



## Market News

The market opened in the green and rose higher after the RBI MPC maintained the status quo on key rates and stance and indicated that the economy was improving gradually.

RBI's assurance on maintaining ample liquidity in the system also boosted sentiment which has already been firming due to positive reports on the COVID-19 vaccine.

"RBI's decision to keep policy rates unchanged.

The initial public offering (IPO) of quick-service restaurant (QSR) chain Burger King India continued to get a strong response. The public issue had been subscribed 156.65 times in the afternoon of December 4, the final day of bidding. It has received bids for 1,166.9 crore equity shares against an offer size of 7.44 crore shares, data available on the exchanges showed.

The offer size mentioned excluded the anchor investors portion, through which the company already garnered Rs 364.5 crore.

The portion set aside for retail investors has been subscribed 68.14 times, while the portion set aside for qualified institutional buyers and non-institutional investors has been subscribed

86.6 times and 354.1 times, respectively.

On expected lines, the Reserve Bank of India's Monetary Policy Committee (MPC) kept the repo rate unchanged at 4 percent and maintained an accommodative stance on December 4.

The reverse repo rate remained unchanged at 3.35 percent.

The MPC voted unanimously to hold rates steady, RBI Governor Shaktikanta Das said.

Most analysts had expected the RBI MPC, which sets the key policy rates in India, to retain the rates this week after the three-day meeting (December 2-4) as rising inflation had made the scope for a further rate cut feeble.

The Rs 810-crore maiden public offer of Burger King India has received a strong response from retail investors. So far, the issue has been subscribed 9.4 times on December 3, the second day of bidding.

This is the sixth IPO to get subscribed on the first day of bidding itself, following Happiest Minds Technologies, Route Mobile, Chemcon Speciality Chemicals, Mazagon Dock and Likhita Infrastructure.

## Results & Corporate Action



Corporate Action	Company Name	Type & Percentage	Record Date	Ex-Date
	Shriram Trans	final (60%)	10.11.2020	09.11.2020
	Sharda Crop	Interim (20%)	10.11.2020	09.11.2020
	Mastek	Interim (110%)	10.11.2020	09.11.2020
	Khaitan Chemica	Interim (10%)	10.11.2020	09.11.2020
Dividend	Navin Fluorine	Interim (250%)	11.11.2020	10.11.2020
	Rain Industries	Interim (50%)	11.11.2020	10.11.2020
	Shriram City	Interim (100%)	12.11.2020	11.11.2020
	Dabur India	Interim (175%)	12.11.2020	11.11.2020
	Thyrocare Techn	Interim (100%)	13.11.2020	12.11.2020
	Sundram	Interim (130%)	14.11.2020	12.11.2020
	Geojit Fin	Interim (150%)	13.11.2020	12.11.2020
	Kansai Nerolac	Interim (125%)	13.11.2020	12.11.2020
	Ajanta Pharma	Interim (475%)	13.11.2020	12.11.2020
	P and G	Interim (1050%)	..	13.11.2020
Bonus	Regency Investm	Bonus Ratio(1:1)	11.11.2020	10.11.2020
	SGlobal Educatio	Bonus Ratio(31:10)	16.11.2020	12.11.2020

**Nifty Spot in Last Week:-**

As we saw the Price Movement in Nifty Spot in last week that In Upside is 13280.05 and in Downside 12962.80



NIFTY WEEKLY CHART



BANKNIFTY WEEKLY CHART

**Nifty Spot in Upcoming Week:-**

There is strong Support is 12700 up side target 13500 to 13780 possibility.

**Bank Nifty in Upcoming week:-**

There is strong Support is 28400 up side target 30700 possibility.

**Recommendation for next week**

Serial No.	Stock Name Cash segment	Above Below / Add HOLD	CMP as on 05.12.2020	Trail SL	Buy Stop loss	Sell Stop loss	Target
1	DBCORP(BUY)	Hold79	87.80	79			92/100
2	ARVIND(BUY)	CMP41.60	41.60		37.50		50
3	HDFCLIFE(BUY)	CMP643	643		615		700/750

# Commodity Market

**COPPER:** ~ buy in deep with sl 570 upside target 630 possibility.



**CRUDEOIL:-** buy in deep with sl 3090 upside target 3650 possibility.



**SILVER:** - Sell on rise with sl 65400 down side target 59600 possibility.



**GOLD:-** Sell on rise with sl 51200 down side target 45000 possibility.

# Currency Market (Future Levels)

**USDINR:** - buy in deep with stop loss 72.80 upside target will be 74.00 possibility, sell on rise with sl 74.35 down side target 73.00 possibility.



**GBPINR:** - Investors can buy in deep with stop loss 97.40 upside target will be 100 possibility.



**EURINR** :-Investors can buy in deep with stop loss 88.00 upside target will be 90.50 to 92.00 possibility.



**JPYINR:**- Investors can sell on rise with sl 71.61 down side target 70.40 to 69.50 possibility.



Currency FUT LEVEL	DEMAND ZONE LEVEL		CLOSE	SUPPLY ZONE LEVEL	
	D2	D1		S1	S2
USDINR	73.00	73.50	73.89	74.00	74.15
GBPINR	98.00	98.50	99.43	100.00	100.50
EURINR	88.00	88.70	89.88	90.50	92.00
JPYINR	69.50	70.40	71.03	71.60	72.00

## Currency Corner

Premium / Discount (USD/ INR) Based on Forward Rates	
Duration	Premium
One month Forward	0.19
Three month Forward	0.32
Six month	1.14
One year	2.61

RBI reference Rates	
Currency	Rates
USD	73.89
GBP	98.93
Euro	89.55
100 Yen	70.74

## **Why a concentrated investment portfolio may be better than a diversified one. Part-2**

In an article appeared in The Economic Times Ms. Uma Shashikant explains the importance of a concentrated portfolio rather than the overly diversified ones. This is a part-2 of the article.

(<https://economictimes.indiatimes.com/markets/stocks/news/why-a-concentrated-investment-portfolio-may-be-better-than-a-diversified-one/articleshow/45583642.cms>)

Institutional investors such as sovereign wealth funds, hedge funds, pension funds and endowments also take on strategic investments in growing businesses. This is the institutionalised form of concentrated investing, where the involvement in the business is not as deep as that of the inside investor, but the stakes are significant to make a difference to their return.

When individual investors choose DIY (do it yourself ), they should look at the approach of these professional investors who hold a large stake in a few stocks. The approach is intense and driven by a high level of information and involvement. Institutions invest in research, data and talent to choose and invest strategically.

The extent of involvement depends on the stake acquired. If there is a clear vision about where the business should go, the investor is willing to work towards making it happen in return for a significant stake. If the involvement is as a strategic investor, they work with the board and the management and will be willing to process and analyse information about the business on an ongoing basis. Therefore, concentrated investing is only for those who can do the hard entwork and stay patient.

Strategic investors do not worry about every day price or quarterly results. The frustration of promoters about quarterly results and market reaction comes from the relative insignificance of

this number for their own strategic reasons. But public investors and institutions such as mutual funds, that hold diversified portfolios, need dynamic information for their strategies.

They represent the other end of the investing spectrum, where they hope to earn a few percentages more than the benchmark, by using a large diversified portfolio. The intensity of research and need for information is lesser and restricted to publicly available information. The focus is on diversification and risk reduction, and holding periods can be shorter.

A concentrated equity portfolio is a choice that lies at the opposite end of the diversified portfolio. I have noticed with amusement how investors eulogise Warren Buffet and then mindlessly buy multiple stocks, which they believe hold value. Warren Buffet is the world's most successful investor, because his investing style is what we described above—concentrated and strategic. He buys large stakes in businesses he understands, and holds them with patience. He also specialises in picking them up when the going does not look good. Wealthy investors in equity are quasi-businessmen who are deeply into the few businesses they hold.

Where does that leave the retail investor who likes DIY? A few with the penchant for business and research do really well. They go much beyond tips, news and media quips, to understand how a business is doing. They work in groups, analysing businesses thoroughly. They invest after careful selection, in a few stocks, usually not over 15-20, and stay invested for the long term. This is a high-return, high-involvement concentrated investment strategy, not in the mode followed by most common investors.

ose who simply buy this and that, hold a large number of stocks, and brag about the few that have done well for them, might be misleading many others. The more a portfolio holds, the more diversified it gets and, therefore, it gets closer to average performance. When it comes to investing, there is nothing right or wrong. There is only risk, return and diversification—or the lack of it, if you will.

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