



# Indbank Online

July 2020 | Issue – 134

## What's New!!!

### Economic & Business Updates

**59 Chinese apps banned in India:** Central Government announced a ban on 59 apps with Chinese links, citing “emergent threats” to the country’s sovereignty and national security. These included popular mobile apps such as TikTok, CamScanner and UC Browser, which together command several hundred million users in the country.

**Chinese apps ban was ‘digital strike’ said Union IT minister Mr. Ravi Shankar Prasad:** Union Minister Mr Ravi Shankar Prasad described the ban of Chinese applications as “digital strike” in a bid to protect user data. For security and sovereignty of India, for countrymen’s digital security and privacy we have banned 59 apps, including TikTok. India knows how to look in the eyes of those eyeing our borders and to protect countrymen, India can even do a digital strike, he added.

**India needs Rs 50-60 lakh cr in FDI to reverse coronavirus blow say Union Minister Mr. Nitin Gadkari:** Country now needs Foreign Direct Investment worth Rs 50 to 60 lakh crore to get back on the growth track and increase liquidity into the market. The money can be tapped mainly through infrastructure projects as well as MSME sector as the coronavirus-hit economy needs a major push, said Union minister Mr. Nitin Gadkari.

**Government approves scheme to improve liquidity position of NBFCs, says RBI:** The government has approved a scheme under which the eligible non-bank lenders will be provided short-term liquidity through a special purpose vehicle (SPV) set up by the SBICAP securities, a subsidiary of the State Bank of India, said the RBI. Under the special liquidity scheme, the SPV will purchase the short-term papers from eligible non-banking financial companies (NBFCs)/housing finance companies (HFCs), which will utilise the proceeds under this scheme solely for the purpose of extinguishing existing liabilities.

**Ayush ministry clears Patanjali drug for sale as immunity booster:** Patanjali is allowed to manufacture and distribute its Divya Coronil tablet, Divya Swasarivati and Divya Anu Talia across India, as per the manufacturing licences granted by State Licensing Authority, Ayurvedic and Unani Services, Govt of Uttarakhand. Coronil to be sold as 'corona management' drug as per directions issued by Ayush ministry.

**Coal India output falls for third straight month on tepid demand:** Coal output fell to 39.20 million tonnes in June, compared with 44.95 million tonnes in the same period the previous year, the Coal India said in a filing to stock exchanges. Offtake by customers, such as power generators, fell to 41.61 million tonnes in June.

**Indian Bank to raise up to Rs 5,000 crore via bonds:** Indian Bank said it plans to raise about Rs 5,000 crore through bonds to fund its business growth. The decision to raise funds was taken in its board meeting. The board of directors in its meeting accorded approval to raise Basel III compliant tier-1 and/or tier-2 bonds up to Rs 5,000 crore in one or more tranches in current or subsequent financial years based on the requirement," India Bank said in a regulatory filing.

**Axis Bank Board approves Rs 15,000 Crore fundraising plan:** The Axis Bank board approved the proposal to raise up to Rs 15,000 crore to boost capital buffers amid coronavirus pandemic. Fundraising will be done through issue of equity shares or depository receipts or any other instruments or securities representing convertible securities linked to equity shares.

**Our Centralised Dealing Room Contact No: 044 - 42021368, 24313087, 24321232.**

## **Remembered!!!**



**Our past President and Whole Time Director Late Shri. P L V K Sesa Sai, being fondly remembered by the Board, Management and Staff members of Indbank Merchant Banking Services Limited.**

### Snap Shots

<i>Inflation (WPI) (%)</i>	-3.21% (May 2020)	- * (April 2020)	1.00% (March 2020)	2.26% (February 2020)
<i>Inflation (CPI) (%)</i>	- * (May 2020)	5.84% (April 2020)	5.91% (March 2020)	6.58% (February 2020)
<i>India Industrial Production (IIP) (%)</i>	Yet to be released (May 2020)	-16.7% (March 2020)	4.5% (February 2020)	2% (January 2020)
<i>Particulars</i>	26-Jun-2020	19-Jun-2020	12-Jun-2020	05-Jun-2020
<i>91-Day Cut-off (%)</i>	3.54	3.57	3.54	3.60
<i>10-yr G-Sec yield (%)</i>	5.83	5.81	5.86	5.93
<i>USD/INR(Rs)</i>	75.62	76.26	76.05	75.56
<i>EUR/INR (Rs)</i>	84.83	85.23	85.60	85.27

\*could not be computed due to non-availability data owing to COVID-19 lockdown restrictions.

### Global Indices

<b>Indices</b>	<b>Country</b>	<b>Index as on 30.06.2020</b>	<b>Index as on 29.05.2020</b>	<b>Variation (%) (Inc/ Dec)</b>
<i>SENSEX</i>	<i>India</i>	34,915.80	32,424.10	7.68
<i>NIFTY 50</i>	<i>India</i>	10302.10	9580.30	7.53
<i>NASDAQ</i>	<i>United States</i>	10,058.77	9,489.87	5.99
<i>DJIA</i>	<i>United States</i>	25,812.88	25,383.11	1.69
<i>S&amp;P 500</i>	<i>United States</i>	3,100.29	3,044.31	1.84
<i>Hang Seng</i>	<i>Hong Kong</i>	24,427.19	22,961.47	6.38
<i>Nikkei 225</i>	<i>Japan</i>	22,288.14	21,877.89	1.88
<i>Shanghai Composite</i>	<i>China</i>	2,984.67	2,852.35	4.64
<i>Straits Times</i>	<i>Singapore</i>	2601.88	2,510.75	3.63
<i>FTSE 100</i>	<i>United Kingdom</i>	6175.19	6,076.60	1.62
<i>CAC 40</i>	<i>France</i>	4,935.99	4,695.43	5.12
<i>DAX</i>	<i>Germany</i>	12,310.93	11,781.10	4.50

### Sector-wise performance (June 2020)

Sector	Market-Cap (Rs)	Change	Advance (No of stocks)	Decline (No of stocks)
Agri	1,27,911	7.75%	7	54
Alcohol	76,883	-10.63%	1	8
Automobile & Ancillaries	8,31,043	-40.04%	5	108
Aviation	39,393	-29.06%	0	3
Banks	17,39,937	-38.51%	3	28
Capital Goods	2,48,351	-37.79%	7	76
Chemicals	5,94,671	10.13%	18	81
Construction Materials	3,48,936	-17.85%	5	50
Consumer Durables	1,31,685	-0.84%	4	23
Containers & Packaging	6,252	-33.08%	1	10
Diamond & Jewellery	1,09,694	-12.79%	4	10
Diversified	1,53,651	-36.16%	3	18
Electricals	15,890	-58.33%	0	23
ETF	16,616	-27.61%	23	23
Finance	9,85,171	-20.30%	16	92
FMCG	14,22,638	19.44%	14	25
Footwear	34,078	69.88%	2	3
Healthcare	8,76,753	13.54%	34	60
Hospitality	23,292	-62.69%	0	25
Industrial Gases & Fuels	1,11,859	-10.47%	4	2
Infrastructure	2,52,858	-37.79%	0	56
Insurance	3,66,923	0.44%	4	2
Logistics	62,294	-43.83%	2	29
Manufacturing	12,283	-32.65%	0	6
Media & Entertainment	57,926	-61.63%	2	33
Metals & Mining	4,56,387	-51.34%	6	91
Miscellaneous	81,820	-30.89%	2	38
Oil & Gas	15,72,577	15.53%	2	12
Paper	7,491	-58.66%	0	20
Photographic Products	15	-79.03%	0	1
Plastic Products	48,298	-25.61%	3	24
Power	3,33,647	-28.29%	4	26
Real Estate	1,24,665	-46.85%	1	53
Retailing	1,99,147	27.52%	3	10
Ship Building	4,059	-42.62%	0	1

Software & IT Services	16,54,476	19.89%	12	76
Telecom	4,36,819	-18.79%	4	19
Textiles	86,203	-42.00%	4	98
Trading	33,930	-36.69%	0	15

### Institutional Investments

Category	Debt/Equity	Gross Purchases (Rs Crores)	Gross Sales (Rs Crores)	Net Investment (Rs Crores)
FII Investments June 2020	Equity	142,455.41	119,165.51	23,289.90
	Debt	20,336.42	21,861.81	-1,525.39
Mutual Fund June 2020	Equity	64,728.16	68,417.83	-3,689.67
	Debt	162,609.31	124,597.64	38,011.67
FII Derivative Trades (Rs. in Crores) June 2020	INDEX FUTURES	INDEX OPTIONS	STOCK FUTURES	STOCK OPTIONS
-Buy	143,536.73	6,071,317.21	457901.22	101862.43
-Sell	147,915.94	6,065,796.88	454569.96	102010.88

### New Fund Offers

Fund Name	Open Date	Close Date	Min. Investment (Rs.)	Type
HSBC Focused Equity Fund	01-Jul-2020	15-Jul-2020	5000	Open Ended

### Forthcoming Corporate Action

Symbol	Company Name	Purpose	Ex-date	Record date
ITC	ITC Limited	Dividend - Rs 10.15 Per Share	06-Jul-20	-
MINDTREE	MindTree Limited	Annual General Meeting/Dividend - Rs 10 Per Share	06-Jul-20	-
JSWSTEEL	JSW Steel Limited	Dividend - Rs 2 Per Share	06-Jul-20	-
LTTS	L&T Technology Services Limited	Annual General Meeting/Dividend - Rs 13.50 Per Share	08-Jul-20	-
HDFCAMC	HDFC Asset Management Company Limited	Annual General Meeting/Dividend - Rs 28 Per Sh	09-Jul-20	-
LTI	Larsen & Toubro Infotech Limited	Annual General Meeting/Dividend - Rs 15.50 Per Share	09-Jul-20	11-Jul-20

HDFC	Housing Development Finance Corporation Limited	Annual General Meeting/Dividend - Rs 21 Per Share	09-Jul-20	-
TATAELXSI	Tata Elxsi Limited	Annual General Meeting/Dividend - Rs 16.50 Per Share	13-Jul-20	-
DRREDDY	Dr. Reddy's Laboratories Limited	Annual General Meeting/Dividend - Rs 25 Per Share	13-Jul-20	-
SKFINDIA	SKF India Limited	Annual General Meeting / Dividend - Rs 130 Per Share	14-Jul-20	-
WENDT	Wendt (India) Limited	Annual General Meeting/Dividend - Rs 25 Per Share	15-Jul-20	-
COROMANDEL	Coromandel International Limited	Annual General Meeting/Dividend - Rs 12 Per Share	16-Jul-20	-
GRINDWELL	Grindwell Norton Limited	Annual General Meeting/dividend - Rs 7.50 Per Share	16-Jul-20	-
IRB	IRB Infrastructure Developers Limited	Dividend - Rs 5 Per Share	16-Jul-20	17-Jul-20
LAXMIMACH	Lakshmi Machine Works Limited	Annual General Meeting/Dividend - Rs 10 Per Share	16-Jul-20	-
PEL	Piramal Enterprises Limited	Annual General Meeting/Dividend - Rs 14 Per Share	16-Jul-20	-
GLAXO	GlaxoSmithKline Pharmaceuticals Limited	Dividend - Rs 20 And Special Dividend - Rs 20 Per Share	17-Jul-20	20-Jul-20
VAIBHAVGBL	Vaibhav Global Limited	Annual General Meeting/Dividend - Rs 7 Per Share	21-Jul-20	-
HIL	HIL Limited	Annual General Meeting/Dividend - Rs 10 Per Share	21-Jul-20	22-Jul-20
BSE	BSE Limited	Dividend - Rs 17 Per Share	22-Jul-20	23-Jul-20
TECHM	Tech Mahindra Limited	Annual General Meeting/Dividend - Rs 5 Per Share	23-Jul-20	-
BAYERCROP	Bayer Cropscience Limited	Annual General Meeting/Dividend - Rs 25 Per Share	27-Jul-20	-
RBL	Rane Brake Lining Limited	Annual General Meeting/Dividend - Rs 11 Per Share	28-Jul-20	29-Jul-20

BATAINDIA	Bata India Limited	Annual General Meeting/Dividend - Rs 4 Per Share	29-Jul-20	-
HEROMOTOCO	Hero MotoCorp Limited	Annual General Meeting/Dividend - Rs 25 Per Share	30-Jul-20	-

### Stock picks

Company Name	Current Market Price (CMP) (RS)	Buy / Sell	Recommended Buy / Sell price range	Stop loss	Target	Short / Medium / Long term
IGL	447.50	Buy	435-440	412	465	Medium term
Divis lab	2190.45	Buy	2150-2175	2050	2360	Medium term
Punjab & Sind Bank	14.20	Buy	14.20	13.50	16	Short term

\* Short term – 3 to 6 months, Medium term – 6 to 12 months, Long term – 12 months and above, CMP as on 03.07.20.

### Crude and Rupee check

Crude opened at \$41.47 in June. Crude price in the month of June witnessed minor recovery from earlier month fall in price. Crude closed at \$41.15. Rupee closed at Rs75.54 on 30th June, 2020.

### Brent crude price movement:



### USD-INR price movement:



### **ETF Corner**

Scheme for the Month : Kotak Nifty ETF Fund

Level of Risk : Moderately High

#### **Objective**

The scheme seeks to provide returns before expenses that closely correspond to the total returns of the Nifty 50 subject to tracking errors.

#### **Trailing Returns**

Trailing Returns (%)	Fund (%)	NIFTY 50 TRI (%)
YTD	-12.67	-11.9
1-M	5.47	5.54
3-M	31.39	31.16
1-Y	-10.29	-9.92
3-Y	4.39	4.64
5-Y	5.42	5.88

#### **ETF Details**

Last Traded Price NSE: KOTAKNIFTY	109.68 (as on 03.07.2020)
Last Traded Price BSE: 537708	4073 (as on 03.07.2020)
Fund House	Kotak Mahindra Mutual Fund
Launch Date	02-Feb-2010
Return Since Launch	8.86%
Benchmark	NIFTY 50 TRI
Type	Open-ended
Assets Under Management	₹ 976 Cr (As on 31-May-2020)
Expense	0.14% (As on 31-May-2020)
Underlying asset	Nifty



## **Health corner!!!**

### **Basic protective measures against the COVID – 19 spread**

#### **Wearing facial Mask in public, work place**

It is Important to wear a mask in order to stop the spread of COVID-19.

**Why?** Droplets that carry the pathogen of an infected person can spread those droplets by coughing, sneezing and even while talking and breathing. When the test was conducted with a stitched fabric mask, researchers found that droplets could only reached two and a half inches, thus reduces the chance of transmission of virus.

#### **Maintain social distancing**

Maintain at least 2 metres distance between yourself at public places and with anyone who is coughing, sneezing or looks ill.

**Why?** When someone coughs or sneezes they spray small liquid droplets from their nose or mouth which may contain virus. If you are too close, you can breathe in the droplets, including the COVID-19 virus if the person coughing has the disease.

#### **Wash your hands frequently**

Regularly and thoroughly clean your hands with an alcohol-based hand rub, wash them with soap and water.

**Why?** Washing your hands with soap and water or using alcohol-based hand rub kills viruses that may be on your hands.

#### **Avoid touching eyes, nose and mouth**

**Why?** Hands touch many surfaces and can pick up viruses quickly. Once contaminated, hands can transfer the virus to your eyes, nose or mouth. From there, the virus can enter your body and can make you sick.

#### **Practice respiratory hygiene**

Make sure you, and the people around you, follow good respiratory hygiene. This means covering your mouth and nose with your bent elbow or tissue when you cough or sneeze. Then dispose of the used tissue immediately.

**Why?** Droplets spread virus. By following good respiratory hygiene you protect the people around you from viruses such as cold, flu and COVID-19.

#### **If you have fever, cough and difficulty breathing, seek medical care early**

Stay home if you feel unwell. If you have fever, cough and difficulty in breathing, seek medical attention in advance. Follow the directions given by the local health authority.

**Why?** National and local authorities will have the most up to date information on the situation in your area. Calling in advance will allow your health care provider to quickly direct you to the right health facility. This will also protect you and help prevent spread of viruses and other infections.

## **Stay informed and follow advice given by your healthcare provider**

Stay informed on the latest developments about COVID-19. Follow advice given by your healthcare provider, your national and local public health authority or your employer on how to protect yourself and others from COVID-19.

**Why?** National and local authorities will have the most up to date information on whether COVID-19 is spreading in your area. They are best placed to advise on what people in your area should be doing to protect themselves.

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