

Indices	3-Dec	30-Nov	% Chg.
S&P BSE SENSEX	36,241	36,194	0.13%
Nifty 50	10,884	10,877	0.06%
NIFTY Midcap 100	17,630	17,504	0.72%
NIFTY Smallcap 100	6,269	6,216	0.85%

BSE Sectoral Indices			
	3-Dec	30-Nov	% Chg.
Nifty Realty	238	232	2.41%
Nifty Metal	3,228	3,164	2.03%
Nifty Infrastructure	3,120	3,087	1.07%
Nifty PSU Bank	2,944	2,915	0.99%
Nifty MNC	13,877	13,747	0.95%
Nifty FMCG	30,348	30,126	0.74%
Nifty IT	14,740	14,638	0.70%
Nifty Energy	14,334	14,324	0.07%
Nifty Bank	26,858	26,863	-0.02%
Nifty Financial Services	11,429	11,439	-0.09%
Nifty Auto	9,261	9,270	-0.10%
Nifty Media	2,527	2,550	-0.90%
Nifty Pharma	9,053	9,276	-2.40%

Major Indices			
	3-Dec	30-Nov	% Chg.
United States	25,826	25,538	1.13%
S&P 500	2,790	2,760	1.09%
London	7,062	6,980	1.18%
Frankfurt	11,465	11,257	1.85%

Major Asian Indices			
	3-Dec	30-Nov	% Chg.
Hong Kong	27,182	26,507	2.55%
Nikkei 225	22,575	22,351	1.00%
Korea	2,132	2,097	1.67%
Shanghai	2,655	2,588	2.57%
Taiwan	10,138	9,888	2.53%

FII's & DII's in equity				
03-Dec	Buy	Sell	Net	Total %
FII / FPI Investments	5,274	4,980	293	28%
DII's Investments	3,488	4,294	-806	22%
<i>* Total % - contribution to the total turnover</i>				

FII's in Derivatives (F&O)				
03-Dec	Index Fut	Index Opt	Stock Fut	Stock Opt
Net	401	-1,170	350	116
OI	22,408	54,581	84,425	4,460
Chg.OI	5.0%	3.1%	2.0%	23.2%
<i>FII's' contribution to the total F&O turnover</i>				32%

Curr. Derivatives (NSE)				
	3-Dec	30-Nov	Chg.	% Chg.
USDINR 27-DEC-2018	70.63	69.85	0.78	1.11%
EURINR 27-DEC-2018	80.20	79.65	0.55	0.69%
JPYINR 27-DEC-2018	62.37	61.72	0.65	1.06%
GBPINR 27-DEC-2018	89.94	89.24	0.70	0.78%

Commodities (MCX)				
	3-Dec	30-Nov	Chg.	% Chg.
Aluminium(31DEC2018)	139.8	137.2	2.55	1.9%
Copper (28FEB2019)	441.6	433.1	8.50	2.0%
Crude (18DEC2018)	3,727	3,576	151.00	4.2%
Gold (05DEC2018)	31,437	30,259	1,178.00	3.9%
Silver (05DEC2018)	36,153	35,147	1,006.00	2.9%

ADR (\$)				
	3-Dec	30-Nov	Chg.	% Chg.
Tata Motors (TTM)	12.40	12.20	0.20	1.64%
Infosys (INFY)	9.90	9.86	0.04	0.41%
Wipro (WIT)	5.24	5.22	0.02	0.38%
ICICI Bank (IBN)	10.13	10.17	-0.04	-0.39%
Dr. Reddy's Lab (RDY)	38.24	38.44	-0.20	-0.52%
HDFC Bank (HDB)	100.18	101.42	-1.24	-1.22%

Domestic Market View

Benchmarks to make a mildly soft start on Tuesday

Paring most of the early gains, Indian equity markets ended Monday's session flat with positive bias on firm global cues, though upside remained capped as investors turned cautious over disappointing macro-economic data and a rise in global crude oil prices. Today, the start of the session is likely to be mildly soft following weakness in its other Asian counterparts amid uncertainty about the future of US-China trade relations. There will be some cautiousness with Crisil cutting India's growth forecast for current fiscal to 7.4% on the back of weakening GDP growth and lower global trade forecasts. India's growth in the July-September quarter slipped to 7.1% from 8.2% in the April-June quarter. It added that India's export, which saw a revival in early part of 2018, could likely see a slower growth.

Traders will also be concerned about ICRA's statement that India's current account deficit is likely to rise to 3% of GDP in the July-September quarter of current fiscal, from 2.4% in the preceding quarter, driven mainly by high crude oil prices. Traders will also be reacting to a private report that the recent move by the US government to change the method of H-1B visa allotment is a mixed bag for India. It added that while the move is expected to have a negative impact on the Indian technology services industry. Meanwhile, the finance ministry said Rs 91,149 crore has been issued so far to exporters as Goods and Services Tax (GST) refunds, which are 93.77% of total claims with the tax authorities. It also said Rs 6,053 crore worth GST refund is still pending with the government and that is being expeditiously processed.

Domestic Market Overview

NSE NIFTY



BSE SENSEX



Weak GDP, core sector growth push markets to end flat

Weak economic data pushed the markets to end flat on Monday's trading session. The start of the day was marvelous, aided by Niti Aayog Vice-Chairman Rajiv Kumar's statement that 70 lakh jobs were created in the financial year 2017-18 alone. He said that growth in sales of transport vehicles, huge disbursement of Mudra loans and EPFO data show that enough opportunities for employment. Domestic sentiments were also boosted after the Indian manufacturing sector accelerated further in the month of November, buoyed by healthier inflows of new orders. As per the survey report, the Nikkei India Manufacturing Purchasing Managers' Index (PMI) - a composite single-figure indicator of manufacturing performance - improved to 54 in November from 53.1 in October. Some support also came with Economic Affairs Secretary Subhash Chandra Garg's statement that foreign investors have put in Rs 10,925 crore in equity and debt instruments in November. FPIs investment at Rs 4,786 crore in equity and Rs 6,139 crore in debt, together at Rs 10,925 crore, is the highest during the financial year. Meanwhile, Newly-appointed Revenue Secretary Ajay Bhushan Pandey said his focus would be to improve the tax-GDP ratio and increase compliance by making the system more taxpayer friendly.

However, in noon deals, the key indices turned volatile to end the session flat with marginal gains, impacted by reports that India's economic growth slowed down 7.1% in July-September quarter (Q2) of current fiscal year (FY19) after touching over a two-year high of 8.2% in April-June quarter (Q1), as consumption demand moderated and farm sector displayed signs of weakness. Traders were also cautious, as Goods and Services Tax (GST) collection dropped to Rs 97,637 crore in November 2018 as compared to Rs 1 lakh crore collected previous month. Of the Rs 97,637 crore collected, central GST (CGST) collection was Rs 16,812 crore, state GST (SGST) was Rs 23,070 crore, integrated GST (IGST) was Rs 49,726 crore (including Rs 24,133 crore collected on imports) and cess was Rs 8,031 crore (including Rs 842 crore collected on imports). Adding more worries, India's core sector output also grew at a slower pace of 4.8% in October 2018, as compared to 5% in October 2017, due to contraction in the production of crude oil, natural gas and fertilizer. Sentiments also got hit, with the Controller General of Accounts' latest data report indicating that India's fiscal deficit, the gap between expenditure and revenue, in the first seven months of current financial

year (FY19) came in at Rs 6.24 lakh crore or 103.9% of the FY19 Budget target, on the back of lower revenue collections.

Metals stocks ended higher, even though India's finished steel exports fell by 23.4% to 0.596 million tonnes (MT) in October 2018. According to the Joint Plant Committee (JPC), the only institution that collects and maintains data on the Indian steel and iron sector, the country had exported 0.778 MT of finished steel during the same month a year ago. Banking sector stocks also ended in green, amid report that global rating agency Moody's gave a stable (Baa2) outlook to India's banking system, driven by the ongoing progress on asset quality front and better operating environment. But, stocks related to the auto industry ended lower, amid mixed sales numbers of November month.

Company	LTP	Chg	% Chg
IBULHSGFIN	787	71	10.0
YESBANK	178	8	4.9
HINDUNILVR	1836	82	4.7
VEDL	203	7	3.6
GAIL	355	12	3.5

Company	LTP	Chg	% Chg
SUNPHARMA	455	-37	-7.6
HINDPETRO	224	-8	-3.5
M&M	763	-27	-3.5
UPL	737	-21	-2.8
ZEEL	477	-12	-2.5

Company	LTP	Chg	% Chg
PFC	97	11	12.2
IBULHSGFIN	781	66	9.2
TATAPOWER	83	6	8.2
MOTHERSUMI	165	9	6.0
RECLTD	105	5	5.4

Company	LTP	Chg	% Chg
SUNPHARMA	455	-37	-7.5
GLENMARK	622	-31	-4.7
ASHOKLEY	107	-5	-4.5
LICHSGFIN	446	-20	-4.3
M&M	760	-30	-3.8

Company	LTP	Chg	% Chg
TATAPOWER	83	6	8.2
GODREJPROP	698	39	5.9
RNAM	182	10	5.8
OBEROIRLTY	470	25	5.6
JINDALSTEL	162	8	5.0

Company	LTP	Chg	% Chg
GLENMARK	622	-31	-4.7
LICHSGFIN	446	-20	-4.3
ADANITRANS	218	-9	-4.0
NLCINDIA	77	-3	-3.6
MFSL	438	-9	-2.1

Company	LTP	Chg	% Chg
UJAAS	9	1	20.0
DBREALTY	25	4	19.7
BRNL	130	21	19.7
RCOM	17	2	16.5
EPCIN	96	8	9.5

Company	LTP	Chg	% Chg
ASTRON	113	-13	-10.2
SHANKARA	626	-70	-10.0
HOTELEELA	15	-2	-10.0
PARSVNATH	8	0	-5.8
SHALPAINTS	72	-4	-5.6

NIKKEI 225 INDEX



FTSE 100 IDX



NASDAQ NMS COMPOSITE



Global Market Overview

Asian markets end in green on Monday

Asian markets closed in green on Monday after US President Donald Trump and Chinese President Xi Jinping agreed to a 90-day truce on their escalating trade war. While Trump agreed to hold off on his threat to slap 25 percent tariffs on \$200 billion worth of Chinese goods from January 1, Beijing agreed to buy very substantial amount of agricultural, energy, industrial and other products from the US to narrow its trade gap with the US. Japanese shares ended higher and hit a six-week high despite the dollar retreating to the mid-113 yen range on expectations of slower pace of US rate hikes and ahead of Fed Chair Jerome Powell's testimony before a congressional Joint Economic Committee due this week.

US markets end higher on trade-war truce

The US markets ended higher with gains of over one percent on Monday after the US and China over the weekend called a temporary truce to their trade war, triggering relief buying of perceived riskier assets such as equities. The two sides agreed to launch negotiations to reduce trade tensions and discuss forced technology transfer, intellectual-property protection, non-tariff barriers, and cyber and agriculture issues, among other concerns. Trump and Xi agreed to a 90-day truce in the escalating trade war between the world's two largest economies as they work to reach a long-term trade deal. Trump also agreed not to raise the tariffs on \$200 billion worth of Chinese goods to 25% from 10% on January 01 as planned. However, if the two countries are not able to reach an agreement by the end of the time period, the 10% tariffs on Chinese goods will be raised to 25%.

On the economic front, according to a report released by the Institute for Supply Management (ISM), manufacturing activity in the US unexpectedly grew at a faster rate in the month of November. The ISM said its purchasing managers index climbed to 59.3 in November after falling to 57.7 in October, with a reading above 50 indicating growth in manufacturing activity. Street had expected the index to edge down to 57.5. The unexpected rebound by the headline index was partly due to strong demand, as the new orders index jumped to 62.1 in November from 57.4 in October. Meanwhile, the Commerce Department released a report showing an unexpected dip in US construction spending in the month of October. The Department said construction spending edged down by 0.1% to an annual rate of \$1.309 trillion in October after slipping by 0.1% to a downwardly revised rate of \$1.311 trillion in September.

Dow Jones Industrial Average jumped 287.97 points or 1.13 percent to 25826.43, S&P 500 surged 30.20 points or 1.09 percent to 2790.37 and Nasdaq was up by 110.98 points or 1.51 percent to 7441.51.

Index Futures

(OI in '000)Shares)	Future	Chg	Spot	Spot	Chg	Prem /	Total Open Interest	
	3-Dec	(%)	3-Dec	30-Nov	(%)	Disc	3-Dec	Chg (%)
NIFTY	10,924.0	0.21	10,884	10,877	0.06	40.3	20,251	2.12
NIFTYIT	14,816.0	0.86	14,740	14,638	0.70	75.6	13	15.65
BANKNIFTY	26,960.4	-0.15	26,858	26,863	-0.02	102.9	1,732	-1.94

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

Symbol	Total OI		Del Qty Cash Market			Prev % Del.	Increase Del Qty	Spot (₹)	Fut (₹)	Spot Chg (%)	Fut Chg (%)	Prem / Disc
	3-Dec	% Chg.	3-Dec	30-Nov	% Del.							
ORIENTBANK	11,911	13.0%	12,70,335	6,54,955	14%	13%	6,15,380	93	93	4.7%	4.1%	0.3
HINDUNILVR	9,276	12.2%	15,32,704	13,67,465	33%	56%	1,65,239	1,826	1,830	2.9%	3.7%	4.5
TATAPOWER	46,188	11.8%	81,60,543	47,40,718	26%	53%	34,19,825	83	83	8.7%	8.7%	0.3
PFC	44,583	8.5%	1,21,27,470	73,71,546	28%	36%	47,55,924	97	95	12.6%	11.4%	-1.8
PVR	1,313	7.1%	3,42,783	2,49,063	33%	49%	93,720	1522	1522	6.3%	5.5%	-0.3
UJJIVAN	3,546	6.5%	2,39,983	1,62,072	30%	14%	77,911	218	220	0.5%	0.4%	1.7
BERGEPAIN	1,980	3.0%	2,84,560	1,94,568	28%	28%	89,992	323	323	1.2%	0.8%	-0.1
JUBLFOOD	2,347	2.2%	7,68,137	3,68,251	19%	28%	3,99,886	1330	1327	5.0%	5.6%	-3.0
CANBK	11,708	2.0%	13,20,750	4,70,780	18%	8%	8,49,970	258	259	1.3%	1.1%	1.4

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

Symbol	Total OI		Del Qty Cash Market			Prev % Del.	Increase in Del Qty	Spot (₹)	Fut (₹)	Spot Chg (%)	Fut Chg (%)	Prem / Disc
	3-Dec	% Chg.	3-Dec	30-Nov	% Del.							
SUNPHARMA	52,494	35.3%	2,77,61,569	42,82,166	42%	45%	2,34,79,403	455	458	-7.2%	-7.2%	2.6
IGL	4,802	19.3%	13,08,800	8,27,647	40%	49%	4,81,153	262	263	-0.2%	-0.1%	1.3
INDIGO	3,082	10.9%	4,24,448	2,88,391	23%	48%	1,36,057	983	985	-5.4%	-5.5%	2.6
CHOLAFIN	496	3.8%	1,07,659	74,376	42%	37%	33,283	1314	1305	-0.4%	-0.9%	-9.1
UPL	16,980	3.5%	11,47,684	10,39,008	39%	47%	1,08,676	733	737	-3.5%	-3.2%	4.9
ENGINEERSIN	5,806	3.3%	3,20,821	2,53,534	32%	35%	67,287	116	117	-0.6%	-0.8%	0.6
JSWSTEEL	47,901	0.2%	16,16,077	15,74,315	24%	29%	41,762	315	317	0.0%	0.3%	1.7

Corporate News

- **Omax Autos** has received approval for setting up a new industrial unit for manufacture and supply of 'Long Member' at or around Raebareli in the state of Uttar Pradesh. The Board of Directors of the Company at its meeting held on December 03, 2018 has approved the same.
- **India Cements** has entered into a share purchase agreement (SPA) for acquiring the entire shareholding of Springway Mining, in a phased manner, with an objective of setting-up of a Cement Plant in the State of Madhya Pradesh.
- **Emmbi Industries** and Bank of Maharashtra (BOM) have signed Memorandum of Understanding (MoU) to implement the new initiative as 'Mahabank - Emmbi Jalasanchay Scheme' for water conservation projects in drought laden Maharashtra State.
- In a bid to expand the arena of movie viewing to the differently-abled people, **PVR** has started a special programme in 230 screens at 50 cinemas. Under Accessible Cinema Program, the company has plans to provide assistive equipment to ensure access for people with mobility issues. Moreover, screens would have wheelchair-friendly seats.
- **Ceinsys Tech** has bagged project from Thane Smart City worth Rs 121.04 crore towards Supply, Installation, Commissioning, Operation & Maintenance for Smart Water Meter & Related infrastructure Work for Water Supply System of Thane City.
- **Bharti Airtel's** wholly owned subsidiary -- Nxtra Data is reportedly eyeing to set up 10 new data centres with four being planned in Kolkata, Mumbai, Pune and Chennai. The data centre business prospects huge demand from over-the-top (OTT) content players and big cloud service providers.
- **Surya Roshni** has obtained orders aggregating to Rs 49.18 crore (inclusive of GST) for design, manufacture, testing, supply and warranty of LED Street Lights and other related works in the State of Andhra Pradesh (A.P) from Energy Efficiency Services (EESL) under SLNP (Street Light National Program) and for supply of API 3LPE Coated line Pipes for CNG & City Gas Distribution to Sabarmati Gas in Gujarat and API5LGRB pipes to Indian Oil Corporation, Maharashtra through competitive e-bidding.
- **Steel Strips Wheels (SSWL)** has achieved gross turnover of Rs 204.52 crore in November 2018 as against Rs 172.75 crore in November 2017, there by recording a growth of 18% and achieved Net turnover of Rs 172.52 crore in November 2018 as against Rs 138.85 crore in November 2017, recording a growth of 24%.
- **Ejecta Marketing** has launched new retail Birthday store at Forum Rangoli Mall, Belur, Howrah on December 01, 2018 and the new store is now fully operational. This will be company's fourth successful launch of its chain Birthday store branch due to the huge response of its product. It also plans to launch the franchisee model soon.
- **Maharashtra Seamless** has successfully bagged Rs 920 crore order for supply of seamless casings, tubings, line pipes and ERW pipes from India's premier national oil company ONGC against stiff competition from domestic/foreign manufacturers.
- **Hindustan Unilever (HUL)** has received approval for scheme of amalgamation with GlaxoSmithKline Consumer Healthcare (GSKCH) and their respective shareholders and creditors. The Board of Directors of the company at their meeting held on December 03, 2018, approved the same.
- **V2 Retail** has launched one operational Retail Store at Gulbarga in the state of Karnataka. With this, the company has currently 74 Retail stores that are operational.
- **Ruchira Papers** has planned annual maintenance shutdown of its Writing and Printing Paper Unit and accordingly the plant will remain shut from December 04, 2018 onwards for a period of one week. The kraft paper unit shall remain in operation and there would not be any adverse impact on the financials of the company due to the maintenance shutdown.
- **Shivam Autotech** has reported around Rs 43 crore sales in the month of November 2018. Previously, the company had achieved around 35% increase in sales in the month of October 2018 compared to corresponding month in the previous financial year.
- **Aurobindo Pharma** is expecting to receive an approval for its first biosimilar product in the US in the next 12-18 months, while in Europe, the company hopes a green signal by 2022.
- **Confidence Petroleum** has commissioned eight more auto LPG dispensing station (Gas Stations) in the month of October and November, one in Karnataka, one in Telangana and the other six in Tamilnadu.
- **State Bank of India (SBI)** is all set to sell three of its non-performing loan accounts to recover dues of Rs 2,110.71 crore. An e-auction will take place on December 13 for the sale of these three accounts -- Sona Alloys, MCL Global Steel and Jayaswal Neco Industries.

- **Adani Transmission** has received the Letter Of Intent (LOI) from PFC Consulting (A wholly owned subsidiary of PFC Corporation) to build, own, operate and maintain the transmission project in the state of Uttar Pradesh.
- **TVS Motor Company** has registered a growth of 27% with sales increasing from 251,965 units in November 2017 to 319,965 units in the month of November 2018.
- **Eicher Motors'** motorcycle division has reported 6% fall in sales at 65744 units in November 2018 as compared to 70126 motorcycles sold in November 2017. During November 2018, the number of motorcycles exported decreased by 69% to 718 units from 2350 units in November 2017.
- **Bal Pharma** has commenced commercial production of intermediates and Active Pharma Ingredients (API) at its bulk drugs manufacturing unit in Udaipur. The APL products which of scheduled to be manufactured at this Unit were developed by the company's R&D facility at Bangalore and due to capacity constraints at Bangalore facility it could not become commercially viable till now.
- **Vikas Proppant & Granite** has entered into a new niche market of Proppants manufacturing which ONGC and-other oil and gas drillers are importing currently. The company has planned to manufacture Proppants and mining of granite and fractured debris near Jodhpur.
- **Larsen & Toubro's (L&T) construction** arm -- L&T Construction has won orders worth Rs 1,127 crore across two business segments. The Metallurgical and Material Handling Business has secured orders worth Rs 755 crore, while the Buildings and Factories Business has secured an order worth 372 crore.
- **Mahindra & Mahindra's (M&M)** Farm Equipment Sector (FES) has reported domestic tractor sales of 25,159 units in November 2018, as against 21,271 units during November 2017, registering a growth of 18%. Total tractor sales (domestic + exports) during November 2018 were at 25949 units, as against 22994 units for the same period last year. Exports for the month stood at 790 units.
- **Genus Paper & Boards** has terminated the lease agreement for Kraft paper manufacturing facility located at Kashipur, Uttarakhand (taken with effect from January 22, 2018). The termination is effective from December 01, 2018.
- **Coal India** has reported provisional coal production of 52.09 million tonnes (MT) in November 2018, as against 51.26 MT reported during corresponding month of previous year. The company's total off-take for the month of November stood at 51.01 MT, as against 50.71 MT in November 2017.
- **HCL Technologies (HCL)** and Broadcom Inc. have entered into a global preferred services partnership agreement. Effective immediately, HCL becomes the preferred services partner for Broadcom's enterprise software products (part of former CA Technologies) and will provide professional services, education and training services. Broadcom customers will have access to HCL's technological expertise across consulting, implementation, upgrade and support services. In addition, the majority of Broadcom's professional services personnel with expertise including Agile, CyberSecurity, and DevOps will transition to HCL. Broadcom's Mainframe and US Public Sector professional services group will continue to operate as-is outside of this partnership agreement.
- **Atcom Technologies** has purchased equity share that is 39.58% stake held in Anewera Marketing from Vaarad Ventures. The total stake in Anewera Marketing after this purchase increased from 4.12% to 43.70%. Anewera Marketing is treated as an 'Associate' with effect from December 1, 2018.
- **Shree Cement** will invest around Rs 10 billion towards setting up of two grinding units in the next one year, with an aim to enhance presence in east India. The first one will come up in Jharkhand and the second in Odisha.
- **Bharat Heavy Electricals (BHEL)** has achieved a major milestone with the dispatch of its 40th Nuclear Steam Generator to the Nuclear Power Corporation of India (NPCIL). The Steam Generator, to be installed in NPCIL's Rajasthan Atomic Power Project (RAPP), was flagged off from BHEL's Trichy plant in the presence of senior officials of BHEL and NPCIL.
- **SML Isuzu** has reported marginal 1% growth in November 2018 sales. The company has sold 688 vehicles in October 2018 against 681 vehicles in November, 2017. Further, the company sold 8559 vehicles during April- November 2018.
- **Ashok Leyland** has reported a fall of 9% in November 2018 sales to 13,121 units, as against 14,457 units sold in the same month of last year. The company reported a fall of 18% in its medium and heavy commercial vehicle (M&HCV) products segment to 8,718 units in November 2018, as compared to 10,638 units sold in November 2017.
- **Escorts Agri Machinery Segment (EAM)** has reported sale of 8,005 tractors in November 2018 as compared to 5,119 tractors in November 2017, registering growth by 56.4%.

- **Mahindra & Mahindra Financial Services (Mahindra Finance)** has achieved its highest ever volume of financing 84,000 Vehicles/Tractors in the month of November 2018.
- **Bajaj Auto** has registered a rise of 25% in total sales to 406,930 units in November 2018 against 326,458 units in November 2017. The company's total exports out of the above stood at 172,112 units, a gain of 17% as compared to 146,623 units sold in the corresponding month last year.
- **Atul Auto** has reported sale of 4,003 units, with a rise of 12.60% for the month of November 2018 as compared to 3,555 units sold in November 2017. Total sales from April to November (2018-19) stood at 33,435 units as against 28,230 units sold during the same period of 2017-18.

Economy

➤ **Factory PMI hits 11-month high; jumps to 54 in November**

Hitting to an eleven-month high, the Indian manufacturing sector accelerated further in the month of November, buoyed by healthier inflows of new orders. As per the survey report, the Nikkei India Manufacturing Purchasing Managers' Index (PMI) - a composite single-figure indicator of manufacturing performance - improved to 54 in November from 53.1 in October. This is the 16th consecutive month that the manufacturing PMI reading stood above the watershed 50 mark, which differentiates growth from contraction.

During the reported month, production at the factories witnessed growth at the second-quickest pace since October 2016, amid stronger demand conditions and greater sales. The rise was led by intermediate goods firms, although robust growth was also seen in the consumer and capital goods categories. Besides, new orders expanded at the second fastest rate in over two years, slower only than that seen in December 2017.

On the price front, cost inflation eased to a seven-month low in November month, but the revival in demand translated into improved pricing power among producers who raised their charges at a quicker rate. Meanwhile, business sentiment improved from October's 20-month low, with Indian manufacturers forecasting better market conditions in the coming 12 months. Improved advertising campaigns was also a factor leading to predictions that production will expand in the year ahead.

➤ **India's fiscal deficit exceeds full year target in October-end**

The Controller General of Accounts (CGA) in its latest data has showed that India's fiscal deficit, the gap between expenditure and revenue, in the first seven months of current financial year (FY19) came in at Rs 6.24 lakh crore or 103.9% of the FY19 Budget target, on the back of lower revenue collections. It noted that the fiscal deficit was 96.1 percent of the Budget Estimate (BE), at end of October 2017-18. The country's fiscal deficit for FY19 is budgeted at 3.3% of the GDP against the actual of 3.5% in FY18.

According to the data, the revenue receipts of the government totalled Rs 7.88 lakh crore or 45.7% of the BE for 2018-19 as compared to 48.1% of BE last year. It stated that the government has budgeted to mop up Rs 17.25 lakh crore revenue during the current fiscal. It also indicated that tax revenue was 44.7% of target as compared to 51.6% achieved in the comparable period of the last year. Data further highlighted that the Centre's total expenditure at October-end was Rs 14.56 lakh crore or 59.6% of the BE. It added that the expenditure in terms of percentage of the BE was marginally higher in the year-ago period.

The CGA has said that fiscal deficit figure shown in monthly accounts during a financial year is not necessarily an indicator of fiscal deficit for the year as it gets impacted by temporal mismatch between flow of not-debt receipts and expenditure up to that month on account of various transitional factors both on receipt and expenditure side, which may get substantially offset by the end of the financial year.

➤ **Core sector growth slows to 4.8% in October 2018**

India's core sector output grew at a slower pace of 4.8% in October 2018, as compared to 5% in October 2017, due to contraction in the production of crude oil, natural gas and fertilizer. According to data released by the ministry of Commerce and Industry, the combined Index of eight core industries stood at 134.8 in October, 2018, which was 4.8% higher compared to the index of October, 2017. Its cumulative growth during April to October, 2018-19 was 5.4%. The Eight Core Industries - coal, crude oil, natural gas, refinery products, fertilisers, steel, cement and electricity - comprise 40.27% of the weight of items included in the Index of Industrial Production (IIP).

Among eight core sectors, Coal production having 10.33% weight rose 10.6% in October, 2018 over October, 2017, and its cumulative index increased by 9.8% during April to October, 2018-19 over corresponding period of the previous year. Petroleum Refinery production having 28.04% weight increased 1.3% in October, 2018 over October, 2017 and its cumulative index

surged by 5.8% during April to October, 2018-19 over the corresponding period of previous year.

The Natural Gas production having 6.88% weight declined by 0.9% in October, 2018 over October, 2017, and its cumulative index was down by 0.8% during April to October, 2018-19 over the corresponding period of previous year. On the flip side, Steel production having 17.92% weight jumped by 2.2% in October, 2018 over October, 2017 and its cumulative index increased by 3.3% during April to October, 2018-19 over the corresponding period of previous year.

Fertilizer production having 2.63% weight declined by 11.5% in October, 2018 over October, 2017, and its cumulative index was down by 0.3% during April to October, 2018-19 over the corresponding period of previous year. Cement production having 5.37% weight jumped 18.4% in October, 2018 over October, 2017 and its cumulative index increased by 15.0% during April to October, 2018-19 over the corresponding period of previous year. On the other hand, Crude Oil production having 8.98% weight declined by 5.0% in October, 2018 over October, 2017 and its cumulative index fell by 3.6% during April to October, 2018-19 over the corresponding period of previous year.

➤ **GST collections in November 2018 fall to Rs 97,637 crore**

The finance ministry in its latest report has showed that Goods and Services Tax (GST) collection dropped to Rs 97,637 crore in November 2018 as compared to Rs 1 lakh crore collected previous month. Of the Rs 97,637 crore collected, central GST (CGST) collection was Rs 16,812 crore, state GST (SGST) was Rs 23,070 crore, integrated GST (IGST) was Rs 49,726 crore (including Rs 24,133 crore collected on imports) and cess was Rs 8,031 crore (including Rs 842 crore collected on imports). The total number of GSTR 3B returns filed for October up to November 30, 2018, was 69.6 lakh. Compensation released to states for August-September stood at Rs 11,922 crore.

The government has settled Rs 18,262 crore to CGST and Rs 15,704 crore to SGST from IGST as regular settlement. The total revenue earned by central government and the state governments after regular settlement in November 2018 was Rs 35,073 crore for CGST and Rs 38,774 crore for SGST. Besides, the GST collections stood at Rs 1.03 lakh crore in April, Rs 94,016 crore in May, Rs 95,610 crore in June, Rs 96,483 crore in July, Rs 93,960 crore in August, Rs 94,442 crore in September and Rs 1,00,710 crore in October.

Additionally, the government has set a target of over Rs 12 lakh crore for current financial year (FY19), which can be achieved if the average monthly mop up is around Rs 1 lakh crore, as compared with Rs 89,885 crore in last financial year (FY18). During April-November of FY19, the government has collected Rs 7.76 lakh crore revenue from GST.

➤ **India's GDP growth slows down to 7.1% in July-September quarter of FY19**

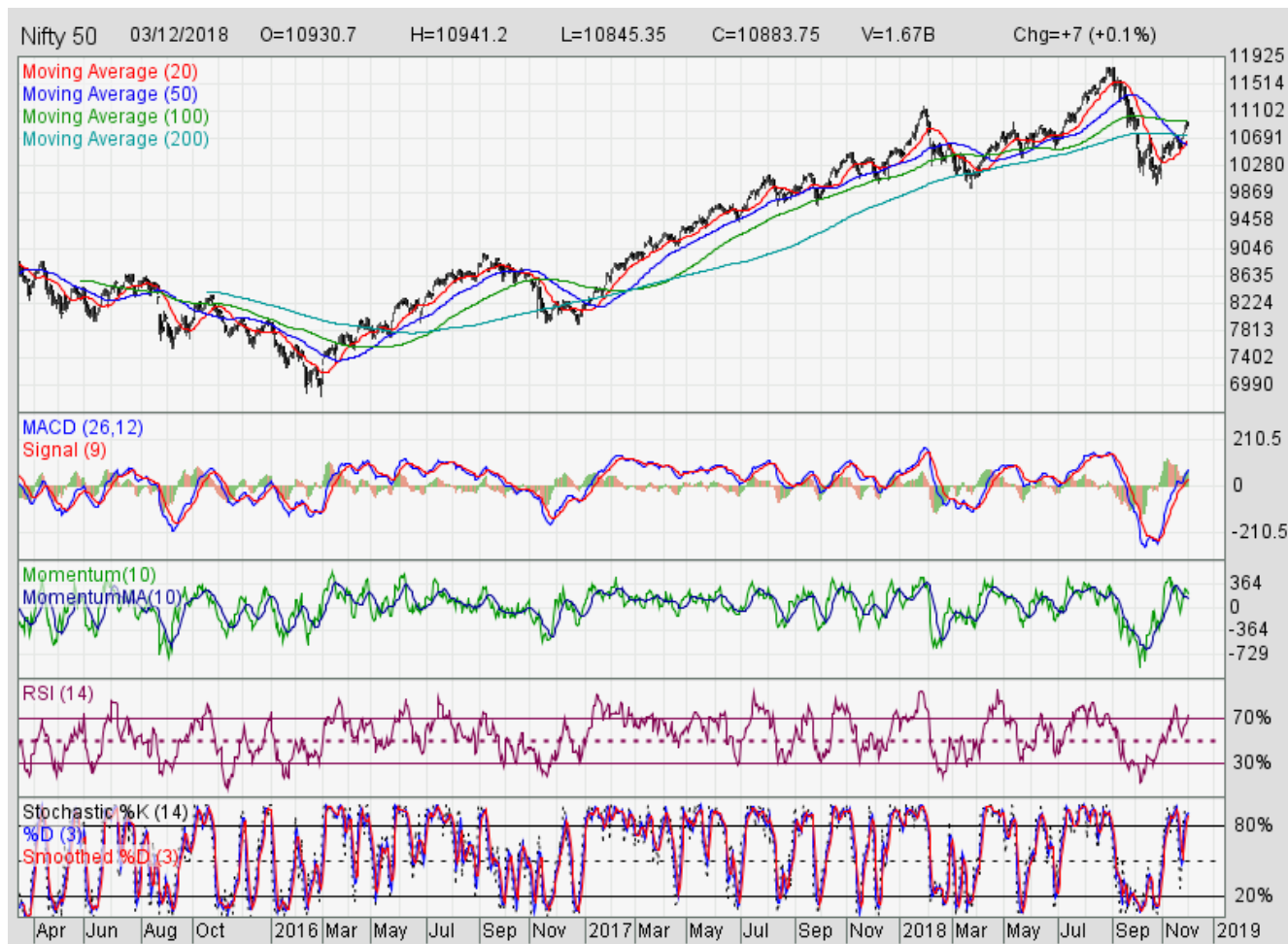
After touching over a two-year high of 8.2% in April-June quarter (Q1), India's economic growth slowed down 7.1% in July-September quarter (Q2) of current fiscal year (FY19), as consumption demand moderated and farm sector displayed signs of weakness. The growth was lowest in three quarters, but better than 6.3% in the same period of the previous year. Even though the Gross Domestic Product (GDP) growth slows, the country still remained ahead of China to retain the tag of the world's fastest growing major economy.

As per the Central Statistics Office (CSO), Ministry of Statistics and Programme Implementation data, GDP at Constant (2011-12) Prices in Q2 of 2018-19 was estimated at Rs 33.98 lakh crore, as against Rs 31.72 lakh crore in Q2 of 2017-18, showing a growth rate of 7.1%. Quarterly GVA (Basic Price) at Constant (2011-2012) prices for Q2 of 2018-19 was estimated at Rs 31.40 lakh crore, as against Rs 29.38 lakh crore in Q2 of 2017-18, showing a growth rate of 6.9% over the corresponding quarter of previous year. GDP at Basic Prices in April-September (H1) of 2018-19 was estimated at Rs 63.03 lakh crore, as against Rs 58.67 lakh crore in H1 of 2017-18, showing a growth rate of 7.4%. GVA at Basic Price in H1 of 2018-19, was estimated at Rs 82.48 lakh crore, as against Rs 73.37 lakh crore in H1 of 2017-18, showing an increase of 12.4%.

The CSO said except mining and broadcasting all other sectors have recorded improvement in their growth. Mining and quarrying output has declined by 2.4% in the quarter under review from a growth of 6.9% in year ago period. Services related to Broadcasting sector grew by 6.8% as compared to growth of 8.5% in Q2FY18. However, the manufacturing activities expanded at 7.4% in the quarter, up from 7.1% in the year ago quarter. The construction sector too showed an improvement by recording a growth of 7.8% as against 3.1% earlier. The farm sector too grew at a higher rate of 3.8% in the quarter as against 2.6% a year ago. Besides, utility services sector grew by 9.2% as compared to 7.7% in Q2 2017-18. Financial services sector grew by 6.3% as compared to 6.1% in Q2FY18. Public Administration, Defence and Other Services sector grew by 10.9% as compared to 6.1% in Q2FY18.

Besides, the government attributed the slowdown in India's GDP growth rate during the second quarter of 2018-19 to a higher base effect, higher import bill on account of oil prices and weakening of the rupee. It said that the economy is on track to maintain a high growth rate in the current global environment. Moreover, Economic Affairs Secretary Subhash Chandra Garg said the 7.1% GDP growth for September quarter 'seems disappointing'. He said while manufacturing and agriculture growth was steady, construction and mining reflected deceleration due to the monsoon. However, he said the half-year growth at 7.4% was 'quite robust and healthy'.

CNX Nifty



Technical View

Index closed a day at 10884 with minimal gain of 7 points and formed small bearish candle on daily chart. Now index has formed support near 10840 any decisive break below the said will lead in long unwinding and can show pressure up to 10780 zone. Index has immediate resistance near 10900, if index is able to sustain above 10900 then we may see a quick move towards 10950 zone. Nifty bank has support near 26750-26580 and resistance is near 26950-27050.

Source: LKP Research, BSE & Ace Equity

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