



THE HSL TIMES

Tuesday, July 14th 2020

DAX Fut.: 12576(+0.17%)	Dow Fut. : 26022 (+0.21%)	WTI-Crude: 39.23(-2.17%)	Gold: 1800.3(-0.76%)
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What's affecting the markets?

India's retail inflation for June worsened to 6.09 percent due to a spike in the prices of certain items while the food inflation increased by 7.87%.

Crude Oil struggles to continue momentum amid rise in Covid-19 cases and European and U.S tensions with China.

Singapore recession begins as the economy shrunk by more than 40% on QoQ basis.

Commerce Ministry identifies 12 sectors to curb imports and promote domestic manufacturing and improve exports including sectors like agrochemicals, electronics amongst others.

QUOTE FOR THE DAY
"Value stocks are about as exciting as watching grass grow, but have you ever noticed just how much your grass grows in a week?"
 – Christopher Browne

THE TECHNICAL ROOM

NIFTY	
R1: 10,850	R2: 10,930
S1: 10,750	S2: 10,670
MOST ACTIVE CALL/PUT	
Call : 10,900	
Put: 10,800	

BANK NIFTY	
R1: 22,500	R2: 22,750
S1: 22,000	S2: 21,700
MOST ACTIVE CALL/PUT	
Call : 23,000	
Put : 22,000	

Company outlook – Deepak Nitrite Ltd.

Indian chemical Industry is one of the fastest growing industries globally, and Deepak Nitrite is well favourably positioned to benefit from both macro and micro factors in future. Deepak Nitrite Limited operates across four segments with following revenue share as per Q3FY20 consolidated basis as Basic Chemicals(22%), Specialty Chemicals (15%), Performance Products (15%) and Phenol(47%). Despite of being a basic and intermediate chemicals producer company, it enjoys handsome EBIDTA margins of 22-25% which are in line with its marquee peers whose main revenue is derived from high margin generating speciality chemical business.

Thus, DNL with its well diversified product portfolio and 70% market share in Indian important Intermediate chemicals is well placed to capture opportunities across the chemical landscape. Further, New product launches, aggressive capex plans and the moat that the company enjoys in terms of market share and scale of production will drive earnings of DNL going forward. Additionally, the effect of Covid on the company is limited, rather it is a net beneficiary of the same due to shut down of facilities in China (being the epicentre of virus outbreak).

Compiled By- Tanvi Jain

Price Shockers -NSE

Scrip Name	CMP	% Change
Clariant Chemicals	581.55	19.99%
Inspirsys Solutions	32.80	19.93%
Chembond Chem	157.75	15.82%
Neuland Labs	666.80	13.83%
Apollo Micro	120.35	13.48%
SMS Lifescience	361.25	13.42%

FII/DII COLUMN

