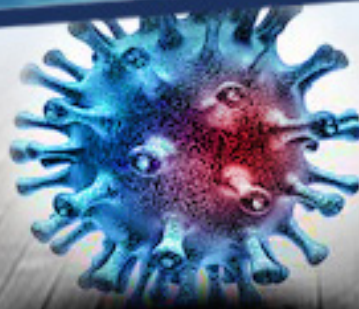


K STREET

RULE THE MARKET

ISSUE: 088



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From The Desk Of Research Head

Earnings outlook – Get set for a bumpy ride

The global economy is reeling under the pressure of the pandemic and the lockdown. As the economies across the globe have initiated the process of relaxation with varying degrees, markets are volatile as the sentiment swings between hope and despair in the fight against the virus. The current crisis is very different from previous crises in many ways. The key difference being the nature of crisis. Historically during any crisis loose monetary policy accompanied by loose fiscal policy to make sure that the system has enough liquidity was a readily available solution. But this time liquidity crisis and deep adverse economic impact is a bye product of the core issue – time it takes to control the contagion, with the time it takes to arrest the new cases and completely removing the traces of virus having a multiplier effect on the former two factors. In this uncertain situation earnings outlook for corporate India remains extremely bleak with expected multiple downgrades to continue for some months to come.

In spite of being partially affected by the lockdown during Q4FY20, the results declared so far, were muted. Many IT companies which were known to give guidance for the next quarter refrained from doing so citing uncertainty around lockdown relaxation and no clarity on returning to normalcy. Of the companies that reported earnings till now Infosys, HCL Tech and Wipro shunned from providing any future guidance. According to estimates, for Q4FY2, revenue contraction and earnings contraction are going to be broad based. According to estimates, revenues are expected to see a contraction of 10-15% for Nifty companies, with earnings contracting by 20%. The contraction is expected to be more so in sectors like airlines, entertainment/media, retail chains, real estate, auto, NBFCs, power and banks.

With almost one full quarter of the fiscal lost in lockdown, the next two quarters will be gone in transition, as the companies prepare to start operations. While the government has allowed starting partial operations at capacities running at levels that are half of long term average of 70%, the industry is expected to see many supply side issues. We expect the companies to see severe shortage of labour in days to come as much of the migrant labour force has just started reaching their native places. While markets are expecting another relief package, this is a period when there is no scope for policy errors. This is a rare situation that calls for an ultra-loose fiscal policy. In an attempt to generate revenues, if the government decides to levy unreasonable and unwarranted cess and hike indirect taxes, it would be a shot in the leg for the government as it would drive out the much needed spending and consumption by households, which will only worsen the situation for the government, hindering its efforts to revive the economy in the post lockdown environment.

Even if the government is responsible in its efforts, we are entering an uncertain world. As for the earnings outlook for FY21 is concerned, we may be out to see historically worse numbers from the companies across the sectors. The magnitude of the contraction will depend on the period of the lockdown, the quantum, timing of the policy response and finally how the economy reacts to the policy. Given these factors, we expect FY21E to be a watershed year for corporate earnings with widespread contraction in earnings and revenues.

- DR. RAVI SINGH

Vice President & Head of Research

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NEWS

Auto

- 20% of auto retailers open shutters on lockdown relaxation; witness muted walkins and enquiries
 - » About 20% of the auto retail network, or 3,500 outlets, opened for business this week, with one-third staff to comply with social-distancing norms.
 - » But with continuing curbs on people movement in many places, and due to weak consumer sentiment amid the Covid-19 pandemic and its impact on jobs, salaries and businesses, most showrooms had few visitors so far.
- Will expedite scrappage policy, extend compliance timelines for auto companies where possible: Gadkari
 - » Transport minister Nitin Gadkari on Thursday called for expediting the vehicle scrappage policy, which he said, will help reduce production costs for the automobile industry.
 - » Gadkari added that the transport ministry was willing to extend compliance timelines on regulations under the motor vehicles act, barring those pertaining to road safety.
- Vehicle registrations decline sharply by 70 pc in April: Report
 - » Registrations in April stood meagre at around 21,000 units for the passenger vehicles (PV) and 19,000 units for commercial vehicles (CVs).

Banks

- Need for non-collateralized reverse repo operations: SBI Report
 - » With government borrowings likely to increase in the current fiscal, there is a need to increase the demand for bonds and conduct reverse repo as well as term reverse repo operations without placing any collateral with the Reserve Bank of India, says a report.
- State Bank India to extend moratorium to NBFCs
 - » "The bank would extend the moratorium to the Non-Banking Financial Companies (NBFCs) on a case-to-case basis after assessing their cash budgets and examining the need for extending it" said SBI.
- Public sector banks sanction loans worth Rs 5.66 lakh crore for March-April period
 - » The borrowers represented the micro, small and medium sized enterprises (MSMEs), retail, agriculture and corporate sectors.

FMCG

- GSK sold \$3.45 bln stake in Hindustan Unilever
 - » The 5.7% stake in Hindustan Unilever, was accepted by GSK as payment for the sale of malted drink brand Horlicks and other nutrition brands to Unilever, agreed in late 2018.
- ITC Ltd ramps up production to meet demand for sanitisers
 - » The company which retails Savlon range of sanitisers, has stepped up production at the facility in Himachal Pradesh to produce an additional 1.25 lakh litres.
 - » It also has slashed prices of Savlon sanitisers.
- Didn't anticipate India to shut down like this, says Colgate-Palmolive CEO
 - » Colgate-Palmolive said it is still experiencing disruptions to both supply chain and retail network, and while trends have started to improve it still expects an impact from the crisis in the second quarter.

Oil and Gas

- India, Russia plan MoU on coking coal; boost crude oil trade
- Indian Oil Corporation plan to cut debt hinges on demand revival.
 - » Management expects Indian Oil Corp's mountain of debt, which has grown a third in a year to ₹1,16,000 crore, to start diminishing on an expected revival of fuel demand after the easing of lockdown and as benefits of cheaper crude start flowing in.
 - » About 50% jump in debt in the January-March quarter came following the weakening of demand due to the Covid-19 pandemic, dividend outflow and delay in fuel subsidy transfer by the government.

FORTHCOMING EVENTS

COMPANY NAME	EVENT	EX-DATE
ICICI Bank Ltd	Quarterly results	9th May, 2020
WockhardLtd.	Quarterly results	11th May 2020
Havells India Ltd.	Quarterly results	12th May 2020
Nestle India Ltd.	Quarterly results	12th May 2020
Syngene International Ltd.	Quarterly results	12th May 2020
Kotak Bank Ltd	Quarterly results	13th May 2020
Maruti Suzuki India Ltd.	Quarterly results	13th May 2020
Mphasis Ltd.	Quarterly results	13th May 2020
Biocon Ltd.	Quarterly results	14th May 2020

INTERNATIONAL NEWS

- Coronavirus: U.S. unemployment rate hits 14.7% in April 2020
 - » The U.S. unemployment rate hit 14.7 per cent in April, the highest rate since the Great Depression, as 20.5 million jobs vanished in the worst monthly loss on record.
 - » The collapse of the job market has occurred with stunning speed. As recently as February, the unemployment rate was a five-decade low of 3.5 per cent, and employers had added jobs for a record 113 months. In March, the unemployment rate was just 4.4 per cent.
- With zero coronavirus deaths so far, Vietnam eyes growing post-pandemic business - Reuters report
 - » After proclaiming success in containing the coronavirus, Vietnam is positioning itself as a safe place to do business, capitalizing on demand from international manufacturers looking to diversify their supply chains away from China.
 - » Vietnam has reported a relatively small 288 cases and zero deaths, putting the Southeast Asian country on course to revive its economy much sooner than most others.
 - » The company, which has a client base of mainly Japanese and Korean investors, said it is speeding up plans to finish a 100,000 square meter (1 million square foot) ready to go factories in southern Vietnam in anticipation of an increase in post-pandemic demand

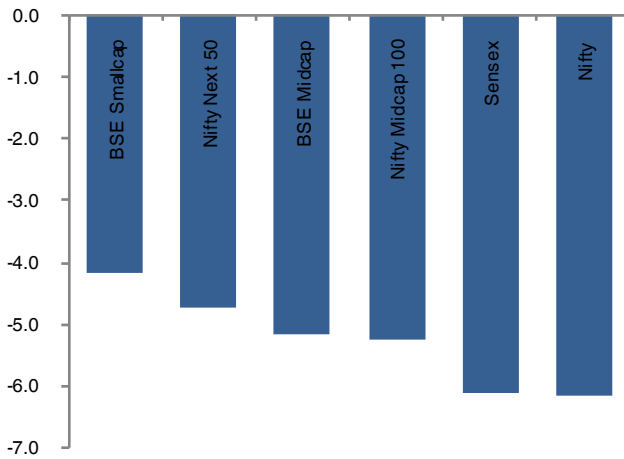
Metals and Mining

- Coal India and subsidiaries helping each other with loans to tide over liquidity crisis
 - » Coal India has lent Rs 300 crore to subsidiary Central Coalfields while Bharat Coking Coal is in talks with subsidiary Northern Coalfields for another Rs 300-400 crore loan in order to meet working capital requirements, including salaries.
 - » Coal India's sales dipped 26 per cent in April. Among its seven producing subsidiaries, Central Coalfields and Bharat Coking have suffered a substantial fall in sales while dues from power companies have crossed Rs 3,000 crore for each during the lockdown.
- India's coal import declines 29 per cent in April 2020
 - » The country's coal import dropped by 29.1 per cent to 18.65 million tonnes in April 2020.
 - » The government had recently asked power generating companies to reduce coal import for blending purpose and replace it with domestic coal.

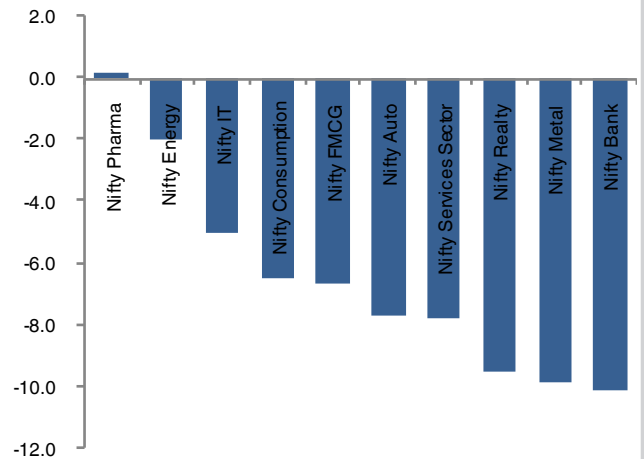
Telecom

- Jio Platforms gets third investment in 3 weeks; Vista buys 2.32% stake for Rs 11,367 crore.
 - » The investment made Vista the largest investor in Jio Platforms behind Reliance Industries and Facebook. With this, Jio Platforms has raised Rs 60,596.37 crore from leading technology investors in less than three weeks.

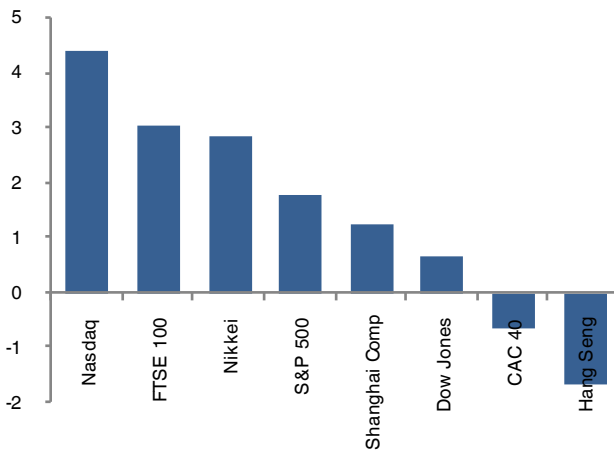
INDIAN INDICES (% CHANGE)



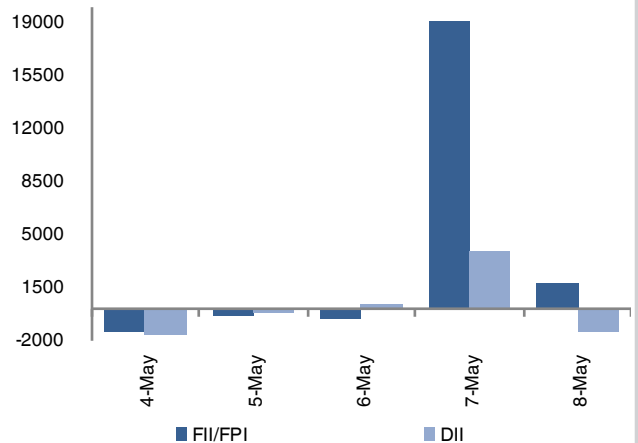
SECTORAL INDICES (% CHANGE)



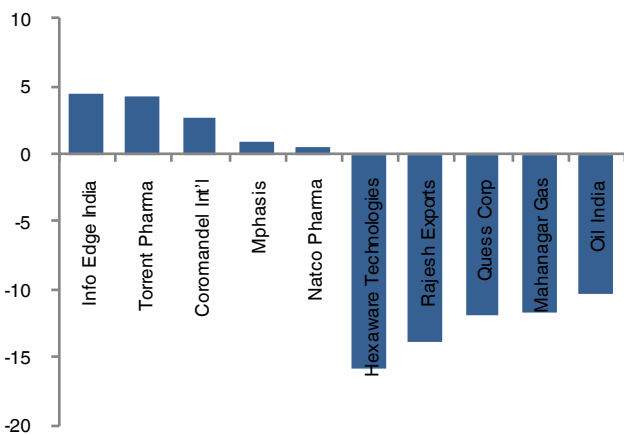
GLOBAL INDICES (% CHANGE)



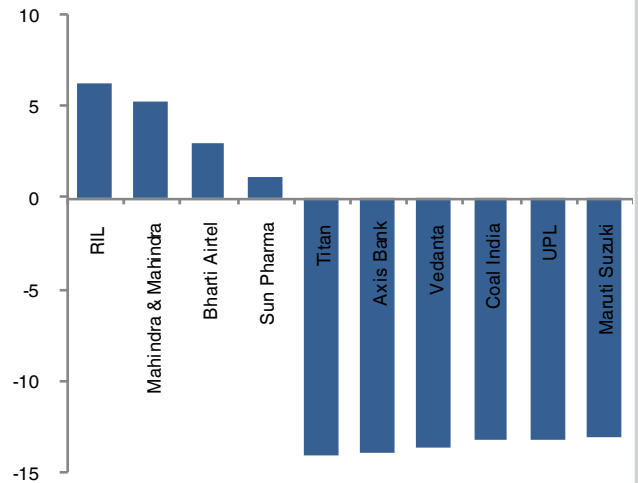
FII/FPI & DII TRADING (IN RS. CRORES)



NIFTY MIDCAP100 TOP GAINERS & LOSERS (1W)



NSE NIFTY TOP GAINERS & LOSERS (1W)



Source: Karvy Research

BEAT THE STREET - TECHNICAL ANALYSIS

Adani Enterprises Ltd



STOCK	ADANIENT
CMP	137
ENTRY	133-135
AVERAGE	122
STOP LOSS	115
TARGET 1	160
TARGET 2	180
TIME FRAME	3-4 Months

ADANIENT has higher highs and higher lows on the weekly charts and is currently placed around the major long term supports in all the time frames. In the recent past, after clocking the high of 261 levels in Feb'20, the stock has witnessed a round of profit booking which dragged the counter towards the medium-term moving average of 200-DEMA on the daily charts. At the current juncture, the stock is forming a base around 122 levels on the lower side and is all set to move higher towards 160-180 levels. The overall chart structure of the counter looks bullish from current levels and any breach above the swing highs of 156 levels may trigger a fresh round of buying which may take the stock towards 220 plus levels. The stock has remained untouched in the recent correction in the broader markets indicating the inherent strength in the counter and is trading well above the major medium-term support levels. On the Bollinger band (20,2) the stock price is trading closer towards the lower band. With the bands currently narrowed indicating the volatility is likely to rise in the future. Analyzing the recent volume price action, the volumes are thinned in the consolidated move indicating lessened interest in the downside move or further selling in the stock. On the oscillator's side, RSI (14) is trading in a comfortable zone by taking the support of 40 levels indicating the bullishness in the stock. We expect the counter to resume its bullishness in the coming trading months as well and may move towards the 160-180 levels in the medium-term time frame of 6 months. Any correction towards the recent support levels of 122 levels may be utilized to average the positions.

Hindustan Unilever Ltd



STOCK	HINDUNILVR
CMP	2078
ENTRY	2075-2070
AVERAGE	1900
STOP LOSS	1850
TARGET 1	2400
TARGET 2	2500
TIME FRAME	2-3 Months

HINDUNILVR has higher highs and higher lows on the weekly charts and is currently placed around the major long term supports in all the time frames. In the recent past, after clocking the high of 2308 levels in the month of Dec 2019, the stock has witnessed a round of profit booking which dragged the counter towards the medium-term moving average of 200-DEMA on the daily charts. At the current juncture, the stock is forming a base around 1900 levels on the lower side and is all set to move higher towards its recent peaks. The overall chart structure of the counter looks bullish from current levels and any breach above the swing highs of 2308 may trigger a fresh round of buying which may take the stock towards 2400-2500 plus levels. The stock has remained untouched in the recent correction in the broader markets indicating the inherent strength in the counter and is trading well above the major medium-term support levels. On the Bollinger band (20,2) the stock price is trading around the mean with the lower band facing in the northward direction indicating the price likely to move higher. Analyzing the recent volume price action, the volumes have been encouraging in the recent up move indicating strong hands have started accumulating the stock at current levels. On the oscillator's side, RSI (14) is trading in a comfortable zone of above 50 levels fuelling the bullishness in the stock. The stock has also retraced towards 38.2% on the daily chart which is currently around 1900 levels indicating the bullishness in the stock for the long term investors. We expect the counter to continue its outperformance in the coming trading months as well and may move towards the psychological mark of 2500 levels in the long term time frame of 5-6 months. Any correction towards the recent support levels of 1900 levels may be utilized to average the positions.

SECTORAL SNIPPETS

Nifty Financial Services plunged with losses of 9.57% during the week passed by while the broader index Nifty lost by 6.17% which indicates underperformance behavior. However, Index has seen some relief rally this week with INDIA VIX is on constant decline and index has showed strong support at 9100 levels. Nifty Financial Services has apparently seen increased average volume traded with week-on-week similar turnover which suggests that lower value stocks were in demand. On the chart, strong support is seen at 9400 levels for the index this week and resistance at around 10000 levels and same will follow for next week with increase in average volume traded will be seen and index will end up higher with increasing turnover as banks are expected to follow suit of SBI on moratorium to NBFCs. Index heavyweights like HDFC Ltd., Bajaj Finance and Shriram Transport will provide support to index if heavyweights like HDFC Bank and Kotak Mahindra Bank will extend moratorium along with SBI to the financially sound but cash stripped NBFCs like Cholamandalam and M&M Financial, and will help stocks outperform the heavyweight on percentage basis. SBI Life Insurance has outperformed index by 4.57% after Q4 results announcement with 27% of growth in NBP and AuM growth of 14%. HDFC Life Insurance surged by 3.79% this week after Q4 results with VNB up by 24.9% on QoQ basis and firm has recently issued NCDs of Rs. 6.0 Bn indicates strong balance sheet and low risk profile for the firm.

Nifty Bank underperformed Nifty 50 this week. During the week gone by, while Nifty lost 6%, Nifty Bank lost 10%. 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. Main reason for Nifty Bank's underperformance includes impact of Covid-19 on the asset quality and profitability of the banks due to exposure to worst hit sectors including MSME, real estate and NBFCs. On the news front, SBI and other banks has decided to extend moratorium to NBFCs as well. During the week Yes Bank announced Q4FY20 results which were better than street expectations. The bank reported a profit of Rs. 2629 cr due to one off impact of write down of its AT1 bonds. Asset quality too improved with fall in GNPA ratio to 16.8% vs. 18.9%. Key triggers that would decide the future direction of Nifty Bank next week include decision on proposal of bad bank by IBA and RBI's decision to extend moratorium on loans for another 3 months. During next week major banks including ICICI Bank and Kotak bank are scheduled to announce their Q4FY20 numbers, which would be very crucial for the index. We see 18930-50 levels as immediate support for Bank Nifty followed by 18450. 20470 would be immediate resistance for the index.

NIFTY Pharma outperformed the Nifty with gains of 0.17% during the week passed by while the broader index Nifty declined 6.2%. From January 2020, the index has been steadily moving up from 8000 plus levels and is in a bullish upmove. However, the renewed interest in the index has been on back of spate of positive news and reasonable valuations. India's Domestic pharmaceutical market has grown by 9.7 % in the three months to March 2020, registering positive momentum built in for the year. The forecast for the year is expected be in high single digits to low double digits for the year as the coronavirus pandemic has increased expectations of strong growth for the industry. With Alembic Pharma reporting good quarterly nos and news of positive results in the key major names coupled with approvals from US and regulated markets for some of the products we anticipate the bullish undertone to continue till June. On the stock-specific front, AurobindoPharma, DrReddysand Biocon closed with gains of 4.3%, 1.2%, and 1.2% while PEL, Divis Labs and Cadila HC lost by 9.5%, 1.4%, and 0.9%. The index may face resistance at 9805 levels followed by 9925 levels. For the week ahead, support for the index can be pegged at 8855 levels followed by 8710 levels.

NIFTY FMCG moved lower by 6.6%, mirroring the broader Nifty index, which declined by 6.1% over the same period. Poor quarterly result of sector heavyweight HUL, and the extended lockdown put a dampener on the result expectations for H1FY21. The sector is in the red by 8% since March 2020- the period in which the impact of the pandemic started gaining momentum. HUL (sales down 9.4% and PAT by 1.2%) and Marico (sales down by 7% and PAT by 50%) published unimpressive results on both the volume and the value front. Additionally, the management commentary also remained apprehensive, leaving the investors in a limbo. HUL is down 10% for the week, and also saw GSK sell 5% stake in a bulk deal to domestic and foreign investors. ITC was also amongst the major losers in the sector in this week, down 13%, as core business is deeply impacted by the ongoing crisis. However, the index and most of the stocks within it ended in the green on Friday (three stocks that declined include ITC, P&G Hygiene and McDowell) and we expect further value buying in the coming week (provided no major negative market events). The major levels to look out for are support at 25980/25160 and resistance at 27680/28060.

WEEKLY VIEW OF THE MARKET

NIFTY (9251.50): Indian equity benchmark index Nifty 50 closed lower by 6.17% during the week. During the last five months, 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 10000 levels in future sessions. On the global front, stocks in Asia rose on Friday ahead of the release of the U.S. jobs report for April, expected later in the day stateside. The Reserve Bank of Australia on Friday released its statement on monetary policy, where it highlighted that global GDP is "expected to fall sharply in the first half of 2020." European stocks traded higher on Friday, as U.S.-China relations and the economic impact of the coronavirus remained in focus. On the data front, market participants may lay their focus on CPI (YoY) (Apr) releasing on May 12th and WPI Inflation (YoY) (Apr) releasing on May 14th. 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

The global gold market had witnessed a roller coaster ride in the week ended on 8th May 2020 wherein the CME gold futures for June expiry traded in the range of \$1683 – 1735.5 a troy ounce. At the beginning of the week, the gold was trading higher as the U.S. President threatened to impose tariff on Chinese goods in a retaliation to spreading of COVID-19. However, the gains were capped in middle of the week on expectation of resumption of economic activity following easing lockdown restrictions in the United States and many other countries. This has resulted into recovery in the global equity and currencies market thereby weighing on the bullion prices. However, the fall in the gold prices was short lived and prices regained its strength towards week end as the U.S. labor market showed worst performance. The U.S. private employers laid off a record 20.236 million workers in April as mandatory business closures in response to the virus savaged the economy. The United States has severely hit by the pandemic COVID-19 and according to WHO, total positive cases in the U.S. are ~12 lakh, which is 6 times higher the next highest cases of Spain thereby resulting into severe job losses. According to poll, the U.S. non-farm payrolls are expected to increase by 22 million and unemployment rate is likely to hit the highest level in the history of United States. Similar movement was seen in Indian market wherein along with international market, volatile movement in USD/INR had its influence on MCX gold. India's gold imports plunged 99.9% year-on-year in April to their lowest in nearly three decades as air travel was banned and jewellery shops were closed amid a nationwide lockdown to curb the spread of coronavirus. The world's second biggest consumer of the precious metal imported around 50 kilograms of gold in April, down from 110.18 tonnes a year ago.

ENERGY

Crude oil futures on both benchmarks i.e., WTI and Brent gained for second consecutive week in the week to 8th May 2020 on extended buying support. The OPEC+ and Russia began cutting the production by 9.7 million barrels per day with effective from 1st May 2020, which supported the prices. There was short term shock during the week in the form of tension between the U.S. and China wherein the U.S. President said that imposing tariff on Chinese goods is an option to retaliate Chinese action of spreading corona virus. Hopes of demand for crude oil as some of the countries have eased the lockdown restrictions and allowed people to go for work also pushed the prices higher. Prospects improved for fuel demand as some U.S. states and several countries, including Italy, Spain, Portugal, India and Thailand, began allowing some people to go back to work and opened up construction sites, parks and libraries. With the easing of restrictions, the refiners are expected to start withdrawing crude oil from storage tanks, which would result in increased refinery utilization. Global oil demand probably collapsed by as much as 30% in April and the recovery is likely to be slow, especially with airlines expected to remain largely grounded for months to come. The U.S. crude inventories were up for a 15th straight week last week, rising by 4.6 million barrels. Gasoline stocks, however, fell for a second week as some U.S. states eased lockdowns that had sharply hit traffic. Russia's oil output in the first five days of May fell to 8.75 million barrels per day (bpd), close to its production target of 8.5 million bpd for May and June under a global deal to cut crude supplies. North American oil companies have slashed production and targeting the cut the output roughly 1.7 million barrels per day by the end of June.

BASE METALS

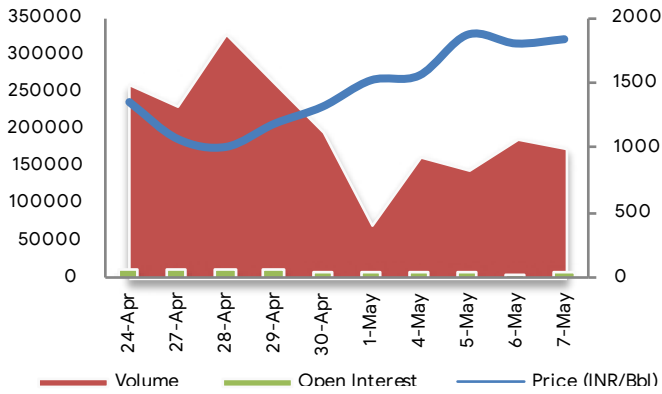
The global base metals market had witnessed a mixed trend in the week ended on 8th May 2020 with bias remaining on positive side. Copper was the major gainer during the week as reopening of economies for activities after easing of lockdown restrictions especially China supported the prices to trade higher. Firmness in the U.S. equity market and recovery in the dollar index from its recent slump is attracting investment in the industrial metals. Europe's biggest copper smelter Aurubis won European Union antitrust approval for its planned 380 million euro (\$412 million) acquisition of Belgian-Spanish metal recycling group Metallo. The discount of cash aluminium versus three-month metal

NEWS DIGEST

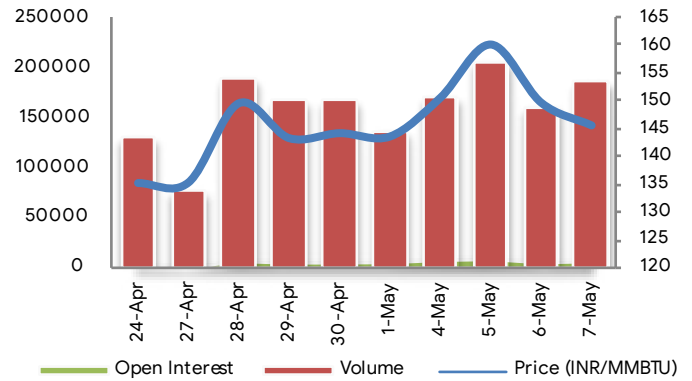
- Chile's top copper mines ramped up production in March even as the coronavirus outbreak took hold, according to data released on Thursday by state copper agency Cochilco, boosted by a sharp spike in output from state miner Codelco. Production at Codelco - the world's largest copper mining company - rose 14.8% year over year in March to 147,600 tonnes. Codelco's output jumped 4.2% to 386,600 tons in the first quarter, Cochilco said. BHP's Escondida, the world's largest copper mine, saw production in March climb 0.9% to 101,800 tons. The massive Collahuasi copper mine in northern Chile, a joint venture between Anglo American Plc and Glencore, also saw its March production jump 6.8% over 2019 to 50,400. Chile's copper industry has maintained operations even as the coronavirus has ravaged the country's economy and shut down many other non-essential businesses.
- North American oil companies have slashed production faster than skeptical OPEC officials and industry analysts expected, on course to cut roughly 1.7 million barrels per day by the end of June, according to a Reuters analysis of U.S. state and company data. The Organization of the Petroleum Exporting Countries and allies led by Russia struck a deal last month to contain a worsening supply glut as the coronavirus pandemic cratered global fuel demand by about 30%, sending prices plunging. The group, known as OPEC+, agreed to cut output by 9.7 million barrels per day (bpd) for May and June. They also pushed for non-OPEC+ members, including North American countries, to contribute another 10 million in output cuts, for total cuts of about 20% of world supply.
- China's zinc and zinc alloy output rose 3.5% in April from March to 412,000 tonnes, figures from research house Antaika showed on Friday, shrugging off a lack of overseas ore supply and falling treatment charges. Supply of zinc concentrate, used to make refined metal, has dwindled due to mine closures, notably in key producer Peru, as countries around the world look to contain the spread of the novel coronavirus. But the impact on Chinese zinc output was not great last month because smelters had adequate concentrate inventory, Antaika said in its survey of 49 smelters.
- From Kazakhstan to the North Sea and the United States, physical crude has jumped in value in recent days but the rally will likely be tactical and short-lived rather than signalling a proper recovery, according to traders and analysts. The market, which saw some physical grades selling at prices close to zero just a few weeks ago, is indeed being helped by production cuts by the Organization of the Petroleum Exporting Countries and its allies and in North America. But as the world starts to ease lockdowns, which have restricted the movement of some 4 billion people to prevent the spread of the coronavirus, oil demand recovery will be slow and timid. The world first needs to unwind huge stocks of crude and products before refining appetite for crude becomes sustained again.

on the LME reached \$40.15, the most since 2015, suggesting plentiful nearby supply. Chinese trade surplus increased to USD 45.3 billion in April against a surplus of USD 19.9 billion. April month actual is much better than market expectation of USD 6.35 billion. Unwrought copper imports by China was 0.46 million tons, which was higher by 4.46% MoM and 13.94% YoY. Import of copper ores and concentrates stood at 2.03 million tons, higher by 14.05% MoM and 22.52% YoY. Higher imports are showing revival in the industrial activities, which would support the copper and other base metals. Peruvian miners are set to restart operations in coming days and ramp up to around 80% of normal production levels within a month. According to Antofagasta, global copper market is heading for a surplus in

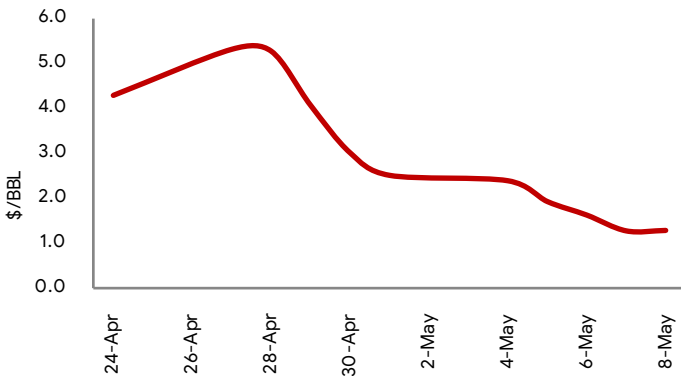
MCX CRUDE - PRICE, VOLUME & OPEN INTEREST



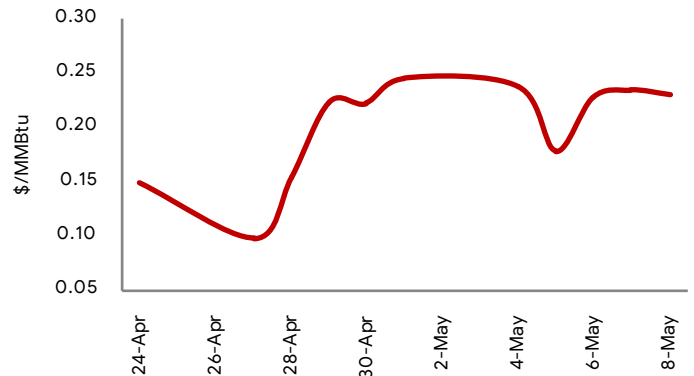
MCX NATURAL GAS - PRICE, VOLUME & OPEN INTEREST



CALENDAR SPREAD NYMEX - CRUDE OIL



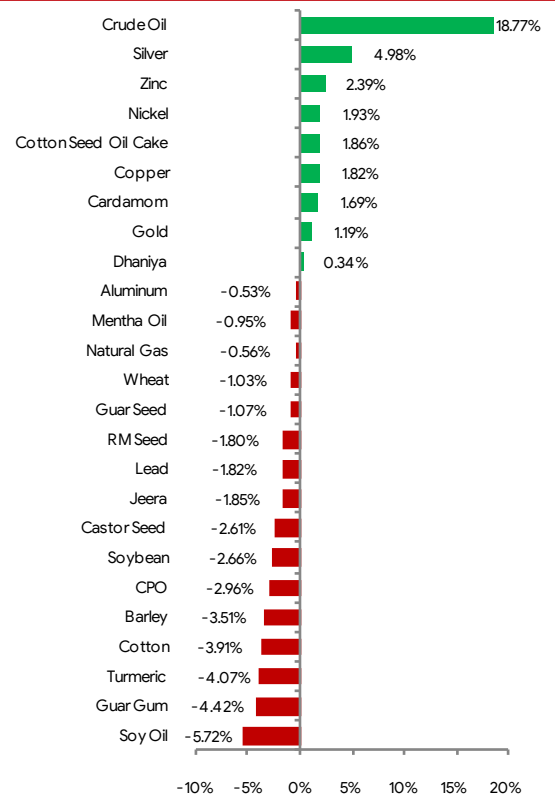
CALENDAR SPREAD NYMEX - NATURAL GAS



TRENDSHEET

Commodities	1-May	8-May	% Change	52 Week High	% Change from 52 Week High	52 Week Low	% Change from 52 Week Low
MCX Gold (Rs/10 gms)	45527	46100	1.26	47327	-2.59	31232	47.61
MCX Silver (Rs/Kg)	41237	43294	4.99	50672	-14.56	33580	28.93
MCX Crude Oil (Rs/bbl)	1518	1803	18.77	4670	-61.39	795	126.79
MCX Natural Gas (Rs/mmBtu)	144	143	-0.63	206	-30.69	117	21.97
MCX Copper (Rs/kg)	401	408	1.82	462	-11.51	336	21.58
MCX Lead (Rs/kg)	134	132	-1.82	170	-22.40	119	10.94
MCX Zinc (Rs/kg)	150	154	2.43	218	-29.33	124	24.64
MCX Nickel (Rs/kg)	912	929	1.93	1315	-29.32	806	15.33
MCX Aluminium (Rs/kg)	132	131	-0.53	152	-13.58	128	2.66
NCDEX Soybean (Rs/Quintal)	3992	3886	-2.66	4506	-13.76	3276	18.62
NCDEX Refined Soy Oil (Rs/10 kg)	825	778	-5.72	955	-18.55	727	7.06
NCDEX RM Seed (Rs/Quintal)	4230	4154	-1.80	4744	-12.44	3762	10.42
MCX CPO (Rs/10 kg)	609	591	-2.97	840	-29.64	491	20.27
NCDEX Castor Seed (Rs/Quintal)	3754	3656	-2.61	5930	-38.35	3590	1.84
NCDEX Turmeric (Rs/Quintal)	5600	5372	-4.07	7360	-27.01	5270	1.94
NCDEX Jeera (Rs/Quintal)	14335	14070	-1.85	18195	-22.67	13110	7.32
NCDEX Dhaniya (Rs/Quintal)	5890	5910	0.34	7688	-23.13	5267	12.21
MCX Cardamom (Rs/kg)	1669	1697	1.69	4265	-60.21	1640	3.49
NCDEX Wheat (Rs/Quintal)	1944	1924	-1.03	2290	-15.98	1800	6.89
NCDEX Guar Seed (Rs/Quintal)	3560	3522	-1.07	4483	-21.44	3190	10.41
NCDEX Guar Gum (Rs/Quintal)	5367	5130	-4.42	8951	-42.69	4700	9.15
MCX Cotton (Rs/Bale)	16350	15720	-3.85	22460	-30.01	14800	6.22
NCDEX Cocud (Rs/Quintal)	1883	1918	1.86	3698	-48.13	1507	27.27
MCX Mentha Oil (Rs/kg)	1179	1172	-0.59	1490	-21.32	1094	7.14

FUTURE PRICES (% CHANGE)



CURRENCY TABLE

Currency Pair	Open	High	Low	Close
USDINR	75.73	75.81	75.26	75.54
EURINR	82.73	82.95	81.60	81.78
GBPINR	94.12	94.45	93.20	93.55
JPYINR	70.85	71.28	70.69	71.02

TECHNICAL RECOMMENDATION

USD/INR



USDINR opened higher last week at 75.7300 but after making a high of 75.8050 it traded mostly lower to test levels as low as 75.2600 and settled for the week at 75.5400. The RSI is at 66.83 and it is trading sideways. While the 50-Day Moving Average is at 71.67. The MACD is trading at 1.3179 and it is trading downwards. Hence, we recommend Sell on rise at 76.20-76.50 for targets of 75.00 and 74.80 with stops above 76.80.

GBP/INR



GBPINR opened lower last week at 94.1225 but after making a high of 94.4450 it traded mostly lower to test levels as low as 93.2025 and settled for the week at 93.5525. The RSI is at 47.70 and it is trading lower. While the 50-Day Moving Average is at 93.55. The MACD is trading at 0.2178 and it is trading lower. Hence, we recommend buy on dips at 93.00 – 93.20 for targets of 94.50 with stops below 92.00.

EUR/INR



EURINR opened higher last week at 82.7250 but after making a high of 82.9450 it traded mostly lower to test levels as low as 81.5975 and settled for the week at 81.7750. The RSI is at 49.33 and it is trading lower. While the 50-Day Moving Average is at 74.65. The MACD is moving at 0.2066 and it is trading lower. Hence, we recommend a buy on dips strategy at 74.00 – 74.50 with a target at 76.00 and atop loss below 74.00.

JPY/INR



JPYINR opened higher last week at 70.8475 but after making a low of 70.6925 it traded mostly higher to test levels as high as 71.2800 and settled for the week at 71.0175. The RSI is at 56.12 and it is trading sideways. While the 50-Day Moving Average is at 69.14. The MACD is trading at 0.4973 and it is trading positive. Hence, we recommend sell on rise at 71.30 -71.50 for targets of 70.30 with stops above 71.80.

ECONOMIC GAUGE FOR THE NEXT WEEK

Date	Time	Country	Indicator Name	Period	Poll	Prefix	Unit	Prior
11-May-20	5:20	Japan	Foreign Reserves	Apr 2020		Bln	USD	1366.2
11-May-20	19:30	United States	Employment Trends	Apr 2020			Index	60.39
11-May-20	7:30	China (Mainland)	Total Social Financing	Apr 2020	2650	Bln	CNY	5150
11-May-20	:	China (Mainland)	M2 Money Supply YY	Apr 2020	10.2		Percent	10.1
11-May-20	:	China (Mainland)	New Yuan Loans	Apr 2020	1400	Bln	CNY	2850
11-May-20	:	China (Mainland)	Outstanding Loan Growth	Apr 2020	12.9		Percent	12.7
11-May-20	:	India	Trade Deficit Govt -USD	Apr 2020	7.5	Bln	USD	9.76
11-May-20	:	India	Imports - USD	Apr 2020		Bln	USD	31.16
11-May-20	:	India	Exports - USD	Apr 2020		Bln	USD	21.41
12-May-20	10:30	Japan	Coincident Index	Mar 2020			Index	0.6
12-May-20	10:30	Japan	Leading Indicator	Mar 2020			Index	1
12-May-20	5:20	Japan	Bank Lending YY	Apr 2020			Percent	2
12-May-20	5:20	Japan	Current Account NSA JPY	Mar 2020	2210.6	Bln	JPY	3168.8
12-May-20	5:20	Japan	Current Account, Goods	Mar 2020		Bln	JPY	1366.553
12-May-20	5:20	Japan	Current Account Bal SA	Mar 2020			JPY	23781
12-May-20	5:20	Japan	Trade Bal Cust Basis SA	Mar 2020			JPY	8173
12-May-20	4:31	United Kingdom	BRC Retail Sales YY	Apr 2020			Percent	-3.5
12-May-20	7:00	China (Mainland)	PPI YY	Apr 2020	-2.6		Percent	-1.5
12-May-20	7:00	China (Mainland)	CPI YY	Apr 2020	3.7		Percent	4.3
12-May-20	7:00	China (Mainland)	CPI MM	Apr 2020	-0.5		Percent	-1.2
12-May-20	:	China (Mainland)	FDI (YTD)	Apr 2020			Percent	-10.8
12-May-20	18:00	United States	Core CPI MM, SA	Apr 2020	-0.2		Percent	-0.1
12-May-20	18:00	United States	Core CPI YY, NSA	Apr 2020	1.7		Percent	2.1
12-May-20	18:00	United States	CPI Index, NSA	Apr 2020	256.469		Index	258.115
12-May-20	18:00	United States	Core CPI Index, SA	Apr 2020			Index	266.8
12-May-20	18:00	United States	CPI MM, SA	Apr 2020	-0.7		Percent	-0.4
12-May-20	18:00	United States	CPI YY, NSA	Apr 2020	0.4		Percent	1.5
12-May-20	18:00	United States	Real Weekly Earnings MM	Apr 2020			Percent	0.2
12-May-20	18:00	United States	CPI MM NSA	Apr 2020			Percent	-0.22
12-May-20	18:00	United States	CPI Index SA	Apr 2020			Index	257.95
12-May-20	20:30	United States	Cleveland Fed CPI	Apr 2020			Percent	0.2
12-May-20	23:30	United States	Federal Budget,\$	Apr 2020		Bln	USD	-119
12-May-20	17:30	India	CPI Inflation YY	Apr 2020	5.68		Percent	5.91
12-May-20	17:30	India	Industrial Output YY	Mar 2020	-8.7		Percent	4.5
12-May-20	17:30	India	Cumulative Ind. Output	Mar 2020			Percent	0.9
12-May-20	17:30	India	Manufacturing Output	Mar 2020			Percent	3.2
12-May-20	18:25	United States	Redbook MM	W 09 May			Percent	-12.6
12-May-20	18:25	United States	Redbook YY	W 09 May			Percent	-9.3
13-May-20	10:30	Japan	Economy Watchers Poll SA	Apr 2020			Diff.Idx	14.2
13-May-20	5:20	Japan	M2 Money Supply	Apr 2020			JPY	10519831
13-May-20	5:20	Japan	Broad Money	Apr 2020		Trl	JPY	1843.9
13-May-20	11:30	United Kingdom	GDP Est 3M/3M	Mar 2020	-2.3		Percent	0.1
13-May-20	11:30	United Kingdom	GDP Estimate MM	Mar 2020	-7.5		Percent	-0.1
13-May-20	11:30	United Kingdom	GDP Estimate YY	Mar 2020	-6.6		Percent	0.3
13-May-20	11:30	United Kingdom	Services MM	Mar 2020	-7.5		Percent	0
13-May-20	11:30	United Kingdom	Services YY	Mar 2020	-6.1		Percent	1.1
13-May-20	11:30	United Kingdom	Industrial Output MM	Mar 2020	-4.9		Percent	0.1
13-May-20	11:30	United Kingdom	Industrial Output YY	Mar 2020	-9.2		Percent	-2.8
13-May-20	11:30	United Kingdom	Manufacturing Output MM	Mar 2020	-5.7		Percent	0.5
13-May-20	11:30	United Kingdom	Manufacturing Output YY	Mar 2020	-10.3		Percent	-3.9
13-May-20	11:30	United Kingdom	Construction O/P Vol MM	Mar 2020	-5.6		Percent	-1.7
13-May-20	11:30	United Kingdom	Construction O/P Vol YY	Mar 2020	-7.2		Percent	-2.7
13-May-20	11:30	United Kingdom	Goods Trade Balance GBP	Mar 2020	-10	Bln	GBP	-11.487
13-May-20	11:30	United Kingdom	Goods Trade Bal. Non-EU	Mar 2020		Bln	GBP	-5.573
13-May-20	21:30	United States	TR IPSOS PCSI	May 2020			Diff.Idx	47.77
13-May-20	4:31	United Kingdom	RICS Housing Survey	Apr 2020	-60		Balance	11
13-May-20	14:30	Euro Zone	Industrial Production MM	Mar 2020	-12		Percent	-0.1
13-May-20	14:30	Euro Zone	Industrial Production YY	Mar 2020	-12		Percent	-1.9
13-May-20	18:00	United States	PPI Final Demand YY	Apr 2020	-0.4		Percent	0.7
13-May-20	18:00	United States	PPI Final Demand MM	Apr 2020	-0.5		Percent	-0.2
13-May-20	18:00	United States	PPI exFood/Energy YY	Apr 2020	0.9		Percent	1.4
13-May-20	18:00	United States	PPI exFood/Energy MM	Apr 2020	0		Percent	0.2
13-May-20	18:00	United States	PPI ex Food/Energy/Tr YY	Apr 2020			Percent	1
13-May-20	18:00	United States	PPI ex Food/Energy/Tr MM	Apr 2020			Percent	-0.2

13-May-20	16:30	United States	MBA Mortgage Applications	W 08 May			Percent	0.1
13-May-20	16:30	United States	Mortgage Market Index	W 08 May			Index	744.2
13-May-20	16:30	United States	MBA Purchase Index	W 08 May			Index	220
13-May-20	16:30	United States	Mortgage Refinance Index	W 08 May			Index	3835.7
13-May-20	16:30	United States	MBA 30-Yr Mortgage Rate	W 08 May			Percent	3.4
13-May-20	20:00	United States	EIA Weekly Crude Stocks	W 08 May		Mln	Barrel	4.59
13-May-20	20:00	United States	EIA Weekly Dist. Stocks	W 08 May		Mln	Barrel	9.518
13-May-20	20:00	United States	EIA Weekly Gasoline Stk	W 08 May		Mln	Barrel	-3.158
13-May-20	20:00	United States	EIA Weekly Crude Imports	W 08 May		Mln	Barrel	0.166
13-May-20	20:00	United States	EIA Weekly Rfg Stocks	W 08 May		Mln	Barrel	0.003
13-May-20	20:00	United States	EIA Weekly Heatoil Stock	W 08 May		Mln	Barrel	0.598
13-May-20	20:00	United States	EIA Weekly Prods Imports	W 08 May		Mln	Brl/Day	-0.044
13-May-20	20:00	United States	EIA Weekly Dist Output	W 08 May		Mln	Brl/Day	0.1
13-May-20	20:00	United States	EIA Weekly Crude Runs	W 08 May		Mln	Brl/Day	0.215
13-May-20	20:00	United States	EIA Weekly Refining Util	W 08 May			Percent	0.9
13-May-20	20:00	United States	EIA Wkly Crude Cushing	W 08 May		Mln	Barrel	2.068
13-May-20	20:00	United States	EIA Weekly Gasoline O/P	W 08 May		Mln	Brl/Day	-0.03
13-May-20	20:00	United States	EIA Ethanol Ref Stk	W 08 May		Thou	Barrel	25612
13-May-20	20:00	United States	EIA Ethanol Fuel Total	W 08 May		Thou	Brl/Day	598
13-May-20	:	Japan	Foreign Bond Investment	W 02 May		Bln	JPY	-149.2
13-May-20	:	Japan	Foreign Invest JP Stock	W 02 May		Bln	JPY	-393.7
13-May-20	:	Japan	Foreign Invest JP Bonds	W 27 Apr		Bln	JPY	204.9
13-May-20	:	Japan	Foreign Stock Investment	W 27 Apr		Bln	JPY	314.9
14-May-20	5:20	Japan	Corp Goods Price MM	Apr 2020	-0.9		Percent	-0.9
14-May-20	5:20	Japan	Corp Goods Price YY	Apr 2020	-1.6		Percent	-0.4
14-May-20	16:30	United Kingdom	TR IPSOS PCSI	May 2020			Diff.Idx	41.56
14-May-20	18:00	United States	Import Prices MM	Apr 2020	-3.2		Percent	-2.3
14-May-20	18:00	United States	Export Prices MM	Apr 2020	-2.2		Percent	-1.6
14-May-20	18:00	United States	Import Prices YY	Apr 2020			Percent	-4.1
14-May-20	12:00	India	WPI Inflation YY	Apr 2020	0.3		Percent	0.9
14-May-20	12:00	India	WPI Food Index	Apr 2020			Percent	5.49
14-May-20	12:00	India	WPI Food Articles YY	Apr 2020			Percent	4.91
14-May-20	12:00	India	WPI Fuel YY	Apr 2020			Percent	-1.76
14-May-20	12:00	India	WPI Mfg Inflation	Apr 2020			Percent	0.34
15-May-20	7:30	China (Mainland)	TR IPSOS PCSI	May 2020			Diff.Idx	67.96
15-May-20	7:30	Japan	TR IPSOS PCSI	May 2020			Diff.Idx	32.31
15-May-20	7:30	India	TR IPSOS PCSI	May 2020			Diff.Idx	53.94
15-May-20	19:30	United States	U Mich Sentiment Prelim	May 2020	68.5		Index	71.8
15-May-20	19:30	United States	U Mich Conditions Prelim	May 2020			Index	74.3
15-May-20	19:30	United States	U Mich Expectations Prelim	May 2020			Index	70.1
15-May-20	19:30	United States	U Mich 1Yr Inf Prelim	May 2020			Percent	2.1
15-May-20	19:30	United States	U Mich 5-Yr Inf Prelim	May 2020			Percent	2.5
15-May-20	7:30	China (Mainland)	Urban Investment (YTD)YY	Apr 2020	-10		Percent	-16.1
15-May-20	7:30	China (Mainland)	Industrial Output YY	Apr 2020	1.5		Percent	-1.1
15-May-20	7:30	China (Mainland)	Retail Sales YY	Apr 2020	-7.5		Percent	-15.8
15-May-20	7:30	China (Mainland)	Industrial Production YTD YY	Apr 2020			Percent	-8.4
15-May-20	7:30	China (Mainland)	Retail Sales YTD YY	Apr 2020			Percent	-19.64
15-May-20	15:30	Euro Zone	Reserve Assets Total	Apr 2020		Bln	EUR	866.26
15-May-20	18:00	United States	NY Fed Manufacturing	May 2020	-65		Index	-78.2
15-May-20	1:30	United States	Net L-T Flows,Exswaps	Mar 2020		Bln	USD	49.4
15-May-20	1:30	United States	Foreign Buying, T-Bonds	Mar 2020		Bln	USD	4.9
15-May-20	1:30	United States	Overall Net Capital Flows	Mar 2020		Bln	USD	-13.4
15-May-20	1:30	United States	Net L-T Flows,Incl.Swaps	Mar 2020		Bln	USD	24.7
15-May-20	18:00	United States	Retail Sales Ex-Autos MM	Apr 2020	-8.6		Percent	-4.5
15-May-20	18:00	United States	Retail Sales MM	Apr 2020	-11.6		Percent	-8.7
15-May-20	18:00	United States	Retail Ex Gas/Autos	Apr 2020			Percent	-3.1
15-May-20	18:00	United States	Retail Control	Apr 2020	-4		Percent	1.7
15-May-20	18:00	United States	Retail Sales YoY	Apr 2020			Percent	-6.17
15-May-20	18:45	United States	Industrial Production MM	Apr 2020	-11.5		Percent	-5.4
15-May-20	18:45	United States	Capacity Utilization SA	Apr 2020	64		Percent	72.7
15-May-20	18:45	United States	Manuf Output MM	Apr 2020	-10		Percent	-6.3
15-May-20	18:45	United States	Industrial Production YoY	Apr 2020			Percent	-5.49
15-May-20	19:30	United States	Business Inventories MM	Mar 2020	-0.3		Percent	-0.4
15-May-20	19:30	United States	Retail Inventories Ex-Auto Rev	Mar 2020			Percent	-1.3
15-May-20	19:30	United States	JOLTS Job Openings	Mar 2020		Mln	Person	6.882
15-May-20	14:30	Euro Zone	Eurostat Trade NSA, Eur	Mar 2020		Bln	EUR	23
15-May-20	14:30	Euro Zone	Total Trade Balance SA	Mar 2020		Bln	EUR	25.8