

K STREET

RULE THE MARKET

ISSUE: 084



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From The Desk Of Research Head

FY21 Market Outlook – A roller-coaster ride?

COVID 19 and the ensuing lockdown will hit the economy significantly in FY21. Depending on the duration of the lockdown and the time it takes to get back to normalcy, we expect even FY22 to see some impact. As a result, India's GDP estimates have been marked down to ~2 to 3% for FY21. While the government and RBI announced relief measures, we expect another round of measures by both the government and RBI to prop up the revival. Estimates suggest that India's fiscal deficit is expected to shoot up to 6% from expected 3.5% for FY21. However, a large portion of this government spending is channeled into relief measures and not on productive spending. So it will be really a tough task for the government to support growth by spending.

The market expects an 8 to 10% decline in the top line on account of the lockdown, which will have a trickle-down effect on the bottom line. Estimates suggest that a 21-day lockdown would result in an 8.5% drop in India Inc's turnover. Consequently, we see significant fall in FY21E Nifty earnings. Given this, a sharp correction in the markets and valuations is not surprising. Since the sectors with heavyweights in the indices are set to deliver bad numbers quarter after quarter during FY21, markets may continue to be volatile without a decisive bullish trend. With stocks from the BFSI sector having a weightage of nearly 42%, news from this sector will broadly decide the direction of the market. Post this lock down, the sector is expected to see a fresh wave of bad loans from retail, Agri and MSME sector this time. Unless RBI announces some sort of temporary dispensation on NPA recognition norms, the sector has the potential to arrest the up move in the markets.

However, the above tough conditions also provide an opportunity to accumulate good quality stocks for the long term. Historically, tough conditions have not lasted too long. It is imperative to use this opportunity to build a portfolio of top quality companies available at attractive valuations. It is important to focus on large cap as they are the ones to lead the market recovery and joined by quality mid caps at a later stage. Another approach would be to focus on quality names trading at premium valuations. The recovery in such stocks would be strong and fast. However, it is advisable to stay away from small and mid caps which are facing balance sheet-related issues with high debt.

Safe bets in the current period would be the defensive stocks i.e consumption (FMCG particularly consumer staples) and healthcare sector (hospitals and diagnostics). Metals and automobile sector will see a significant lag and tourism, hospitality; real estate will be amongst the worst hit during this period. Sectors dependent on the global market for import of key raw material inputs should also be avoided due to disruption in global supply chain and INR depreciation. Their recovery will depend on how quickly they can find the substitutes for their inputs indigenously (highly difficult) and integrate them with their supply chain.

- DR. RAVI SINGH

Vice President & Head of Research

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NEWS

Automobiles

- Automakers want flexible manufacturing for business after the pandemic
 - » Automakers are looking to fast-track plans for agile manufacturing processes and supply chains as they prepare for a volatile demand environment after the Covid-19 global pandemic.
 - » Smaller lot sizes, shorter times to market and lower manufacturing cost are the key drivers going forward believes, auto manufacturers.
- Commercial vehicle sales likely to contract 8-10% further in FY21, says ICRA
 - » Ratings agency ICRANSE 8.79 % on Wednesday said commercial vehicles (CV) sales volumes in India are likely to contract further between 8-10 per cent in 2020-21 as the near term outlook of the sector is weighed down significantly by the coronavirus pandemic.
 - » Demand headwinds are an effect of pandemic outbreak and resulting weaker economic profile of companies, said ICRA report.
- Automakers turn to online sales to boost volumes amid COVID-19 outbreak
 - » Hyundai Motor India, MG Motor and Mercedes-Benz are amongst the companies hoping to tap the online market for sale of vehicles while the lockdown continues.
- Focusing on supply of essentials to communities most affected by COVID-19 lockdown: Tata Motors
 - » The company has so far provided over 25,000 packets of cooked meals and over 5,000 grocery kits (ration) to migrants and stranded communities, urban slums, drivers, co-drivers, mechanics, contractual and temporary workers, among others as part of the initiative,

Banking/Finance

- **Lockdown:** Online travel segment hit hard, digital payments biggest gainer, says report
 - » The biggest beneficiary of the lockdown is the digital payments space that grew nearly 50 per cent to 72.5 per cent during the first two weeks of the three-week lockdown that ends on April 14, according to data collated by Wibmo Inc
 - » The biggest beneficiary of the lockdown is the digital payments space that grew nearly 50 per cent to 72.5 per cent during the first two weeks of the three-week lockdown that ends on April 14, according to data collated by Wibmo Inc.
- Kotak leadership to take a 15% salary cut in FY21.
 - » Uday Kotak has foregone his pay for the fiscal and will only draw RS. 1 in the fiscal.
- Now, banks mulling extending moratorium benefits to NBFCs.
 - » Banks, under the aegis of Indian Banks' Association (IBA), are mulling providing a three month-moratorium on loans given to non-banking financial companies to help them tide through the current stress caused by the coronavirus crisis.
- Irdai permits insurers to grant moratorium on term loans.
 - » Insurance Regulatory and Development Authority of India (Irdai) said it has received representations from industry associations, seeking moratorium on repayment of term loans sanctioned by the insurers in the context of outbreak of Covid-19.

FMCG/Discretionary Spending

- HUL sales, factory output 40% of daily run rate due to labour shortage and transport disruptions during the lockdown.
- Preference for hygiene products to rise, online sales to zoom, amid COVID-19 threat: GCPL
- Lockdown to impact Q1 of FMCG industry: GCPL.

FORTHCOMING EVENTS

COMPANY NAME	EVENT	EX-DATE
Wipro	Q2FY21 - Result	15 th April 2020
Glaxo Smithkline Consumer	Amalgamation	16 th April 2020

INTERNATIONAL NEWS

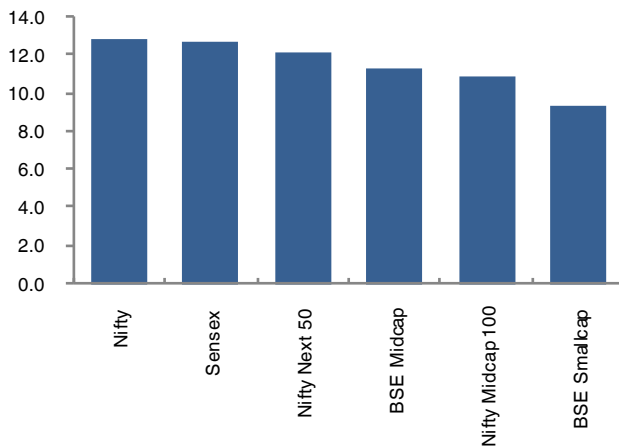
- E.U. Officials Agree to Deal to Soften Coronavirus's Economic Blow
 - » The ministers were unable to reach an agreement on issuing joint bonds, known as "corona-bonds." Critics say their €540 billion loan package does too little for Spain and Italy.
- **Coronavirus:** Spain sees lowest daily toll in 17 days, with 605 deaths. The mortality curve is also seen flattening in the current scenario.
- **Coronavirus:** Italy eyes lockdown extension to May 3.
- British PM Boris Johnson out of ICU.

- » The three-week long lockdown will impact earnings of FMCG sector in Q1 (April-June quarter), and it is not clear if it will linger to the second quarter, according to a Godrej Consumer top official.
- » The Godrej Group firm, operating at about 20-25 per cent of production levels of essential items, is working along with the government on the issue and witnessing improvements with each passing day.
- Consumer electronics industry sales may fall 50% in Q1 due to lockdown: Panasonic.
 - » Appliances and consumer electronics industry may see 50 per cent decline in sales in April-June due to the lockdown, but a recovery is expected in the second quarter when festive sales begin.
 - » Having suffered an unprecedented sales decline of 6-7 per cent in 2019-20, the industry will be up against challenges in both supply and demand sides due to the coronavirus pandemic, said Panasonic CEO.

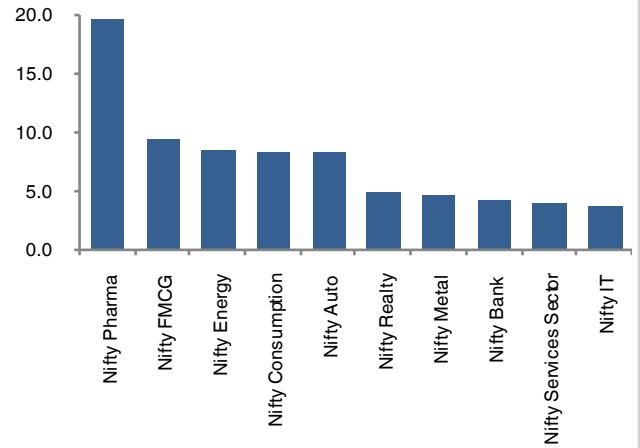
Healthcare/Pharma:

- Enough stock of hydroxychloroquine in India: Govt
- Aurobindo Pharma gets USFDA nod for generic antidepressant tablets.
 - » According to IQVIA, the approved product has an estimated market size of USD 42 million for the 12 months ending February 2020
- Granules India gets USFDA approval for Butalbital, Acetaminophen, Caffeine capsules.
 - » Butalbital, Acetaminophen and Caffeine Capsules USP, 50 mg/300 mg/40 mg had US sales of approximately 42 million dollar MAT for the most recent twelve months ending in February, 2020.
- Cipla gets final approval from USFDA for Albuterol Sulfate Inhalation Aerosol.

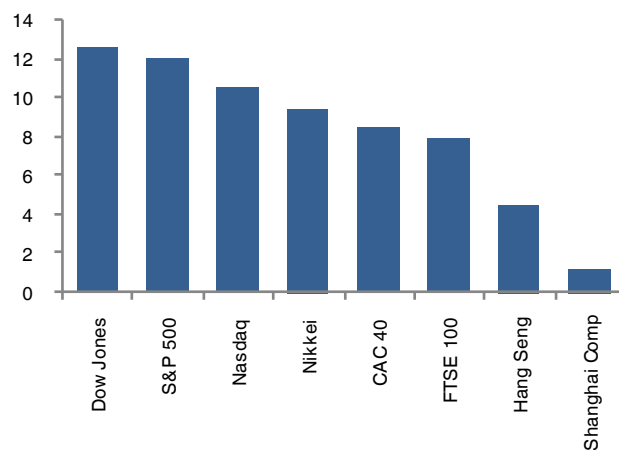
INDIAN INDICES (% CHANGE)



SECTORAL INDICES (% CHANGE)



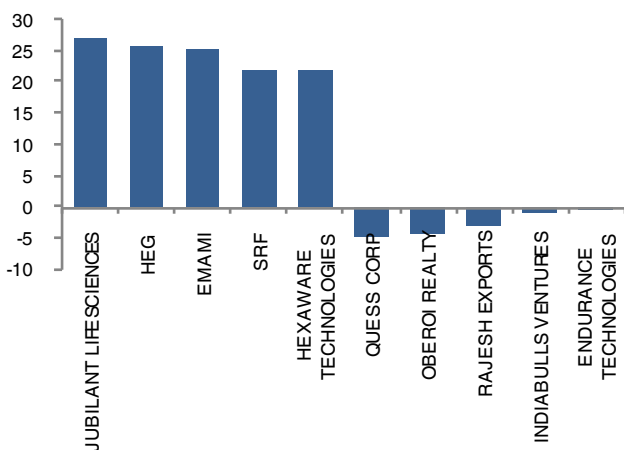
GLOBAL INDICES (% CHANGE)



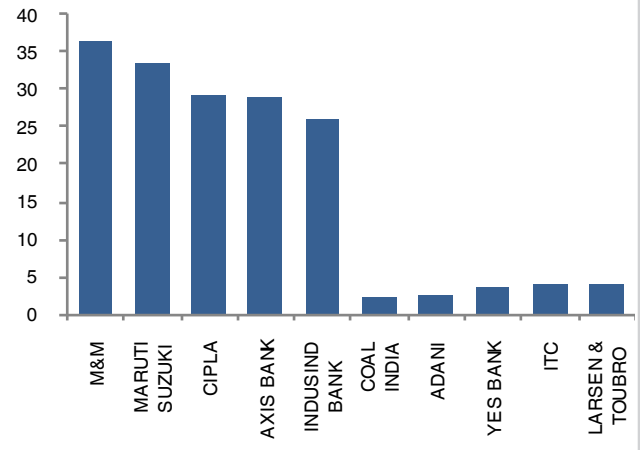
FII/FPI & DII TRADING (IN RS. CRORES)



NIFTY MIDCAP100 TOP GAINERS & LOSERS (1W)



NSE NIFTY TOP GAINERS & LOSERS (1W)



Source: Karvy Research

BEAT THE STREET - TECHNICAL ANALYSIS

Bharti Airtel Ltd



STOCK	BHARTIARTL
CMP	488.7
ENTRY	470-475
AVERAGE	440
STOP LOSS	415
TARGET 1	550
TARGET 2	570
TIME FRAME	1-2 Months

BHARTIARTL is in uptrend and making higher high and higher lows on monthly charts. The historical price action in the stock reflects that any meaningful dip in the stock attract market participants which helps stock to resume its up move. The stock has seen profit taking from all time high of around 569 levels which has placed the stock near its support of around 420 levels. Thereafter, the stock has bounced well with supportive volume formation on daily charts which indicate strength in up move. The stock has seen profit taking from all time high of 569 levels which has dragged the stock to the low of around 361 levels. The bounce in the stock has seen supportive volume formation on daily charts. The stock is currently trading in consolidation. The stock is trading above its long term moving averages on daily charts which confirm our bullish view in the stock. On technical setup, the 14 period RSI is taking support of 40 levels indicating that the bullishness in the stock is still holding. The recent development in the stock suggests that the stock is well placed to take it up move. The support is placed around 415-420 levels and below that are 400 levels. Whereas, minor resistance is placed at placed at 500 levels and above that is 525 levels. Holding our bullish view in the stock and expecting that up move in the stock will remain intact in near term and stock is well placed to take it up move for upside target of 550 and above that is 570 levels with stop loss placed below 415 levels from short to medium term perspective.

Infosys Ltd



STOCK	INFY
CMP	636.25
ENTRY	620-630
AVERAGE	580
STOP LOSS	550
TARGET 1	740
TARGET 2	770
TIME FRAME	1-2 Months

INFY has seen trading in line with its broader index NIFTY IT in the last month. The stock has been in the secular uptrend on the weekly charts making higher highs and higher lows before the crash due to the pandemic COVID-19. The stock is currently placed near the previous swing support and sustaining the same may dictate an outperformance in the counter in near future. The stock has witnessed a strong support around the previous consolidation range of 550-560 levels and witnessed a bounce. The bounce in the stock has seen supportive volume formation on daily charts. The stock is hovering near to its long term moving average of 200 DEMA on daily chart which confirm our bullish view in the stock. On technical setup, the 14 period RSI is pointing southward and is close to near its over-sold region from where it is expected to bounce back taking cues from the historical data. The recent development in the stock suggests that the stock is well placed to take it up move. The support is placed around the consolidation zone of 550-560 levels and below that are 500 levels. Whereas, minor resistance is placed at placed at 680 levels and above that is 760 levels. Holding our bullish view in the stock and expecting that up move in the stock will remain intact in near term and stock is well placed to take it up move for the mentioned target within the stipulated time period.

SECTORAL SNIPPETS

NIFTYAUTO has witnessed massive rally of over 23% in-line with the broader index Nifty50 in the last trading week which was majorly caused due to the relief rally in the major heavyweights counter from the index post stellar fall of seven consecutive weeks. The index has witnessed a relief rally from the swing low of 4450-4460 odd levels from, supported by increase in average traded volumes indicating strong hands supporting the index at lower technical levels for the time being. Major heavyweights have witnessed surge in price post the intervention of government in auto sector for the losses which has been occurred due to the global concern of the corona virus which have dampened the sentiment with the shutdown of various plants and decrease in demand. On weekly chart the index has witnessed resistance from its recent swing high and has plunged from the same. On charts, the immediate support for the index is pegged around 4450-4500 level breaching, below which the next support could be seen around 4200 levels. While on the contrary, the resistance is pegged around 6000 level which is the recent swing high, followed by 7000 odd zone which is the next crucial resistance levels for the index. On oscillator front, the index has witnessed support at the lower band of the Bollinger band (20, 2) has surged higher to the mean, at the same time the band has started getting broader indicating a higher probability of index to burst or to be volatile in near future, this is further being supported by the 14 period RSI which is placed around 39-42 levels and is likely to take support near the same looking at the historical data and trend suggesting some pullback may be witnessed in the coming trading day. Going forward for the coming week, it is advisable to trade cautiously in the counter as stock specific action could be seen and it is advised to keep the positions hedge to avoid heavy losses in this market scenario.

NIFTY BANK outperformed the Nifty by gaining 15.26% during the week passed by while the broader index Nifty gained by 12.60%. From December 2019, the index after witnessing correction from 32600 levels is forming lower lows indicating the bears' firm grip on the index. However, the index may resume its bullish bias if it crosses and sustains above 21475 levels. On the news front, HDFC Bank on Wednesday said the Reserve Bank of India (RBI) has advised it to wait for the new managing director to take over later this year before submitting proposals for two key board appointments. In November last year, the bank had initiated the appointment of Sashidhar Jagdishan and Bhavesh Zaveri as additional directors and executive directors of the bank, subject to RBI and shareholder approval. Private sector lenders HDFC Bank and Kotak Mahindra Bank outperformed their peers on deposits and advances in the March quarter that was marked by the flight of deposits, beginning of a national lockdown to combat Covid-19 and a regulatory moratorium on loans repayment. Among the stocks, all the index constituents closed in green. AXISBANK, INDUSINDBANK, ICICIBANK gained by 29.05%, 25.96%, and 19.31% respectively. As indicated by the derivatives data, BankNifty may face resistance at 20000 levels followed by 21000 levels. For the week ahead, support for the index can be pegged at 19000 levels followed by 18000 levels.

NIFTY IT has witnessed an underperformance over the broader index Nifty50 when compared on week to week basis, the index has surged around 9% while Nifty50 has surged around 12.60% in the same time duration indicating the mentioned underperformance. However, the index has seen some relief rally from last couple of days which was being supported by increase in average traded volumes indicating inherent strength in the overall counter, however until the index is not being able to show a closing above its 200 DEMA on daily chart, it would remain difficult for the index to sustain the reversal. The Index is hovering below all its major EMAs of 21, 50, 100 and 200 days on daily charts as well as on weekly charts, indicating the momentum in the index to remain weak in short to medium term. Technically, the index is trading below the lower band of Keltner channel which is signalling continuation in the trend for the index for at least near to short term. As long as index is trading below the 200 DEMA placed around 13800 odd levels, it is poised to be in bear grip and may test the ATR or the midline of the channel in the weeks to come by, which is around 14400-14500 levels. On Bollinger band (20, 2) index is currently hovering just above the lower line on weekly charts, and near to the median line on daily charts. On the indicator front, 14 period RSI on weekly charts has taken a huge dip and pointing southwards and has at the same time has witnessed some rally in the last to last week, situated near 38-42 levels, indicating the bearishness is intact in the counter, which may take index to the towards the swing lows of 12100-12200 levels. For now supports may be assumed at 12100 levels and below at 11800 levels, while resistance may be at assumed at 13000 levels followed by 13500 levels.

NIFTY FMCG underperformed the Nifty with gains of 9.06% during the week passed by while the broader index Nifty gained by 12.60%. From January 2020, the index after witnessing correction from 31550 levels is forming lower lows indicating the bears' firm grip on the index. However, the index may resume its bullish bias if it crosses and sustains above 27100 levels. As investors moved their money from financial services stocks into consumer goods makers, as they become safer bets amid the COVID-19 outbreak, HUL emerged as the biggest gainer among its FMCG peers. HUL makes essential goods-from staples to soaps. After the state-wise announcement of closures of shopping malls in early March and later a nationwide lockdown declared by the central government, consumers started panic buying for future use and cost-cutting, aiding earnings of FMCGs. On the other hand, Marico expects a decline in revenue and earnings before interest, taxes, depreciation, and amortization (EBITDA) during the fourth quarter of FY20 due to national lockdown to contain the outbreak of COVID-19. The production is currently suspended at the company's manufacturing units. The distribution network has also been significantly impacted due to the lack of manpower at each point. However, the company could register sales largely in the edible oils and food portfolio. The continued healthy growth in the Saffola portfolio was further topped up by households stocking up on food and essential items in the early stages of the outbreak. On the stock-specific front, all the index constituents closed in green. EMAMILTD, MCDOWELL-N and TATACONSUM closed with gains of 25.39%, 18.46%, and 15.22%. The index may face resistance at 29820 levels followed by 30900 levels. For the week ahead, support for the index can be pegged at 27270 levels followed by 26100 levels.

WEEKLY VIEW OF THE MARKET

NIFTY (9111.90): Indian equity benchmark index Nifty 50 closed higher by 12.60% during the week. During the last month, the index witnessed correction from 12150 levels towards the low of 7511 levels. Technically, from January 2020, the index after witnessing correction from 12430 levels is forming lower lows indicating the bears' firm grip on the index. However, the index may resume its bullish bias if it sustains above 9040 levels in future sessions. Stocks in Asia Pacific were mostly higher on Thursday ahead of the release of the U.S. unemployment claims report. European markets traded higher Thursday as market participants start to hope that the coronavirus pandemic is reaching a peak. The Bank of England (BoE) has agreed temporarily to finance U.K. government borrowing if funds cannot immediately be raised from debt markets, a measure last seen significantly during the financial crisis. In the week ahead, market participants may lay their focus on CPI (YoY) (Mar) releasing on 13th Apr and WPI Inflation (YoY) (Mar) releasing on 14th Apr. Markets to remain closed on account of Dr. Baba Saheb Ambedkar Jayanti on 14th Apr on Tuesday. On the derivatives front, open interest data suggests that the index may find its supports around 9000 followed by 8500 levels while on the higher side, 9500 and 10000 levels may act as strong resistance.

BULLION

In the week ended on 10th April 2020, the world precious metals market had once again showcased a positive trend amidst positive trend in seen in other equity market. An increasing economic impact caused by COVID-19 has been attracting the gold as safe-haven buying. During the week, CME gold futures rallied to a fresh eight year high of \$1754.50 per troy ounce and silver prices also witnessed an uptrend move to test a weekly high of \$16.09 per troy ounce. On domestic front, MCX gold and silver were on rising trend with gold prices surging to all time high of Rs. 45724 per 10 grams and silver rising to Rs. 43987 per kg. The rally in the Indian market was limited due to limited trading session during the week as well as market participants took cautious approach as the demand in the retail space was subdued. As a result of higher prices and low demand, the gold is being offered at biggest discount in the physical market. Central banks have been turning to quantitative easing (QE), or large-scale purchases of government bonds and other financial assets to pump money into the economy. The Federal Reserve moved to bolster a new small-business lending program by allowing banks to turn those loans over to the U.S. central bank for cash, easing concerns among banks about getting stuck holding the low interest loans. India's gold imports plunged more than 73% year-on-year in March to their lowest in 6 ½ years as record domestic prices and a lockdown to curb the outbreak squeezed retail demand. U.S. job openings fell in February, suggesting the labour market was losing momentum even before stringent measures to control the outbreak shuttered businesses, throwing millions out of work. Japan's core machinery orders unexpectedly rose in February, suggesting business investment remained resilient even as companies braced for a major jolt to demand from the pandemic. Gold stocks held in New York vaults registered with CME Group have jumped almost 50% since the end of last week after the exchange launched a new contract and a price premium since the outbreak of the coronavirus encouraged stockpiling. The forced closure of businesses across the United States and surge in unemployment will force U.S. growth to contract by 30% in the second quarter and 5% overall in 2020. The minutes of the Federal Reserve's emergency meetings in March showed policymakers trying to stay ahead of the rapidly spreading pandemic with decisions that may shape the global economy for decades to come.

ENERGY

It was a roller coasted ride for the the global oil market wherein WTI and Brent crude oil prices witnessed a positive trend during early part of the week ended on 10th April 2020 on expectation of deeper production cut by OPEC+ and Russia. However, the gains were not retained towards end of the week on demand concerns as well as position squaring ahead of holiday on eve of Good Friday. Worldwide oil demand has dropped by roughly 30%, or about 30 million barrels a day, at the same time that Saudi Arabia and Russia have been flooding markets with extra supply. U.S. crude production is expected to slump by 470,000 bpd and demand is set to drop by about 1.3 million bpd in 2020, according to the U.S. Energy Information Administration (EIA). U.S. crude inventories jumped by 11.9 million barrels to 473.8 million barrels, according to data from the American Petroleum Institute. As per official inventory data, the U.S. crude oil inventories rose by 15.177 million barrels while distillate stocks increased by 0.476 million barrels and gasoline stocks by 10.497 million barrels. As expected, the OPEC+ and Russia agreed to cut the production by 10 million barrels per day. The United States has encouraged global cooperation to boost an oil market that collapsed as the coronavirus pandemic accelerated in March and producers resorted to a price war after failing to agree on how to increase prices.

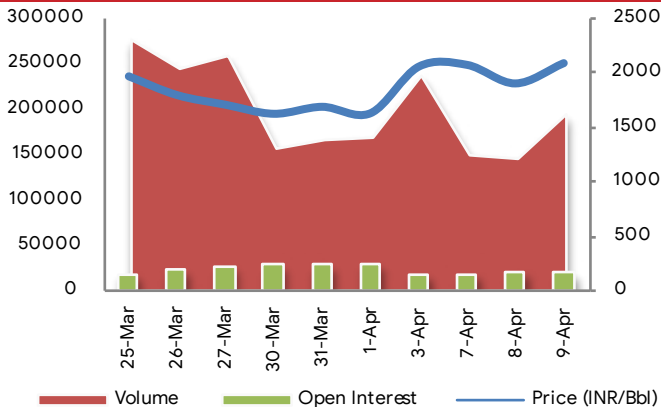
BASE METALS

With the new cases of COVID-19 reducing in China, major consumer of metals in the world, the base metals complex on LME and SHFE has shown a recovery from their multi year lows. LME copper was the major gainer during the week with prices rising for third consecutive week on hopes of revival in demand from the world's largest consumer. Other metals also remained sideways with positive bias except aluminium, which had extended its losing streak. The daily rates of virus-related deaths in hard-hit Italy and Spain have slowed, and governments there have started looking ahead to easing lockdowns. Lower inventories of copper in exchange warehouses and potential supply disruptions from top producers have also been supporting prices of the metal used widely in construction, power and manufacturing. Shrinking nickel supplies due to the pandemic and low prices are expected to offset weak demand from stainless steel mills and leave the market with only a small surplus. South Africa's strict lockdown has caused miners to divert copper from the country's ports to others in Africa. Funds have slashed their exposure to the copper market over the last two weeks in response to a confused and fast-changing fundamental landscape. According to Antaike, China's zinc and zinc alloy production in March fell 1.4% year on year to 396,000 tonnes and was down 5.7% from February on a daily basis as smelters faced raw material shortages. Chile state copper miner Codelco that its production continued in line with its plans despite the measures it has implemented to stave off the spread of coronavirus at its operations.

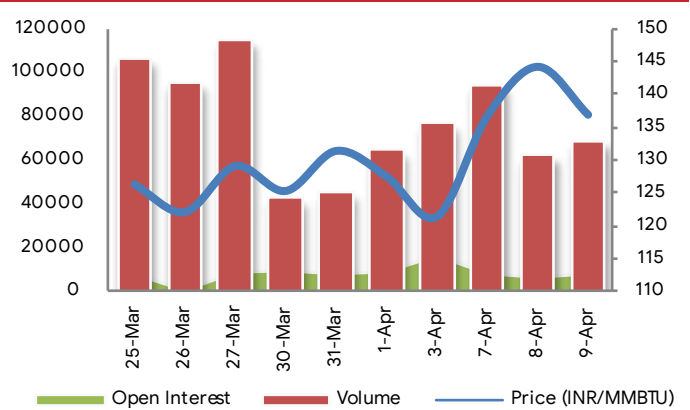
NEWS DIGEST

- U.S. President Donald Trump said on Thursday he has directed his agriculture secretary to expedite help to farmers, especially small farmers, hurt by the economic disruption caused by the new coronavirus outbreak. On Twitter, Trump also said he expects Agriculture Secretary Sonny Perdue "to use all of the funds and authorities at his disposal to make sure that our food supply is stable, strong, and safe." Trump did not specify what he expected Perdue to do, but farmers are waiting for the U.S. Department of Agriculture (USDA) to announce how it will disburse \$9.5 billion Congress set aside for the industry in the coronavirus relief bill signed by Trump last month. Farmers are an important part of Republican Trump's political base as he seeks re-election in November.
- U.S. energy firms cut oil rigs for a fourth week in a row to the lowest since December 2016 with oil futures down over 50% since the start of the year after Saudi Arabia and Russia cut prices and boosted output in a battle for market share. That price war came at the same time government steps to slow the spread of coronavirus have reduced global economic growth and energy demand. Drillers cut 58 oil rigs in the week to April 9, bringing the total count down to 504, energy services firm Baker Hughes Co said in its closely followed report on Friday.
- A strong rally in Friday afternoon trade pushed Shanghai copper prices to a more than three-week high and their biggest weekly gain in 22 months, on signs of a recovery in demand from top consumer China and tightening supply across the globe. The metal rose 3.7% for the week, recording its third straight weekly gain as well as its biggest jump since the week ended June 8, 2018. However, it was down 17.1% for the year, weighed down by the novel coronavirus crisis.
- U.S. consumer prices fell by the most in more than five years in March and further decreases are likely as the novel coronavirus outbreak suppresses demand for some goods and services, offsetting price increases related to shortages resulting from disruptions to the supply chain. With the country virtually at a stand-still, the economy rapidly contracting and millions unemployed as state and local governments adopt stiff measures to control the spread of COVID-19, the respiratory illness caused by the coronavirus, economists are predicting the disinflationary trend will persist for a while or even a short period of outright deflation.

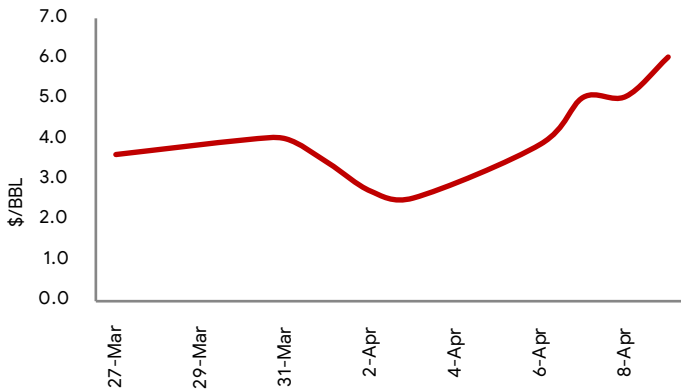
MCX CRUDE - PRICE, VOLUME & OPEN INTEREST



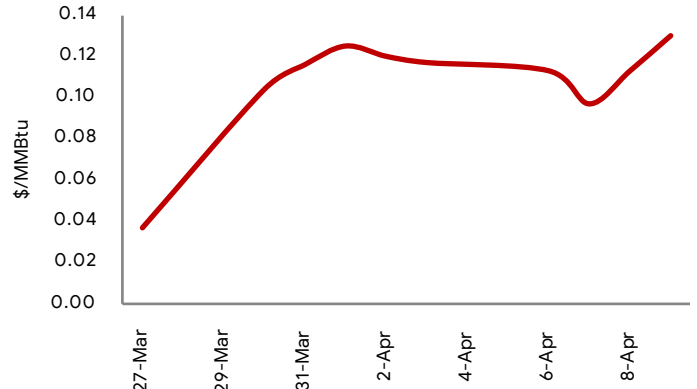
MCX NATURAL GAS - PRICE, VOLUME & OPEN INTEREST



CALENDAR SPREAD NYMEX - CRUDE OIL



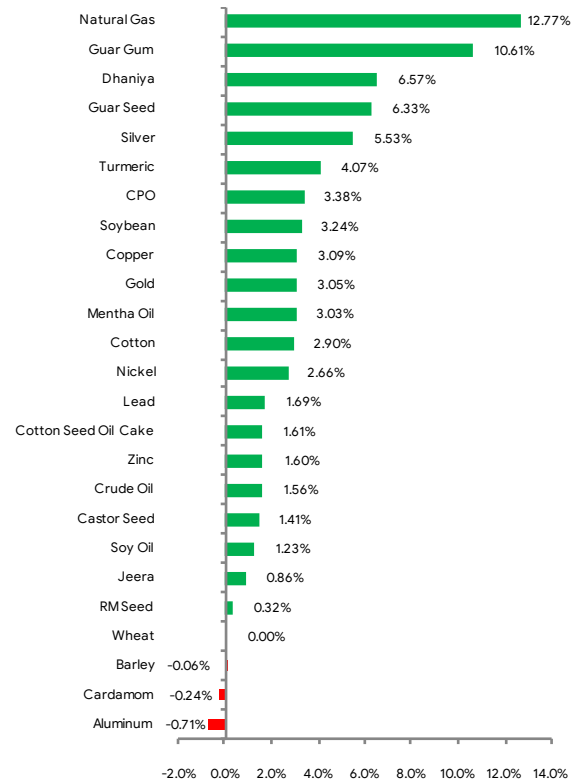
CALENDAR SPREAD NYMEX - NATURAL GAS



TRENDSHEET

Commodities	3-Apr	10-Apr	% Change	52 Week High	% Change from 52 Week High	52 Week Low	% Change from 52 Week Low
MCX Gold (Rs/10 gms)	43953	45294	3.1	45800	-1.1	31232	45.0
MCX Silver (Rs/Kg)	41223	43502	5.5	50672	-14.1	33580	29.5
MCX Crude Oil (Rs/bbl)	2048	2080	1.6	4692	-55.7	1550	34.2
MCX Natural Gas (Rs/mmBtu)	121	137	12.8	206	-33.5	117	17.0
MCX Copper (Rs/kg)	380	392	3.1	463	-15.4	336	16.6
MCX Lead (Rs/kg)	133	136	1.7	170	-20.2	119	14.1
MCX Zinc (Rs/kg)	147	149	1.6	234	-36.2	124	20.7
MCX Nickel (Rs/kg)	867	891	2.7	1315	-32.3	806	10.5
MCX Aluminium (Rs/kg)	134	133	-0.7	157	-15.2	128	4.2
NCDEX Soybean (Rs/Quintal)	3702	3822	3.2	4506	-15.2	3276	16.7
NCDEX Refined Soy Oil (Rs/10 kg)	794	804	1.2	955	-15.8	720	11.7
NCDEX RM Seed (Rs/Quintal)	4045	4058	0.3	4744	-14.5	3716	9.2
MCX CPO (Rs/10 kg)	628	649	3.4	840	-22.7	491	32.1
NCDEX Castor Seed (Rs/Quintal)	3970	4026	1.4	6102	-34.0	3602	11.8
NCDEX Turmeric (Rs/Quintal)	5698	5930	4.1	7360	-19.4	5314	11.6
NCDEX Jeera (Rs/Quintal)	14015	14135	0.9	18195	-22.3	13110	7.8
NCDEX Dhaniya (Rs/Quintal)	5964	6356	6.6	7688	-17.3	5267	20.7
MCX Cardamom (Rs/kg)	2053	2048	-0.2	4265	-52.0	1650	24.1
NCDEX Wheat (Rs/Quintal)	1855	1855	0.0	2290	-19.0	1810	2.5
NCDEX Guar Seed (Rs/Quintal)	3320	3530	6.3	4483	-21.3	3190	10.7
NCDEX Guar Gum (Rs/Quintal)	5059	5596	10.6	9050	-38.2	4700	19.1
MCX Cotton (Rs/Bale)	16190	16660	2.9	22470	-25.9	15660	6.4
NCDEX Cocud (Rs/Quintal)	1928	1959	1.6	3698	-47.0	1507	30.0
MCX Mentha Oil (Rs/kg)	1160	1195	3.0	1601	-25.4	1094	9.2

FUTURE PRICES (% CHANGE)



MARKET STANCE

USD/INR closed at 76.30 for the week after hitting a weekly high of 76.55 and low of 75.53. Rupee weakened and hit a fresh record low of 76.56/\$ on Thursday. Rupee remained under pressure as USD demand surpassed supply. United Nations said that India's GDP growth for the current fiscal is expected to slow down to 4.8 per cent, warning that the COVID-19 pandemic is expected to result in significant adverse economic impacts globally. COVID-19 pandemic has spread across 184 countries and territories. Today is the 17th day of India's 21-day lockdown. Some reports suggest that the lockdown could be extended in India beyond 14th April putting more pressure on markets and Rupee. Dollar was on course for a weekly loss on Friday as the Fed's massive new lending programme for small companies and signs of a slowdown in coronavirus infections reduced safe-haven demand. Pound traded strong against the dollar and the Euro after British Prime Minister Boris Johnson left intensive care following his hospitalization for COVID-19 symptoms. Currencies from oil-producing countries also gained but the outlook remains uncertain due to doubts that a deal between OPEC and its allies for a record oil supply cut would be enough to offset the collapse in global fuel demand. Risk sentiment has steadily improved this week on tentative signs that the pandemic is slowing in U.S. and European hotspots. Fed on Thursday announced a \$2.3 trillion programme to offer loans to local governments and small and mid-sized businesses, the latest step to backstop the U.S. economy as the country battles the coronavirus crisis. Fed has also cut interest rates to zero, restated quantitative easing, and increased dollar liquidity to tackle a shortage in money markets. Saudi Arabia, Russia and their allies, part of the so-called OPEC+ group, are seeking to cut oil production by an equivalent of 10% of global supplies and will push the United States and other producers from outside OPEC+ to remove additional 5%. USD/INR to find support at 75.50 and resistance at 76.80 in the near term

CURRENCY TABLE

Currency Pair	Open	High	Low	Close
USDINR	75.88	76.54	75.61	76.29
EURINR	82.06	83.47	82.03	83.36
GBPINR	93.10	95.19	92.89	95.04
JPYINR	69.76	70.29	69.29	70.24

NEWS FLOWS OF LAST WEEK

- USD/INR closed at 76.30 for the week after hitting a weekly high of 76.55 and low of 75.53.
- Rupee remained under pressure as USD demand surpassed supply. United Nations said that India's GDP growth for the current fiscal is expected to slow down to 4.8 per cent
- COVID-19 pandemic has spread across 184 countries and territories.
- Some reports suggest that the lockdown could be extended in India beyond 14th April putting more pressure on markets and Rupee.
- Dollar was on course for a weekly loss on Friday as the Fed's massive new lending programme for small companies and signs of a slowdown in coronavirus infections reduced safe-haven demand.
- Pound traded strong against the dollar and the Euro after British Prime Minister Boris Johnson left intensive care
- Currencies from oil-producing countries also gained but the outlook remains uncertain due to doubts that a deal between OPEC and its allies for a record oil supply cut would be enough
- Risk sentiment has steadily improved this week on tentative signs that the pandemic is slowing in U.S. and European hotspots.
- Fed on Thursday announced a \$2.3 trillion programme to offer loans to local governments and small and mid-sized businesses, the latest step to backstop the U.S. economy as the country battles the coronavirus crisis.
- Saudi Arabia, Russia and their allies, part of the so-called OPEC+ group, are seeking to cut oil production by an equivalent of 10% of global supplies

TECHNICAL RECOMMENDATION

USD/INR



USDINR opened lower last week at 75.88 but after making a low of 75.6050 it traded mostly higher to test levels as high as 76.54 and settled for the week at 76.2850. The RSI is at 67.22 while the 50-Day Moving Average is at 73.01. The pair is expected to trade further higher in the week ahead where it is expected to rally up to 77.50 while finding a support at 75.50. Hence, we recommend buying the pair at 75.50-75.80 for targets of 76.80 and 77.30 with stops below 75.00.

EUR/INR



EURINR opened at 82.0550 last week and further traded higher to make a high of 83.4650 and settled for the week at 83.3550. The RSI is at 61.07 while the 50-Day Moving Average is at 80.19. The pair is expected to trade higher in the week ahead where it is expected to test the 85.00 levels yet again. Hence, we recommend buying the pair at 82.80-83.30 for targets of 84.50 and 85.00 with stops below 82.50.

GBP/INR



GBPINR traded higher throughout the past week after it opened at 93.1025, where it made a high of 95.1875 and settled for the week at 95.04. The RSI is at 61.01 and 50-Day Moving Average is at 92.66. In the week ahead the pair is expected to find resistance in the 95.50-95.80 zone and turn down where it can slip to the 93 levels yet again. Hence we recommend initiating short positions between 95.50-95.80 with stops above 96.20 for targets of 93.50 & 93.00.

JPY/INR



JPYINR traded mixed but closed higher in the last week where it made a high of 70.2900 before settling for the week at 70.2350. The RSI is at 59.75 and the 50-Day Moving Average is at 67.14. The pair is expected to trade higher in the week ahead where it can move up till 72 while being supported at 69 levels. Hence we recommend buying in the pair at levels around 69.50.

ECONOMIC GAUGE FOR THE NEXT WEEK

Date	Time	Country	Indicator Name	Period	Poll	Prefix	Unit	Prior
Date	Time	Country	Indicator Name	Period	Poll	Prefix	Unit	Prior
12-Apr-20	5:20	Japan	M2 Money Supply	Mar 2020			JPY	10466110
12-Apr-20	5:20	Japan	Broad Money	Mar 2020		Trl	JPY	1839.2
13-Apr-20	17:30	India	CPI Inflation YY	Mar 2020	5.93		Percent	6.58
14-Apr-20	:	China (Mainland)	Exports YY	Mar 2020	-14		Percent	-17.2
14-Apr-20	:	China (Mainland)	Imports YY	Mar 2020	-9.5		Percent	-4
14-Apr-20	:	China (Mainland)	Trade Balance USD	Mar 2020	19.1	Bln	USD	-7.09
14-Apr-20	:	China (Mainland)	Yuan-Denominated Exports	Mar 2020			Percent	-15.9
14-Apr-20	:	China (Mainland)	Yuan-Denominated Imports	Mar 2020			Percent	-2.4
14-Apr-20	:	China (Mainland)	Yuan-Denominated Trade Ba	Mar 2020		Bln	CNY	-42.59
14-Apr-20	18:00	United States	Import Prices MM	Mar 2020	-3.5		Percent	-0.5
14-Apr-20	18:00	United States	Export Prices MM	Mar 2020	-2		Percent	-1.1
14-Apr-20	18:00	United States	Import Prices YY	Mar 2020			Percent	-1.2
14-Apr-20	12:00	India	WPI Inflation YY	Mar 2020	2		Percent	2.26
14-Apr-20	12:00	India	WPI Food Index	Mar 2020			Percent	7.31
14-Apr-20	12:00	India	WPI Food Articles YY	Mar 2020			Percent	7.79
14-Apr-20	12:00	India	WPI Fuel YY	Mar 2020			Percent	3.38
14-Apr-20	12:00	India	WPI Mfg Inflation	Mar 2020			Percent	0.42
14-Apr-20	18:25	United States	Redbook MM	W 11 Apr			Percent	0.9
14-Apr-20	18:25	United States	Redbook YY	W 11 Apr			Percent	5.3
15-Apr-20	4:31	United Kingdom	BRC Retail Sales YY	Mar 2020			Percent	-0.4
15-Apr-20	16:30	Euro Zone	Reserve Assets Total	Mar 2020		Bln	EUR	864.59
15-Apr-20	18:00	United States	NY Fed Manufacturing	Apr 2020	-35		Index	-21.5
15-Apr-20	1:30	United States	Net L-T Flows,Exswaps	Feb 2020		Bln	USD	20.9
15-Apr-20	1:30	United States	Foreign Buying, T-Bonds	Feb 2020		Bln	USD	25.6
15-Apr-20	1:30	United States	Overall Net Capital Flows	Feb 2020		Bln	USD	122.9
15-Apr-20	1:30	United States	Net L-T Flows,Incl.Swaps	Feb 2020		Bln	USD	-3.8
15-Apr-20	4:30	Japan	Reuters Tankan DI	Apr 2020			Diff.Idx	-20
15-Apr-20	18:00	United States	Retail Sales Ex-Autos MM	Mar 2020	-3		Percent	-0.4
15-Apr-20	18:00	United States	Retail Sales MM	Mar 2020	-7		Percent	-0.5
15-Apr-20	18:00	United States	Retail Ex Gas/Autos	Mar 2020			Percent	-0.2
15-Apr-20	18:00	United States	Retail Control	Mar 2020	-3		Percent	0
15-Apr-20	18:00	United States	Retail Sales YoY	Mar 2020			Percent	4.35
15-Apr-20	18:45	United States	Industrial Production MM	Mar 2020	-4.2		Percent	0.6
15-Apr-20	18:45	United States	Capacity Utilization SA	Mar 2020	73.7		Percent	77
15-Apr-20	18:45	United States	Manuf Output MM	Mar 2020	-3.9		Percent	0.1
15-Apr-20	18:45	United States	Industrial Production YoY	Mar 2020			Percent	0.04
15-Apr-20	19:30	United States	Business Inventories MM	Feb 2020	-0.4		Percent	-0.1
15-Apr-20	19:30	United States	Retail Inventories Ex-Auto Rev	Feb 2020			Percent	0
15-Apr-20	19:30	United States	NAHB Housing Market Indx	Apr 2020	59		Index	72
15-Apr-20	16:30	United States	MBA Mortgage Applications	W 10 Apr			Percent	-17.9
15-Apr-20	16:30	United States	Mortgage Market Index	W 10 Apr			Index	718.2
15-Apr-20	16:30	United States	MBA Purchase Index	W 10 Apr			Index	185.9
15-Apr-20	16:30	United States	Mortgage Refinance Index	W 10 Apr			Index	3853.1
15-Apr-20	16:30	United States	MBA 30-Yr Mortgage Rate	W 10 Apr			Percent	3.49
15-Apr-20	20:00	United States	EIA Weekly Crude Stocks	W 10 Apr		Mln	Barrel	15.177
15-Apr-20	20:00	United States	EIA Weekly Dist. Stocks	W 10 Apr		Mln	Barrel	0.476
15-Apr-20	20:00	United States	EIA Weekly Gasoline Stk	W 10 Apr		Mln	Barrel	10.497
15-Apr-20	20:00	United States	EIA Weekly Crude Imports	W 10 Apr		Mln	Barrel	0.149
15-Apr-20	20:00	United States	EIA Weekly Rfg Stocks	W 10 Apr		Mln	Barrel	-0.01
15-Apr-20	20:00	United States	EIA Weekly Heatoil Stock	W 10 Apr		Mln	Barrel	-0.934
15-Apr-20	20:00	United States	EIA Weekly Prods Imports	W 10 Apr		Mln	Brl/Day	-0.139
15-Apr-20	20:00	United States	EIA Weekly Dist Output	W 10 Apr		Mln	Brl/Day	0.016
15-Apr-20	20:00	United States	EIA Weekly Crude Runs	W 10 Apr		Mln	Brl/Day	-1.264
15-Apr-20	20:00	United States	EIA Weekly Refining Util	W 10 Apr			Percent	-6.7
15-Apr-20	20:00	United States	EIA Wkly Crude Cushing	W 10 Apr		Mln	Barrel	6.417
15-Apr-20	20:00	United States	EIA Weekly Gasoline O/P	W 10 Apr		Mln	Brl/Day	-1.638
15-Apr-20	20:00	United States	EIA Ethanol Ref Stk	W 10 Apr		Thou	Barrel	27091
15-Apr-20	20:00	United States	EIA Ethanol Fuel Total	W 10 Apr		Thou	Brl/Day	672
15-Apr-20	5:20	Japan	Foreign Bond Investment	W 11 Apr		Bln	JPY	-1056.4
15-Apr-20	5:20	Japan	Foreign Invest JP Stock	W 11 Apr		Bln	JPY	422.7
15-Apr-20	5:20	Japan	Foreign Invest JP Bonds	W 06 Apr		Bln	JPY	494.6

15-Apr-20	5:20	Japan	Foreign Stock Investment	W 06 Apr		Bln	JPY	568.6
16-Apr-20	14:30	Euro Zone	Industrial Production MM	Feb 2020	-0.2		Percent	2.3
16-Apr-20	14:30	Euro Zone	Industrial Production YY	Feb 2020	-2		Percent	-1.9
16-Apr-20	7:00	China (Mainland)	China House Prices YY	Mar 2020			Percent	5.8
16-Apr-20	18:00	United States	Building Permits: Number	Mar 2020	1.3	Mln	No. of	1.452
16-Apr-20	18:00	United States	Build Permits: Change MM	Mar 2020			Percent	-6.3
16-Apr-20	18:00	United States	Housing Starts Number	Mar 2020	1.307	Mln	No. of	1.599
16-Apr-20	18:00	United States	House Starts MM: Change	Mar 2020			Percent	-1.5
16-Apr-20	18:00	United States	Philly Fed Business Indx	Apr 2020	-30		Index	-12.7
16-Apr-20	18:00	United States	Philly Fed 6M Index	Apr 2020			Index	35.2
16-Apr-20	18:00	United States	Philly Fed Capex Index	Apr 2020			Index	12
16-Apr-20	18:00	United States	Philly Fed Employment	Apr 2020			Index	4.1
16-Apr-20	18:00	United States	Philly Fed Prices Paid	Apr 2020			Index	4.8
16-Apr-20	18:00	United States	Philly Fed New Orders	Apr 2020			Index	-15.5
17-Apr-20	10:00	Japan	Tertiary Industry Activity NSA	Feb 2020			Percent	-8.9
17-Apr-20	7:30	China (Mainland)	Urban Investment (YTD)YY	Mar 2020	-16		Percent	-24.5
17-Apr-20	7:30	China (Mainland)	Industrial Output YY	Mar 2020	-7		Percent	-13.5
17-Apr-20	7:30	China (Mainland)	Retail Sales YY	Mar 2020	-10		Percent	-20.5
17-Apr-20	7:30	China (Mainland)	Industrial Production YTD YY	Mar 2020			Percent	-13.5
17-Apr-20	7:30	China (Mainland)	Retail Sales YTD YY	Mar 2020			Percent	-21.09
17-Apr-20	10:00	Japan	Industrial O/P Rev MM SA	Feb 2020			Percent	0.4
17-Apr-20	10:00	Japan	Capacity Utilization MM SA	Feb 2020			Percent	1.1
17-Apr-20	10:00	Japan	Industrial O/P Rev YY SA	Feb 2020			Percent	-2.2
17-Apr-20	11:30	United Kingdom	Car Registration MM	Mar 2020			Percent	-46.7
17-Apr-20	11:30	United Kingdom	Car Registration YY	Mar 2020			Percent	-2.9
17-Apr-20	14:30	Euro Zone	HICP Final MM	Mar 2020	0.5		Percent	0.2
17-Apr-20	14:30	Euro Zone	HICP Final YY	Mar 2020	0.7		Percent	0.7
17-Apr-20	14:30	Euro Zone	HICP-X F&E MM	Mar 2020	1		Percent	0.4
17-Apr-20	14:30	Euro Zone	HICP-X F&E Final YY	Mar 2020	1.2		Percent	1.2
17-Apr-20	14:30	Euro Zone	HICP-X Tobacco MM	Mar 2020			Percent	0.2
17-Apr-20	14:30	Euro Zone	HICP-X tobacco YY	Mar 2020			Percent	1.1
17-Apr-20	14:30	Euro Zone	HICP-X F, E, A, T Final MM	Mar 2020	1.1		Percent	1.1
17-Apr-20	14:30	Euro Zone	HICP-X F,E,A&T Final YY	Mar 2020	1		Percent	1
17-Apr-20	14:30	Euro Zone	HICP Ex-Tobacco Revised	Mar 2020			Index	104.23
17-Apr-20	14:30	Euro Zone	HICP Excl Tobacco Unrevised	Mar 2020			Index	104.23
17-Apr-20	14:30	Euro Zone	Construction Output MM	Feb 2020			Percent	3.61
17-Apr-20	19:30	United States	Leading Index Chg MM	Mar 2020	-7		Percent	0.1