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Particulars	Nifty	Sensex
52 Wk High	11110.10	36268.19
52 Wk Low	8387.20	26963.58
Close	11069.65	36050.44

Currency Update		
	CMP	Net Change
USDINR	63.55	-0.53%
EURINR	78.92	0.68%

Institutional Activity (Cr.)		
	FII	DII
Week	4510.59	-1452.38
Month (Jan)	9518.33	-704.36
Year (2018)	9518.33	-704.36

Primary Market Update		
Company	Date	Price Band
Galaxy Surfactants Ltd.	29 Jan - 31 Jan. 2018	1470 - 1480

Technical View

Nifty Outlook (11069) : During the last week Nifty has made a high of 11110 and given a correction from this level up to 11009. Its immediate support is likely to be seen around 11010 and 10930. Closes below 10930 next support is likely to be seen around 10770. Its resistance is likely to be seen around 11150 to 11230.

Bank Nifty Outlook (27445) : During the last week Bank Nifty has made a high of 27523 and given a correction from this level up to 27151. Its immediate support is likely to be seen around 27150 to 26870. Closes below 26850 next support is likely to be seen around 26370. Its resistance is likely to be seen around 27900 to 28300.

USDINR Outlook (63.55): During the last week USDINR has made a lower top formation and closed below 20 DEMA of 63.85. Its support is likely to be seen around 63.50 and 62.90 for next week. Its resistance is likely to be seen around 63.90 and 64.25 for next week.

EURINR Outlook (78.92) : During the last week EURINR has made a higher bottom formation and closed above 20 DEMA of 77.63. Its immediate support is likely to be seen around 78.20 and 77.60 for next week. Its resistance is likely to be seen around 79.50 and 80.50 for next week.

Dollar Index Outlook (88.89) : During the last week DX has made a lower top formation and closed below 20 DEMA of 90.65. Its support is likely to be seen around 88.50 and 87.30. Its resistance is likely to be seen around 89.90. Closes above this level next resistance is likely to be seen around 90.70 for next week.

Market Outlook

THE WEEK THAT WAS

Sensex mounts 36,000-mark

Key indices posted strong gains and crossed new milestones to hit fresh record highs in the week just gone by. International Monetary Fund (IMF) report showing India is set to regain the title as the world's fastest growing major economy in 2018-2019 and bright outlook for global economy boosted sentiment. Positive global cues also underpinned investors sentiment. The Sensex climbed above psychological 36,000-mark and the Nifty breached 11,000 level for the first time in history. Key indices gained for three out of four sessions of the week. Stock markets will remain closed on Friday, 26 January 2018, due to holiday.

Meanwhile, the International Monetary Fund (IMF) revised upward its forecast for world economic growth in 2018 and 2019, to 3.9% for both 2018 and 2019, a 0.2% increase from its last update in October.

India is forecast to grow 7.4% in FY 2019 against 6.7% this year, gaining pace to 7.8% in FY 2020, the IMF said in its January update of the World Economic Outlook: Brighter Prospects, Optimistic Markets, Challenges Ahead that was released simultaneously in Davos and Washington.

WEEK AHEAD

Union Budget 2018-19 to dictate trend

The next major trigger for the market is Union Budget 2018-19, which will be presented by the finance minister Arun Jaitley in the parliament on Thursday, 1 February 2018. Ongoing Q3 result season of India Inc., which started from the second week of January 2018, the macroeconomic data, investments by foreign portfolio investors (FPIs), the movement of rupee against the dollar and crude oil price movement will also dictate trend on the bourses.

President Ram Nath Kovind will address the joint sitting of the two Houses on Monday, 29 January 2018 and the Economic Survey will be tabled on the same day. The first phase of the budget session of the parliament will be held from 29 January 2018 to 9 February 2018. After a recess, Parliament will meet again from 5 March 2018 to 6 April 2018, as per reports.

In Union Budget 2018-19, investors expect changes in the direct tax structure including income tax. Infrastructure is also expected to be a priority in the upcoming budget. Apart from the major reforms, several economists are urging the government to cut corporate tax rates in order to make the Indian industries competitive on a global level.

The IT industry has been reportedly seeking that adjustments to past years' income emanating from advance price agreements (APAs) should be recognised as income of those years itself. Besides, equalisation levy should be treated as tax on income and be eligible for tax credit in a foreign country to the overseas online ad businesses. The industry is also seeking an extension in the exemptions granted to STP units in relation to procurements, as it used to be before the GST rollout.

Severely impacted by various reforms like RERA, GST and demonetisation, the realty sector is reportedly pinning its hopes on Budget 2018-19 for relief measures like lower taxes and infrastructure status for the sector. Industry players are expecting rationalisation of the GST rates from the current 12% to 6% and bringing stamp duty under the ambit of GST. Single window clearances for all approvals and additional tax incentives for first time home buyers are also expected. The automobile industry has largely sought rationalization of tax slabs and removal or reduction of cess by the Government in Union Budget 2018-19. The government needs to create an effective and tax-friendly framework for smooth implementation of electrification of India's huge transport fleet.

Among corporate earnings of prominent companies scheduled next week, HDFC, IDFC and Tech Mahindra will announce Q3 results on Monday, 29 January 2018. IOCL announces Q3 results on Tuesday, 30 January 2018. ICICI Bank, L&T, NTPC and Vedanta will announce Q3 results on Wednesday, 31 January 2018. Bajaj Auto and Hindalco Industries will announce Q3 results on Friday, 2 February 2018.

On Monday, 29 January 2018, shares of Maruti Suzuki India will react to its Q3 result announced after market hours on Thursday, 25 January 2018.

Auto stocks will be in focus as the auto companies will start announcing monthly sales numbers for January 2018 starting from Thursday, 1 February 2018.

Markit Economics will unveil the result of a monthly survey on the performance of India's manufacturing sector for January 2018 at 10:30 IST on Thursday, 1 February 2018. At 54.7 in December, the Nikkei India Manufacturing Purchasing Managers Index (PMI) had risen from 52.6 in November, data announced early last month showed.

Specialty chemicals producer, Galaxy Surfactants' initial public offer (IPO) of 63.31 lakh shares will remain open for subscription from Monday, 29 January 2018 to Wednesday, 31 January 2018. The price band of the IPO is Rs 1470 to Rs 1480 per share.

On the global front, data on Caixin China General Manufacturing PMI for January 2018, IHS Markit Eurozone Manufacturing PMI for January and IHS Markit US Manufacturing PMI for January indicating health of manufacturing activity in respective regions for that month will be announced on Thursday, 1 February 2018.

The Federal Open Market Committee (FOMC) of the US Federal Reserve holds its next two-day monetary policy meet on Tuesday, 30 January and Wednesday, 31 January 2018. The US Federal Reserve, in a widely expected move, had raised interest rates by 25 basis points (bps) to a range of 1.25-1.5% in its December monetary policy meeting.