable volume growth since company has witnessing disruptions in 2017-18 due to Goods and Services Tax (GST) implementation. However, favorable demographics conditions will help the company to ensure reasonable volume growth in India.
- **DCM Shriram Industries** has been granted Industrial License by Department of Industrial Policy and Promotion (DIPP), Government of India (GoI). The license is for manufacture of Communications equipment and Network Centric Warfare Enablers including Containers and Radio Relay Shelters and for manufacture of Opto Electronic Devices, etc. for Tanks and Vehicles.
- **L&T Finance Holdings** is planning to raise funds through issue of cumulative compulsorily redeemable non-convertible preference shares aggregating Rs 250 crore on a private placement basis. The meeting of Committee of Directors of the company is scheduled to be held on October 08, 2018, to consider the same and determine the issue price for the proposed issue.
- **TVS Motor Company's** new 160cc motorcycle offering TVS Apache RTR 160 4V has crossed the 1 lakh sales mark. Launched in March 2018, the motorcycle has achieved the milestone in a span of six months.
- **Infosys'** philanthropic subsidiary -- Infosys Foundation has signed a Memorandum of Understanding (MoU) with the Criminal Investigation Department (CID) of Karnataka Police and Data Security Council of India (DSCI) towards setting up the Centre for Cybercrime Investigation Training & Research (CCITR) in Bengaluru in the state of Karnataka.
- **VST Tillers Tractors** has reported sales of Power Tillers and Tractors for the month of September 2018. The company has sold 1152 units of Power Tillers, while the Tractors sales of the company stood at 801 units for the month ended September 2018.
- **Force Motors** has reported the production, sales and export of the products manufactured by the company during the month of September 2018. The company's production of Small Commercial Vehicles (SCV) & Light Commercial Vehicles (LCV) stood at 1,268 units and Utility Vehicles (UV), Sports Utility Vehicles (SUV) & Tractors stood at 1,122 units.

- **GE T&D India** has completed the acquisition of Alstom's minority ownership of the three joint ventures (JVs) that were established at closing of the acquisition of Alstom's Power and Grid assets in November 2015.

- **Services PMI falls for second straight month to 50.9 in September**

Amid underwhelming market demand and intensified price pressures, India's services sector activity fell for the second straight month in September 2018. As per the survey report, the seasonally adjusted Nikkei Services Business Activity Index dropped to 50.9 in September from 51.5 in August, signaling the slowest growth in the current four-month sequence of rising activity. Further, the Nikkei India Composite PMI Output Index -- which measures both manufacturing and services -- too fell to 51.6 in September from 51.9 in August.

According to the report, a broad stagnation of new business has led to weaker growth in the service sector and market conditions were underwhelming amid a lack of demand at a time of generally higher prices. Further, increase in backlogs of work encouraged service sector companies to again add to their workforce numbers. The report further showed that Information & Communication sectors witnessed a strongest underlying growth in activity and new work, while there were falls seen in the Finance & Insurance and Business Services categories.

On the price front, Indian service providers continued to face higher input costs during the reported month, on account of higher fuel costs and consecutively, the firms raised their selling prices. Average output price inflation was the strongest recorded since April and marked a twentieth successive monthly increase in prices charged. Meanwhile, confidence amongst service providers about the year ahead remained inside positive territory.

- **RBI relaxes overseas borrowing norms for OMCs**

Amid continuous depreciation of Indian rupee against dollar, the Reserve Bank of India (RBI) has relaxed overseas borrowing norms for state-run Oil Marketing Companies (OMCs). The Central Bank eased policy on borrowing from overseas to allow state-owned fuel retailers to raise up to \$10 billion external debt for working capital needs. As of now, OMCs were not allowed to raise external commercial borrowing (ECB) for working capital needs on a long-term basis. They could raise a maximum of one-year overseas loan by way of buyers credit, repay it within 12 months and raise it again thereafter.

Now, the Central Bank has allowed them to raise ECB of minimum maturity of 3 or 5 years. The move comes at a time when international oil prices have hit four-year high of near \$85 per barrel and the rupee plummeted to close at an all-time low of Rs 73.34 to a US dollar on October 3, 2018. The RBI also lifted the individual borrowing limit set at \$750 million under the ECB framework.

Indian Oil Corporation (IOC), Bharat Petroleum Corporation (BPCL) and Hindustan Petroleum Corporation (HPCL) will be allowed to raise overseas funds with a minimum average maturity period of 3 or 5 years under the automatic route. With oil prices climbing to four-year high and the rupee plunging to new lows, imports have come costlier. Oil companies now need a higher working capacity to meet their monthly import requirements. Besides, India is 81% dependent on imports to meet its oil needs.

➤ **Telcos' gross revenue, licence fees drop 10% in Apr-Jun quarter: TRAI report**

Telecom Regulatory Authority of India (TRAI) in its Indian Telecom Services Performance Indicator report has indicated that the gross revenue of telecom service providers and the licence fee collected by the government dropped by around 10 percent to Rs 58,401 crore and Rs 2,929 crore, respectively, on year-on-year basis, during the April -June period of 2018. It also noted that Gross revenue (GR) and adjusted gross revenue (AGR) of the telecom service sector for April-June quarter has been Rs 58,401 crore and Rs 36,552 crore, respectively.

According to the report, the year-on-year growth in GR and AGR declined by 10 and 8.11 percent, respectively. On quarter-on-quarter basis, the GR declined by 6.10 percent, while AGR increased by 2.40 percent in quarter June 2018. It pointed out that the decline in AGR, which is revenue earned from sale of telecom services, led to fall in licence fees paid to the government by around 10 percent to Rs 2,929 crore. Besides, it showed that the revenue of telecom operators from sale of services to retail subscribers, technically called access services, declined by 14.95 per cent to Rs 25,585 crore. The access services accounted for 70 per cent of the total AGR in the telecom segment.

The report further stated that in Access services, GR, license fee, spectrum usage charges and pass through charges declined by 9.07 percent, 2.88 percent, 2.21 percent and 21.86 percent, respectively in quarter ended June 2018. It noted that the GR and AGR of the telecom service providers have been on decline, barring few exceptions, after it peaked to Rs 73,344.66 crore and Rs 53,383.55 crore in April-June 2016 quarter with average revenue per user (ARPU) at Rs 140.88. The licence fee collected by the government during this quarter in 2016 was Rs 4,314

crore. The monthly ARPU in the April-June 2018 period declined by 12 per cent to Rs 73.34 on yoy basis.

➤ **Exports growth in India likely to slow down in coming months: FIEO**

Expressing cautiousness on India's exports, exporters' body the Federation of Indian Export Organisations (FIEO) has said that the exports growth in the country is likely to slow down in the coming months due to various domestic and global factors. The FIEO President Ganesh Kumar Gupta said Indian exports have always been influenced by the growth in global trade and therefore, the subdued global trade forecast of 3.9% in 2018 and 3.7% in 2019 will have adverse bearing on exports.

Gupta also said in the first five months of the current fiscal, exports have done well, but they are likely to face greater challenges in months to come. He added that the export growth for September to November has to be watched carefully as exports in these months clocked over 25% growth in 2017 and thus would have the disadvantage of high base effect. He further said that the sanctions on Iran, payment problems in Venezuela, huge depreciation of currencies of Argentina, Turkey, South Africa, Russia, Brazil and banking restrictions on large number of countries like Syria, Sudan, Libya, and Iraq are affecting exports.

On domestic front, the FIEO President said flow of credit to the export sector is a huge issue as export credit declined by over 41% in April-June. He said such mismatch does not augur well for exports and thus needs to be addressed immediately and effectively and the GST refund pendency should be resolved immediately. However, he expressed optimism that the country's exports would touch \$350 billion exports in 2018-19. Last time in March, exports entered negative zone. It dipped by 0.66% in that month. Besides, exports were up by 16.13% to \$136.10 billion in April-August 2018-19.

CNX Nifty



Technical View

Index has given closed below its 200 DMA for the first time after April 2018 with huge loss of 259 points on Thursday session. Index has formed strong resistance near 10600-10660 zone so we may see strong selling pressure around these levels and traders can go short near these levels. Support for index is coming near 10540-10480 zone, Index will show strength only if it Crosses above 10680 zone otherwise we may see selling pressure on every rise.

Source: LKP Research, BSE & Ace Equity

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