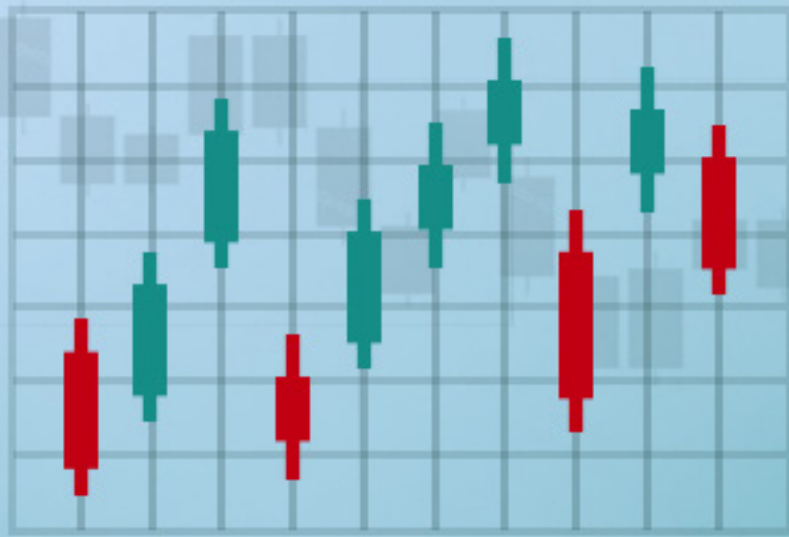


# **K** STREET

**RULE THE MARKET**

**RULE THE MARKET**

**ISSUE: 102**



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## From The Desk Of Research Head

### Focusing on the API production may boost the Pharma industry in India

China is one of the largest producers of APIs and is exporting them to India and other countries at a large scale. The recent rise of the Covid-19 or Coronavirus epidemic in China has created uncertainties whether the virus spread impacts the APIs supply. With the already subdued Pharma industry, rising medical costs can be a possibility and even the current inventories may only last about a quarter. The fear of supply disruption is not due to the contagiousness of the virus as it gets killed within five days in the open when sent through consignments. However, the epidemic affected the API output as the workforce is scarce and hard to manage due to the pandemic. As the current situation may shift the dynamics of the API industry out of China to the US, the current dependency of India's Pharma industry on China production supplies may significantly alter the operational margins. India imports to the tune of 70 percent from China of its \$2.4 billion API requirements which are used for the production of key compounds like Amoxycillin, paracetamol, ampicillin, metformin, metronidazole and ofloxacin. However, when such production halts occurred in 2008 and 2018, they boosted the API exports from India to the tune of 25% of the total pharma exports. On this pretext, we need to note that the earlier governments have set up committees to boost the API output but the recommendations haven't got to the track so far.

The recent central government's notification of Rs 6,940 Cr production linked incentive scheme to boost local bulk drug manufacturing is a welcoming move. Around 53 APIs have been identified by the government, for which companies will be eligible for financial incentives. However, they need to set up indigenous greenfield manufacturing for this purpose. If we are self-sufficient in API production, we would be having a better position in negotiating with China in the future even though its production costs were much lesser than that of Indian companies. It would have been good if there are allocations in this regard in the recent Central Budget. The government may rope in or create the PSUs in this regard or would have announced incentives to boost the API production in India which would have lifted the currently struggling Indian Pharma Industry. Our country had been successful about 25 years ago in this regard with the production of tetracycline in 1994 during the plague epidemic.

As said earlier, a Katoch Committee was set up in 2015 which has recommended on restarting the API production of key compounds like penicillin and paracetamol. It also mulled setting up of Pharma parks with captive power plants, common effluent treatment plants and testing facilities. To aid these parks financially, the committee also recommended to set up an equity fund with professional management. To restore the quality issues, that India is facing currently in the Pharma sector, the above recommendations may need to be followed to raise the pharma industry to a world-class standard.

**- DR. RAVI SINGH**

Vice President & Head of Research

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## NEWS

### Auto:

- Federation of Automobile Dealers Association (FADA) believes that the auto industry will start linear recovery from this month with Onam and Ganesh Chaturthi falling this month. FADA also said that OEMs. Should take extreme caution to ensure that wholesale billing is in tune with retail sales to avoid dealer inventory buildup.
- Ashok Leyland Q1FY21: Revenue down 77.4% at Rs. 1486.04 Cr vs Rs. 6588.23 Cr (YoY). Net loss at Rs. 409.08 Cr vs profit of Rs. 247.21 Cr (YoY).
- Hero Moto Corp (Q1FY21): Revenue drops 63%, and net profit plunged 95% for the quarter ended June 2020. The company sold 5.65 L 2-wheelers in the quarter as against 18.34 L on YoY basis. Key to note that despite only 25% capacity utilization on the quarter and despite low sales, the company managed to post profit for the quarter the quarter on account of cash conservation and cost efficiency measures. Management indicated that July sales was up to ~95% of pre covid levels.

### Banking/Insurance/NBFC:

- Reserve Bank of India's plan to allow a one-time loan restructuring is expected to bring relief to many stressed borrowers but the riders put in place by the central bank are bound to create headwinds for stressed non-banking financial companies (NBFCs).
- New India Assurance led consortium will retain 5% and the balance value of the risk will be reinsured with Indian reinsurer GIC Re by 5% obligatory cession and 90% with global reinsurers lead by AIG and amounted to Rs. 375 Cr of total claim in Air India aircraft crash.
- Leading lenders including HDFC, Axis Bank and ICICI Bank and a host of other financial institutions have mopped up nearly Rs. 70000 Cr from capital markets to strengthen their capital position. Of this, nearly Rs. 50,000 Cr is by private banks, which is nearly half of total market cap of nationalized banks, which is pegged at Rs. 1.1 lakh Cr.
- Cholamandalam Financial Holdings: In Q1FY21 Interest income grew 7.4% YoY and 0.5% QoQ at Rs. 2218.55 Cr primarily led by 13% YoY growth in assets under management of Cholamandalam Investment & Finance.
- State run Power Finance Corporation reported 23% rise in consolidated net profit at Rs. 3557.23 Cr during the quarter ended June 30.

### Oil And Gas:

- Oil India Limited stated that the cumulative loss of crude oil and natural gas has been 25,624 MT and 61.62 million standard cubic metres (MMSCM) respectively at the Baghjan gas well in Assam's Tinsukia district and has affected firm's production.
- GAIL (India) profit plunges to Rs. 643 Cr in Q1 with a de-growth of 133.8%.
- BPCL: Q1 net profit stood at Rs 2,076 Cr with a growth of 22% on account of operating income but the COVID-19-led lockdown hit demand, which resulted in a falling gross refining margin.

### FMCG:

- Grasim Industries. is looking towards exports to make up for the revenue fall from the domestic textile industry. Viscose fibre sales in the latest quarter for the company stood at 43 kilo tonne, which comprised of 38% exports, as the spinning industry in the domestic market hits a roadblock due to excess capacity and lower demand. Capacity utilization of the segment also stood at 79% as of June end 2020 (rising to near per covid levels).
- East India Hotel: The hospitality major, that runs the Oberoi and Trident brand of hotels reported net loss of Rs. 152.06 Cr for the quarter ending June 2020 (Pandemic related issues). Total income stood at Rs. 44.62 Cr vs Rs. 358 Cr in the corresponding quarter in the last fiscal.
- Emami finally gets investor love: During the Q1FY21 earnings conference call last week, Emami's management stated that after the sale of its cement business, promoter's pledge has dropped to 55%, and targets further reduction to ~50%. Q1FY21 results were also positive with personal care portfolio showing better than expected traction.

### Infrastructure:

- Adani Ports and Special Economic Zone Limited reported 26.33% decline in consolidated profit to Rs. 757.83 Cr for the first quarter ended 30 June, impacted by COVID-19-induced lockdowns. Also, the company's board

## FORTHCOMING EVENTS

COMPANY NAME	EVENT	EX-DATE
PETRONET LNG	Q1FY21 Results	17-Aug-20
HAL	Q1FY21 Results	18-Aug-20
MUTHOOT FINANCE	Q1FY21 Results	19-Aug-20
MOIL	Q1FY21 Results	20-Aug-20
OIL	Q1FY21 Results	21-Aug-20
CUMMINS INDIA	Final Dividend - Rs. - 7.0000	17-Aug-20
SUN PHARMA	Final Dividend - Rs. - 1.0000	19-Aug-20
ASTRA ZENECA	Interim Dividend - Rs. - 2.0000	20-Aug-20
AUROPHARMA	Interim Dividend - Rs. - 1.2500	21-Aug-20

## GLOBAL NEWS

- Apple announced a 4-for-1 stock split, which will take effect August 31.
- Tesla announced stock split for 5-for-1 split for August 31.
- US sanctions on Huawei has lost its contract on Kirin chipsets for its high-end phones via TSMC in Taiwan from September 14th, 2020.
- iQiyi has been investigated by SEC for alleged fraud on inflated earnings which has put the pressure on the firm's stock and it went down by 11.6% this Friday.

has approved a proposal to raise up to Rs. 3,000 Cr through the issuance of non-convertible debentures.

- Ultratech Cement Ltd will invest Rs. 1,500 Cr in capital expenditure this fiscal despite the constraints of an ongoing pandemic. With a slew of acquisitions made in the last two years, Ultratech's global capacity is now 114.8 mn tonnes per annum and is the only company to have a capacity of over 100 mn tonnes in a single country, outside of China.
- Tata Steel reported a consolidated net loss of Rs. 4,648.13 Cr for the quarter ended June, mainly on account of reduced income. Tata Steel had posted a consolidated net profit of Rs. 714.03 Cr during the same period a year ago.

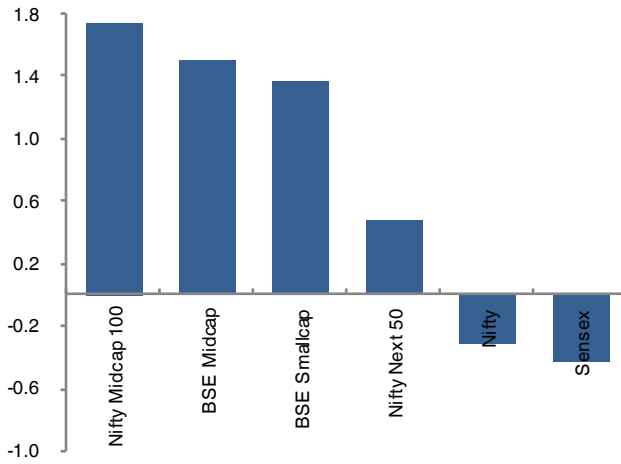
### IT:

- eClerx Services Q1FY21: Revenue down 5.1% at Rs. 336.5 Cr vs Rs. 354.7 Cr (YoY). Cons: Net profit up 30% at Rs. 51.77 Cr vs Rs. 39.81 Cr (YoY).

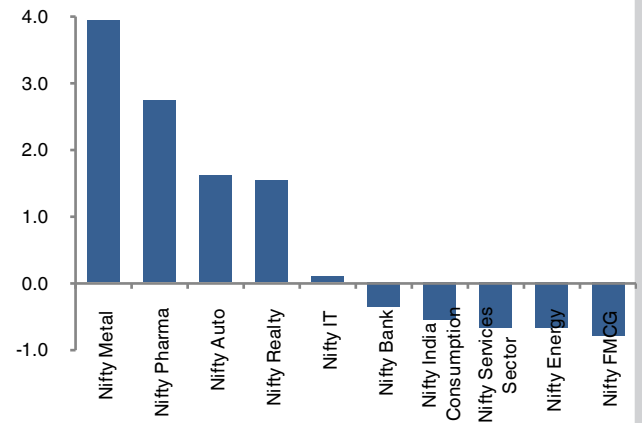
### Pharmaceuticals:

- Ipsca Labs Ltd Revenues at Rs. 1485 Cr in Q1FY21 were up 47% YoY and 47.8% QoQ. India grew by 8% YoY, exports formulations grew by 89% YoY, domestic API grew by 209% YoY while export API grew by 33% YoY. EBDITA grew by 202% YoY and by 205% QoQ to Rs 588 Cr. EBDITA margins increased from 19.3% in Q1FY20 to 39.6% in Q1FY21. Material cost decreased from 35.9% for Q1FY20 to 27.4% for Q1FY21. Profits increased by 243% YoY and 255% QoQ to Rs 454 Cr. Tax was also lower at 17.8% in Q1FY21 compared to 21.4% in Q1FY20.
- Indoco Remedies: Revenues at Rs. 267 Cr in Q1FY21 grew 9.2% YoY by 1.4% QoQ. India de-grew by 8.7% YoY, Regulated markets grew by 77%YoY, Emerging Markets grew by 18% YoY, while API de grew by 6.5% YoY. EBITDA increased by 117% YoY and by 46% QoQ to Rs. 48.7 Cr. EBITDA margins increased from 8.9% in Q1FY20 to 17.6% in Q1FY21. Profits increased from Rs. 1.85 Cr in Q1FY20 to Rs. 17.04 Cr in Q1FY21.
- Aurobindo Pharma: Revenue from Operations at Rs. 5924.8 Cr in Q1FY21, witnessed a growth of 8.8% over corresponding previous period. US formulation revenue of Rs. 3107.1 Cr registered a growth of 15.6% YoY, Europe formulation revenue at Rs. 1322.2 Cr, a decline of 5.0% YoY, Growth Markets revenue declined by 7.6% YoY to Rs. 289.6 Cr, ARV revenue at Rs. 425.5 Cr increased by 33.6% YoY. API revenue for the quarter was at Rs. 780.2 Cr, an increase by 6.5% YoY EBITDA before Forex and Other income at Rs. 1257.4 Cr in Q1FY21 vs Rs. 1146.4 Cr in Q1 last year, grew by 9.7%; EBITDA margin for Q1FY21 was at 21.2% as against 21% in Q1FY20. Net Profit after JV share, minority interest at Rs. 780.6 Cr as witnessed a growth of 22.8% YoY.

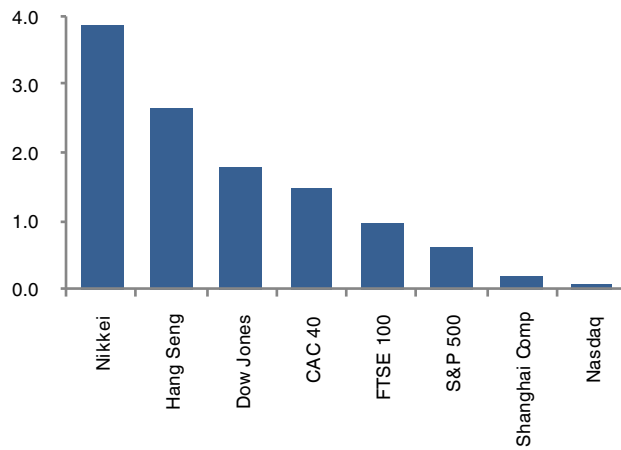
INDIAN INDICES (% CHANGE)



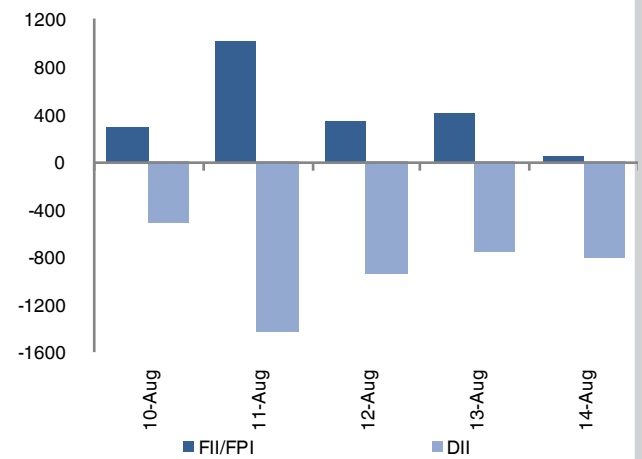
SECTORAL INDICES (% CHANGE)



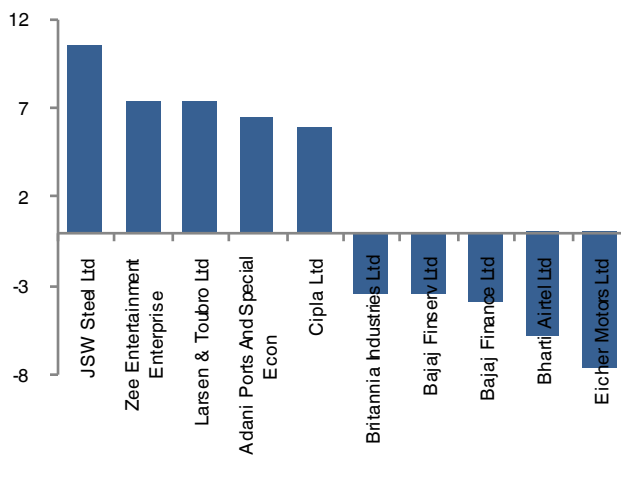
GLOBAL INDICES (% CHANGE)



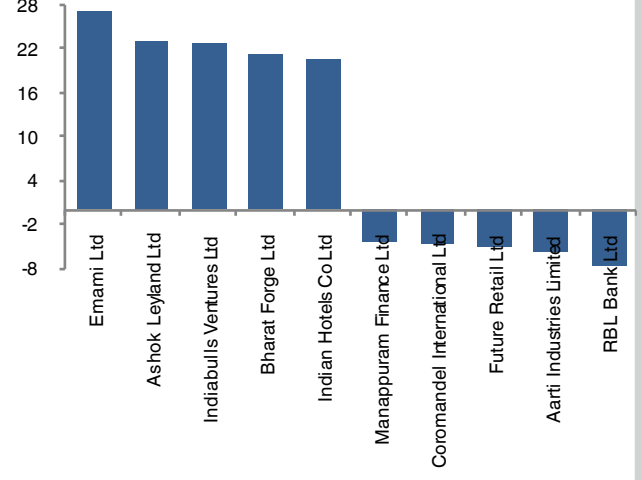
FII/FPI & DII TRADING (IN RS. CRORES)



NIFTY MIDCAP100 TOP GAINERS & LOSERS (1W)



NSE NIFTY TOP GAINERS & LOSERS (1W)



Source: Karvy Research

## BEAT THE STREET - TECHNICAL ANALYSIS

### Asian Paints Ltd



STOCK	ASIANPAINT
CMP	1803
ACTION	BUY
ENTRY	1790-1798
AVERAGE	1700
STOP LOSS	1645
TARGET 1	1965
TARGET 2	2000

On the technical front, ASIANPAINT has higher highs and higher lows on the daily charts and is currently placed above the major medium-term supports in the daily time frame. In the recent past, after clocking the high of 1814 levels, the stock has witnessed a round of profit booking which dragged the counter towards the major support zone of 1645 levels. At the current juncture, the stock has formed a base around 1695-1700 levels on the lower side and is all set to move higher. The overall chart structure of the counter looks bullish from current levels and has given a breakout of the swing resistance 1792 levels. This may trigger a fresh round of buying which may take the stock towards 1950 - 2000 levels. The stock is currently outperforming the broader markets indicating the inherent strength in the counter and is trading well above the major long-term support levels. On the Bollinger band (20,2) the stock price is trading above the mean with the upper 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 60 levels indicating the bullishness in the stock. We expect the counter to continue its bullish performance in the coming trading days as well and may move towards 2000 levels in the medium-term. Any correction towards the recent support levels of 1700 levels may be utilized to average the positions.

### Lupin Ltd



STOCK	LUPIN
CMP	1014
ACTION	BUY
ENTRY	1008-1012
AVERAGE	945
STOP LOSS	874
TARGET 1	1160
TARGET 2	1200

On the technical front, LUPIN has higher highs and higher lows on the daily charts and is currently placed above the long-term resistance. In the recent past, after clocking the high of 999 levels, the stock has witnessed a round of profit booking which dragged the counter towards the medium-term moving average of 100-DEMA on the daily charts. At the current juncture, the stock is forming a base around 945 levels on the lower side and is all set to move higher. The overall chart structure of the counter looks bullish at the current levels forming higher highs and higher lows. This may trigger a fresh round of buying which may take the stock towards 1160 plus levels. The stock's performance is in line with the broader markets indicating the inherent strength in the counter and is trading well above the long-term support levels. On the Bollinger band (20,2) the stock price is plotting above the mean indicating the price likely to trend 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 60 levels indicating the bullishness in the stock. We expect the counter to continue its outperformance in the coming trading weeks as well and may move towards 1200 levels in the short term. Any correction towards the recent support levels of 945 levels may be utilized to average the positions.

## SECTORAL SNIPPETS

NIFTY Pharma outperformed Nifty with a gain of 2.7% while the Nifty 50 lost 0.3 % during the week. The positive news of strong operational results from Divis Labs, Ipca Labs, Cipla Ltd, Alkem Labs, Aurobindo Pharma and Indoco Remedies, Bharat Biotech's vaccine Covaxin progressing to Phase 2 trials, Cadila Healthcare hopeful of launching the vaccine by March 2021, Aurobindo Pharma joining the COVID vaccine hunt and Russia registering its COVID 19 vaccine, Cadila Healthcare's launch of cheapest Remedesivir, Government's intervention to help Cargo flights to Africa and approvals for US market by Cadila Healthcare and Alembic Pharma more than offset the recall of medication by Lupin and Sun Pharma and flat growth of IPM for July 2020. From January 2020, the index has been steadily moving up from 8000 plus levels and had gains during the current week. Positive news flow on operational front coupled with vaccine progress helped the upmove. On stock-specific, gainers and losers were equally balanced for the week. Key losers during the week were Torrent Pharma (-3.6%), Aurobindo Pharma (-2.7 %), Alkem Labs (-1.6 %). Key gainers during the week were Lupin (+15 %), Divis Lab (+10.4 %), Cipla (+5.5%) and Cadila Healthcare (+1.5%). The index may face resistance at 11705 levels followed by 11750 levels. For the week ahead, support for the index can be pegged at 11285 levels followed by 11240 levels.

NIFTY Financial Services lost by 0.4% vs nifty index during the week that passed. The index has shown a downtrend this week after a fall in sentiment on an overhang on stimulus package from Fin. Min and weakness in emerging markets on weak Asian economic data statistics on recovery; overall benchmark index has shown a rise in INDIA VIX. Nifty Financial Services has seen increased average volume traded suggests an improvement of overall market sentiments until this weekend and index found support on mid-cap NBFCs. One-time loan restructuring announced last Friday for rural lending; affordable housing and other infra based segments showed positive movement in mid-cap NBFCs in the index. Coming week is expected to show targeted movement in financial services index with a list of borrowers for one-time loan re-structuring can be announced by banks which might impact 5-8% of overall loan books and might delay the true picture of asset quality for NBFCs and coronavirus stimulus bill might also be announced by US congress. On the chart, strong support is seen at 10600 levels for the index this week and resistance at around 11000 levels and the market is expected to remain volatile next week with an increase in average volume traded and turnover.

NIFTY BANK marginally underperformed the Nifty by losing 0.34% during the week passed by while the broader index Nifty lost by 0.32%. Technically, from May 2020, the index is forming higher highs indicating that the bulls are reclaiming the lost ground. However, the index may resume its bearish bias if it breaches and sustains below 21030-21000 levels in future sessions. On the news front, ICICI Bank raises Rs. 15,000 crore equity capital in QIP, shares allotted to Monetary Authority of Singapore, Morgan Stanley Investment. The QIP witnessed healthy participation from the global and domestic investor community, including foreign portfolio investors, domestic mutual funds. State-owned Indian Bank on Friday reported a marginal 1% rise in its standalone net profit at Rs. 369.26 crore in the first quarter ended June 2020. Its net profit stood at Rs. 365.37 crore in the same period a year ago. Sequentially, the lender had posted a net loss of Rs. 217.73 crore in the preceding quarter ended March 2020. On the other hand, Bank credit and deposits grew 5.51 per cent and 11.11% to Rs. 102.65 lakh crore and Rs. 141.61 lakh crore, respectively, in the fortnight ended July 31, according to the latest data from the RBI. Among the stocks, IDFCFIRSTB gained by 7.22%, while RBLBANK, BANDHANBNK lost by 7.03% and 6.18% respectively. As indicated by the derivatives data, BankNifty may face resistance at 22500 levels followed by 23000 levels. For the week ahead, support for the index can be pegged at 21500 levels followed by 21000 levels.

NIFTY FMCG underperformed the broader index by 0.5% for the week. This is marginal and with both the indices at peak valuations, the funds are now shifting towards midcap stocks with focus on value buys. The highlight performer of the week in the sector was Emami, posting good numbers under given circumstances and also reiterating the revival in demand for personal care products. Additionally, promoter pledge percentage is on the decline and the management expects to fully release the pledge by the end of the current fiscal. This led to the stock moving upwards by 27.3% for the week. East India hotels has underperformed since the pandemic owing to lack of business during this period, and post the Q1 results, the stock has seen significant uptick as negatives were already factored in. On the other end of the spectrum, stocks in the retail space continue to underperform. High debt and low consumer turnout will continue to hamper the performance in this space. Going forward, we expect the consolidation phase to continue with focus to be on the midcap and small cap stocks in the sector. We maintain our support and resistance levels. Immediate resistance can be found at 29700 and 28300 and resistance at 31500 and 32600.

## WEEKLY VIEW OF THE MARKET

NIFTY (11178.40): Indian equity benchmark index Nifty 50 closed lower by 0.32% during the week. During the last four months, the index witnessed a bounce towards the current levels after correcting from 12150 levels towards the low of 7511 levels. Technically, from March 2020, the index is forming higher highs indicating that the bulls are reclaiming the lost ground. However, the index may resume its bearish bias if it breaches and sustains below 10800-10810 levels in future sessions. On the global front, the Asia-Pacific markets traded mostly higher on Friday but investors remained cautious after US lawmakers seemed unable to move forward with a coronavirus stimulus bill. The session in Asia followed a mixed finish on Wall Street overnight where the S&P 500 failed once again to reach its record high from February. That was despite positive US jobless claim data that came in well below what economists predicted, implying that the US labour market was starting to improve. European markets closed lower on Friday as investors monitored concerns over the second wave of coronavirus cases, which caused the UK to implement new quarantine measures. On Wall Street, equities showed a more mixed picture, with sentiment dampened by stalled US stimulus talks capping sentiment. On the derivatives front, open interest data suggests that the index may find its supports around 11100 followed by 11000 levels while on the higher side, 11300 and 11500 levels may act as strong resistance.

## BULLION

After testing an all time high in the previous week, the global bullion market had showcased biggest weekly decline in the week ended on 14th August 2020. During the week, CME gold futures erased two weeks of gains in a single day falling to three weeks low on account of profit taking. Rise in the U.S. treasury yield and logjam over U.S. stimulus bill to help the ailing economy dampened the appeal of gold investment. The benchmark U.S. 10-year Treasury yield hovered near seven-week highs, while hopes for a fresh round of U.S. coronavirus relief faded. During the week, CME gold futures for October expiry dropped to three weeks low of \$1865 per troy ounce from an all time high of \$2078 per troy ounce made in the previous week. On MCX, October expiry futures fell to three weeks low of Rs. 49955 per 10 grams from an all-time made in the prior of Rs. 56191 per 10 grams. Silver market had witnessed a volatile trend during the week and ended the week in red. Fall in the price of gold had resulted in fall in holdings in SPDR Gold Trust, world's largest gold backed exchange traded fund, to 1248.29 tons. Chinese discounts for physical gold scaled yet another record peak versus global spot rates this week as the COVID-19 pandemic continued to choke retail appetite, with even a price dip failing to lure consumers in India. Discounts widened to between \$75 and \$100 an ounce over the global benchmark, up from last week's \$70-\$60.

## ENERGY

The global crude oil market had witnessed a choppy trend for another week in the week ended on 14th August 2020 in absence of major price driving factors. Oil prices edged lower on Friday on worries that demand would recover more slowly than expected from COVID-19 pandemic lockdowns, while rising supply also overshadowed optimism over falling crude and fuel inventories. The International Energy Agency and the Organization of the Petroleum Exporting Countries lowered their 2020 oil demand forecasts. Prices were on positive note earlier in the week by U.S. government data showing crude oil, gasoline and distillate inventories falling last week as refiners ramped up production and demand for oil products rose. OPEC and allies including Russia, a group known as OPEC+, have cut output since May by around 10% of pre-pandemic global demand to support the market. The deal calls for an increase in output this month as demand recovers. An OPEC+ ministerial panel monitoring the group's oil supply reduction deal will hold its next virtual meeting on Aug. 19. Last month the JMMC recommended that the cut be eased from Aug. 1 to about 7.7 million barrels per day (bpd) from a reduction of 9.7 million bpd previously.

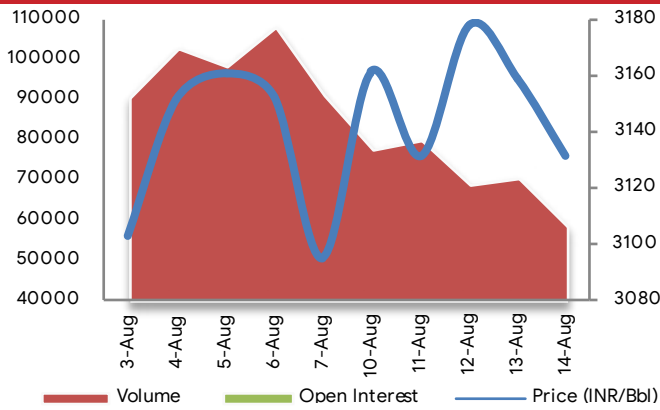
## BASE METALS

After witnessing three weeks of decline LME copper 3-month forward prices gained in the week ended on 14th August 2020 on resumption of Chinese buying. China's imports of industrial metals are booming. Refined copper imports hit an all-time high of 494,000 tonnes in June and accelerated again in July with the preliminary trade figures implying another record high of 530,000 tonnes. Imports of unwrought aluminium, surged to 254,000 tonnes in June. Miners such as Codelco and Teck Resources have resumed operations after some coronavirus-induced shutdowns in Chile. Chile has managed to keep production cuts limited. China's July aluminium output hit a record high as the longest domestic prices rally in more than a decade prompted smelters to restart production and launch new capacity. Other metals also ended higher on increasing consumption demand from China and the supply is not matching the demand. Aluminium inventories in warehouses tracked by the Shanghai Futures Exchange (ShFE) hit a more than two-month high, while zinc stockpiles fell to their lowest level since January. In the week ended Aug. 14, aluminium stocks in ShFE warehouses rose 6.6% to 244,068 tonnes, their highest since June 12. Zinc stocks in ShFE warehouses dropped 9.5% over the week to 76,512 tonnes. Nickel stockpiles eased 0.7% and copper CU-STX-SGH dipped 0.2% over the week.

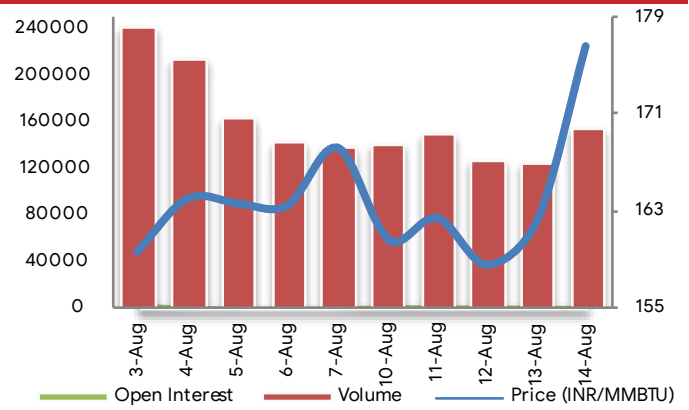
## NEWS DIGEST

- U.S. crude oil shipments to China will rise sharply in coming weeks, U.S. traders and shipbrokers and Chinese importers said, as the world's top economies gear up to review a January deal after a prolonged trade war. Chinese state-owned oil firms have tentatively booked tankers to carry at least 20 million barrels of U.S. crude for August and September, the people said, moves that may ease U.S. concerns that China's purchases are trending well short of purchase commitments under the Phase 1 of the trade deal. China had emerged as a top U.S. crude buyer, taking \$5.42 billion worth in 2018 before trade tensions brought flows to a near halt. In January, China pledged to buy \$18.5 billion of energy products including crude oil and natural gas over its 2017 level, implying total value of about \$25 billion this year.
- Commodity trade financing by the world's banks is drying up at a rate not seen in more than 20 years, leaving small and medium sized firms most exposed, banking and trading sources said. Banks are retrenching after the coronavirus crisis led to defaults by some trading houses, intermediaries in the global movement of oil, metals and agricultural goods which link producers and end-users, and also exposed a series of frauds. This week Dutch bank ABN Amro, one of the biggest commodity trade financiers, quit the business after it was among the banks worst hit by the \$3.8 billion default of Hin Leong, one of Asia's biggest oil traders. About 80% of global trade is intermediated by trade finance, which covers the loans, most commonly in the shape of a letter of credit (LC), that are crucial for the movement of goods from wheat to gasoline and reduce payment risk for counterparties when cargoes change hands.
- The European Commission on Friday began an investigation into whether China is dumping flat-rolled aluminium products in the 27-country European Union based on a complaint by a European group of producers. The EU move followed another anti-dumping investigation launched in February into Chinese aluminium extrusions. European Aluminium, which represents more than 25% of the total EU production of aluminium flat-rolled products, took its grievance to the bloc's executive in June, saying that imports of the product have increased overall in absolute terms and in terms of market share.
- India's palm oil imports in July rose 1.4% from a year earlier to a 10-month high of 824,078 tonnes as a gradual easing of COVID-19 lockdowns increased demand at hotels and restaurants, a leading trade body said on Friday. The south Asian country is the world's biggest importer of edible oils and higher purchases could support Malaysian palm oil prices and U.S. soyoil prices. The country's soyoil imports in July surged 52% from a year ago to 484,525 tonnes, while sunflower oil imports rose 4% to 208,747 tonnes, the Solvent Extractors' Association of India (SEA) said in a statement.

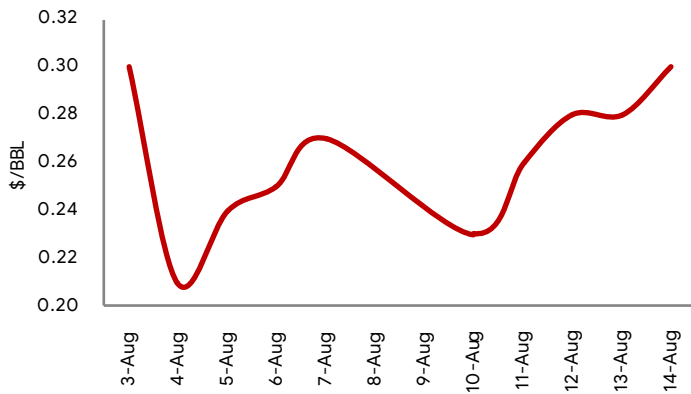
## MCX CRUDE - PRICE, VOLUME & OPEN INTEREST



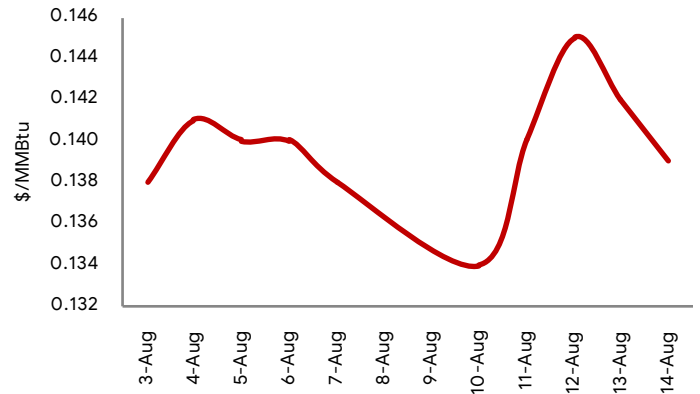
## MCX NATURAL GAS - PRICE, VOLUME & OPEN INTEREST



## CALENDAR SPREAD NYMEX - CRUDE OIL



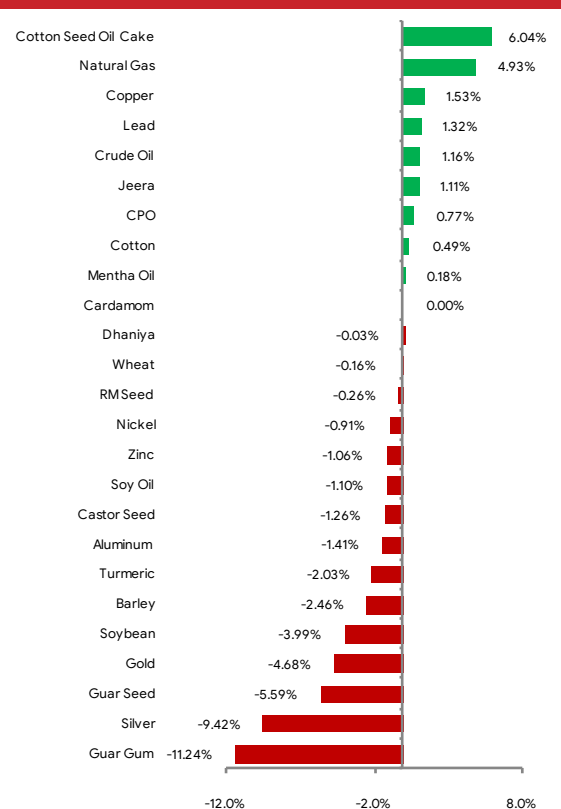
## CALENDAR SPREAD NYMEX - NATURAL GAS



## TRENDSHEET

Commodities	7-Aug	14-Aug	% Change	52 Week High	% Change from 52 Week High	52 Week Low	% Change from 52 Week Low
MCX Gold (Rs/10 gms)	54789	52227	-4.68	56191	-7.05	36771	42.03
MCX Silver (Rs/Kg)	74160	67171	-9.42	77949	-13.83	33580	100.03
MCX Crude Oil (Rs/bbl)	3095	3131	1.16	4670	-32.96	795	293.84
MCX Natural Gas (Rs/mmBtu)	168	177	4.93	206	-14.23	111	59.82
MCX Copper (Rs/kg)	502	510	1.53	524	-2.66	336	51.73
MCX Lead (Rs/kg)	152	154	1.32	170	-9.42	119	29.49
MCX Zinc (Rs/kg)	189	187	-1.06	196	-4.56	124	51.54
MCX Nickel (Rs/kg)	1096	1086	-0.91	1315	-17.43	806	34.72
MCX Aluminium (Rs/kg)	145	143	-1.41	150	-4.44	126	13.94
NCDEX Soybean (Rs/Quintal)	3856	3702	-3.99	4506	-17.84	3276	13.00
NCDEX Refined Soy Oil (Rs/10 kg)	869	859	-1.10	955	-10.03	728	17.99
NCDEX RM Seed (Rs/Quintal)	5286	5272	-0.26	5392	-2.23	3770	39.84
MCX CPO (Rs/10 kg)	740	745	0.77	840	-11.24	537	38.70
NCDEX Castor Seed (Rs/Quintal)	3972	3922	-1.26	5930	-33.86	3520	11.42
NCDEX Turmeric (Rs/Quintal)	5822	5704	-2.03	7040	-18.98	5200	9.69
NCDEX Jeera (Rs/Quintal)	13935	14090	1.11	17560	-19.76	13110	7.48
NCDEX Dhaniya (Rs/Quintal)	6506	6504	-0.03	7421	-12.36	5267	23.49
MCX Cardamom (Rs/kg)	1538	1538	0.00	4185	-63.25	0	0
NCDEX Wheat (Rs/Quintal)	1838	1835	-0.16	2290	-19.87	1800	1.94
NCDEX Guar Seed (Rs/Quintal)	4076	3848	-5.59	4450	-13.52	3190	20.63
NCDEX Guar Gum (Rs/Quintal)	6808	6043	-11.24	8635	-30.02	4700	28.57
MCX Cotton (Rs/Bale)	16350	16430	0.49	21380	-23.15	14800	11.01
NCDEX Cocud (Rs/Quintal)	1754	1860	6.04	3698	-49.70	1507	23.42
MCX Mentha Oil (Rs/kg)	975	977	0.18	1350	-27.66	905	7.90

## FUTURE PRICES (% CHANGE)





## ECONOMIC GAUGE FOR THE NEXT WEEK

Date	Time	Country	Indicator Name	Period	Poll	Prefix	Unit	Prior
17-Aug-20	1:30	United States	Net L-T Flows,Exswaps	Jun 2020		Bln	USD	127
17-Aug-20	1:30	United States	Foreign Buying, T-Bonds	Jun 2020		Bln	USD	-27.7
17-Aug-20	1:30	United States	Overall Net Capital Flows	Jun 2020		Bln	USD	-4.5
17-Aug-20	1:30	United States	Net L-T Flows,Incl.Swaps	Jun 2020		Bln	USD	93.8
17-Aug-20	4:30	Japan	Reuters Tankan DI	Aug 2020			Diff.Idx	-44
17-Aug-20	10:00	Japan	Industrial O/P Rev MM SA	Jun 2020			Percent	2.7
17-Aug-20	10:00	Japan	Capacity Utilization MM SA	Jun 2020			Percent	-11.6
17-Aug-20	10:00	Japan	Industrial O/P Rev YY SA	Jun 2020			Percent	-20.1
17-Aug-20	15:30	Euro Zone	Reserve Assets Total	Jul 2020		Bln	EUR	904.94
17-Aug-20	18:00	United States	NY Fed Manufacturing	Aug 2020	15		Index	17.2
17-Aug-20	19:30	United States	NAHB Housing Market Indx	Aug 2020	73		Index	72
18-Aug-20	5:20	Japan	Machinery Orders MM	Jun 2020	2		Percent	1.7
18-Aug-20	5:20	Japan	Machinery Orders YY	Jun 2020	-17.6		Percent	-16.3
18-Aug-20	5:20	Japan	Exports YY	Jul 2020	-21		Percent	-26.2
18-Aug-20	5:20	Japan	Imports YY	Jul 2020	-22.8		Percent	-14.4
18-Aug-20	5:20	Japan	Trade Balance Total Yen	Jul 2020	-77.6	Bln	JPY	-268.8
18-Aug-20	18:00	United States	Building Permits: Number	Jul 2020	1.313	Mln	No. of	1,258
18-Aug-20	18:00	United States	Build Permits: Change MM	Jul 2020			Percent	3.5
18-Aug-20	18:00	United States	Housing Starts Number	Jul 2020	1.237	Mln	No. of	1,186
18-Aug-20	18:00	United States	House Starts MM: Change	Jul 2020			Percent	17.3
18-Aug-20	18:25	United States	Redbook MM	W 15 Aug			Percent	2.5
18-Aug-20	18:25	United States	Redbook YY	W 15 Aug			Percent	-3.4
19-Aug-20	5:20	Japan	Foreign Bond Investment	W 15 Aug		Bln	JPY	1434.9
19-Aug-20	5:20	Japan	Foreign Invest JP Stock	W 15 Aug		Bln	JPY	233.8
19-Aug-20	5:20	Japan	Foreign Invest JP Bonds	W 10 Aug		Bln	JPY	87.6
19-Aug-20	5:20	Japan	Foreign Stock Investment	W 10 Aug		Bln	JPY	-442.1
19-Aug-20	11:30	United Kingdom	Core CPI MM	Jul 2020	0		Percent	0.2
19-Aug-20	11:30	United Kingdom	Core CPI YY	Jul 2020	1.3		Percent	1.4
19-Aug-20	11:30	United Kingdom	CPI MM	Jul 2020	0		Percent	0.1
19-Aug-20	11:30	United Kingdom	CPI YY	Jul 2020	0.6		Percent	0.6
19-Aug-20	11:30	United Kingdom	RPI MM	Jul 2020	0.1		Percent	0.2
19-Aug-20	11:30	United Kingdom	RPI YY	Jul 2020	1.2		Percent	1.1
19-Aug-20	11:30	United Kingdom	RPI-X (Retail Prices) MM	Jul 2020			Percent	0.2
19-Aug-20	11:30	United Kingdom	RPIX YY	Jul 2020			Percent	1.3
19-Aug-20	11:30	United Kingdom	RPI Index	Jul 2020			Index	292.7
19-Aug-20	11:30	United Kingdom	CPI NSA	Jul 2020			Index	108.6
19-Aug-20	11:30	United Kingdom	PPI Input Prices MM NSA	Jul 2020	1.1		Percent	2.4
19-Aug-20	11:30	United Kingdom	PPI Input Prices YY NSA	Jul 2020	-6.1		Percent	-6.4
19-Aug-20	11:30	United Kingdom	PPI Output Prices MM NSA	Jul 2020	0.2		Percent	0.3
19-Aug-20	11:30	United Kingdom	PPI Output Prices YY NSA	Jul 2020	-0.9		Percent	-0.8
19-Aug-20	11:30	United Kingdom	PPI Core Output MM NSA	Jul 2020	0.1		Percent	0
19-Aug-20	11:30	United Kingdom	PPI Core Output YY NSA	Jul 2020	0.3		Percent	0.5
19-Aug-20	13:30	Euro Zone	Current Account NSA,EUR	Jun 2020		Bln	EUR	-10.5
19-Aug-20	13:30	Euro Zone	Current Account SA, EUR	Jun 2020		Bln	EUR	8
19-Aug-20	14:30	Euro Zone	HICP Final MM	Jul 2020	-0.3		Percent	0.3
19-Aug-20	14:30	Euro Zone	HICP Final YY	Jul 2020	0.4		Percent	0.4
19-Aug-20	14:30	Euro Zone	HICP-X F&E MM	Jul 2020			Percent	0.3
19-Aug-20	14:30	Euro Zone	HICP-X F&E Final YY	Jul 2020	1.3		Percent	1.3
19-Aug-20	14:30	Euro Zone	HICP-X Tobacco MM	Jul 2020			Percent	0.3

19-Aug-20	14:30	Euro Zone	HICP-X tobacco YY	Jul 2020			Percent	0.1
19-Aug-20	14:30	Euro Zone	HICP-X F, E, A, T Final MM	Jul 2020	-0.2		Percent	-0.2
19-Aug-20	14:30	Euro Zone	HICP-X F,E,A&T Final YY	Jul 2020	1.2		Percent	1.2
19-Aug-20	14:30	Euro Zone	HICP Ex-Tobacco Revised	Jul 2020			Index	105.29
19-Aug-20	14:30	Euro Zone	HICP Excl Tobacco Unrevised	Jul 2020			Index	105.29
19-Aug-20	16:30	United States	MBA Mortgage Applications	W 14 Aug			Percent	6.8
19-Aug-20	16:30	United States	Mortgage Market Index	W 14 Aug			Index	852.8
19-Aug-20	16:30	United States	MBA Purchase Index	W 14 Aug			Index	306.6
19-Aug-20	16:30	United States	Mortgage Refinance Index	W 14 Aug			Index	4025
19-Aug-20	16:30	United States	MBA 30-Yr Mortgage Rate	W 14 Aug			Percent	3.06
19-Aug-20	20:00	China (Mainland)	Caixin Mfg PMI Final	W 14 Aug		Mln	Barrel	-4.512
19-Aug-20	20:00	United States	ISM Manufacturing PMI	W 14 Aug		Mln	Barrel	-2.322
19-Aug-20	20:00	United States	EIA Weekly Crude Stocks	W 14 Aug		Mln	Barrel	-0.722
19-Aug-20	20:00	United States	EIA Weekly Crude Imports	W 14 Aug		Mln	Barrel	-0.713
19-Aug-20	20:00	United States	EIA Weekly Rfg Stocks	W 14 Aug		Mln	Barrel	-0.014
19-Aug-20	20:00	United States	EIA Weekly Heatoil Stock	W 14 Aug		Mln	Barrel	-0.23
19-Aug-20	20:00	United States	EIA Weekly Prods Imports	W 14 Aug		Mln	Brl/Day	0.052
19-Aug-20	20:00	United States	EIA Weekly Dist Output	W 14 Aug		Mln	Brl/Day	-0.12
19-Aug-20	20:00	United States	EIA Weekly Crude Runs	W 14 Aug		Mln	Brl/Day	0.021
19-Aug-20	20:00	United States	EIA Weekly Dist. Stocks	W 14 Aug			Percent	1.4
19-Aug-20	20:00	United States	EIA Weekly Gasoline Stk	W 14 Aug		Mln	Barrel	1.336
19-Aug-20	20:00	United States	EIA Weekly Gasoline O/P	W 14 Aug		Mln	Brl/Day	0.3
19-Aug-20	20:00	United States	EIA Ethanol Ref Stk	W 14 Aug		Thou	Barrel	19750
19-Aug-20	20:00	United States	EIA Ethanol Fuel Total	W 14 Aug		Thou	Brl/Day	918
20-Aug-20	4:31	United Kingdom	GfK Consumer Confidence	Aug 2020	-25		Balance	-27
20-Aug-20	5:00	Japan	CPI, Core Nationwide YY	Jul 2020	0.1		Percent	0
20-Aug-20	5:00	Japan	CPI, Overall Nationwide	Jul 2020			Percent	0.1
20-Aug-20	5:00	Japan	CPI Ex Fresh Fd and Eng	Jul 2020			Percent	0.4
20-Aug-20	5:00	Japan	CPI Nationwide Excl Food & Energy Y/Y	Jul 2020			Percent	0.2
20-Aug-20	5:00	Japan	CPI MM NSA	Jul 2020			Percent	-0.1
20-Aug-20	5:00	Japan	CPI Nationwide Excl Food & Energy M/M	Jul 2020			Percent	-0.1
20-Aug-20	5:00	Japan	CPI NSA	Jul 2020			Index	101.7
20-Aug-20	5:00	Japan	CPI Index Ex Fresh Food	Jul 2020			Index	101.6
20-Aug-20	5:00	Japan	CPI Less Food and Energy	Jul 2020			Index	102
20-Aug-20	14:30	Euro Zone	Construction Output MM	Jun 2020			Percent	27.86
20-Aug-20	15:30	United Kingdom	CBI Trends - Orders	Aug 2020			Balance	-46
20-Aug-20	17:30	United Kingdom	Steel Production	Jul 2020		Thou		506.6
20-Aug-20	18:00	United States	Philly Fed Business Indx	Aug 2020	20.5		Index	24.1
20-Aug-20	18:00	United States	Philly Fed 6M Index	Aug 2020			Index	36
20-Aug-20	18:00	United States	Philly Fed Capex Index	Aug 2020			Index	26.6
20-Aug-20	18:00	United States	Philly Fed Employment	Aug 2020			Index	20.1
20-Aug-20	18:00	United States	Philly Fed Prices Paid	Aug 2020			Index	15.7
20-Aug-20	18:00	United States	Philly Fed New Orders	Aug 2020			Index	23
20-Aug-20	19:30	United States	Leading Index Chg MM	Jul 2020	1.1		Percent	2
21-Aug-20	6:00	Japan	Jibun Bank Mfg PMI Flash	Aug 2020			Diff.Idx	45.2
21-Aug-20	10:30	Japan	Chain Store Sales YY	Jul 2020			Percent	3.4
21-Aug-20	11:30	United Kingdom	PSNB Ex Banks GBP	Jul 2020	28.8	Bln	GBP	35.526
21-Aug-20	11:30	United Kingdom	PSNB, GBP	Jul 2020		Bln	GBP	34.801
21-Aug-20	11:30	United Kingdom	PSNCR, GBP	Jul 2020		Bln	GBP	44.033
21-Aug-20	11:30	United Kingdom	Retail Sales MM	Jul 2020	2.3		Percent	13.9
21-Aug-20	11:30	United Kingdom	Retail Sales Ex-Fuel MM	Jul 2020	0.2		Percent	13.5
21-Aug-20	11:30	United Kingdom	Retail Sales YY	Jul 2020	0.1		Percent	-1.6

21-Aug-20	11:30	United Kingdom	Retail Sales Ex-Fuel YY	Jul 2020	1.5		Percent	1.7
21-Aug-20	13:30	Euro Zone	Markit Mfg Flash PMI	Aug 2020	53		Diff.Idx	51.8
21-Aug-20	13:30	Euro Zone	Markit Serv Flash PMI	Aug 2020	54.2		Diff.Idx	54.7
21-Aug-20	13:30	Euro Zone	Markit Comp Flash PMI	Aug 2020	54.7		Diff.Idx	54.9
21-Aug-20	14:00	United Kingdom	Flash Composite PMI	Aug 2020	56.6		Diff.Idx	57
21-Aug-20	14:00	United Kingdom	Flash Manufacturing PMI	Aug 2020	53.6		Diff.Idx	53.3
21-Aug-20	14:00	United Kingdom	Flash Services PMI	Aug 2020	57		Diff.Idx	56.5
21-Aug-20	19:15	United States	Markit Comp Flash PMI	Aug 2020			Diff.Idx	50.3
21-Aug-20	19:15	United States	Markit Mfg PMI Flash	Aug 2020	51.8		Diff.Idx	50.9
21-Aug-20	19:15	United States	Markit Svcs PMI Flash	Aug 2020	51		Diff.Idx	50
21-Aug-20	19:30	United States	Existing Home Sales	Jul 2020	5.39	Mln	No. of	4.72
21-Aug-20	19:30	United States	Exist. Home Sales % Chg	Jul 2020	14.8		Percent	20.7
21-Aug-20	19:30	Euro Zone	Consumer Confid. Flash	Aug 2020	-15		Balance	-15