MARKET-HUB
NEWS LETTER

Beyond Research,
Beyond Advice

26th February 2022
Issue – 488

Market News

Market extended the selling in the third straight week ended February 25 amid high volatility due to multiple factors such as Russia-Ukraine crisis, rising crude oil prices, F&O expiry, continuous FII selling.In the week gone by, BSE Sensex shed 1,974.45 points (3.41 percent) to end at 55,858.52, while the Nifty50 declined 617.9 points (3.57 percent) to close at 16,658.40 levels.

All the sectoral indices ended in the negative territory with Nifty Media index shedding 7.6 percent, PSU Bank index declining 5.7 percent and Auto index slipping 4.6 percent.BSE Midcap index fell 2.5 percent and Smallcap indices lost 4.6 percent.

Money flow from foreign institutional investors (FII) is always a crucial factor for emerging markets including India, but this financial year domestic institutional investors including retail investors seem to have played a big role by supporting the market on every downside, though they could not match the FII flow.

In the year ending March 2022 so far, FIIs have net sold more than $29 billion worth of shares (Rs 2.22 lakh crore) and 80 percent of that was seen in the last five months.

Share price of Adani Power surged over 14 percent intraday on February 25 after the company won payment of compensatory tariff.

Stock price of the company are on fire, after the Supreme Court in a ruling ordered the Rajasthan-based three discoms to pay up the balance dues, in a legacy dispute over compensatory tariffs.

The apex court held that the three Rajasthan discoms are in contempt of court, as they had not paid the dues despite their review petition having been dismissed earlier this year. The discoms had sought to review the order passed in 2020, which directed them to pay compensatory tariff to Adani Power.

Oil prices soared nearly $2 per barrel in early trade on Friday as Russia's invasion of Ukraine continued to inflame global supply concerns as markets brace for the impact of trade sanctions on major crude exporter Russia.

Global benchmark Brent crude rose $1.99, or 2%, to $101.07 a barrel around 0155 GMT on Friday. U.S. West Texas Intermediate (WTI) crude CLc1 climbed $1.89, or 2% to $94.70 a barrel.

The attack on Ukraine caused prices to surge to more than $100 a barrel for the first time since 2014 on Thursday, with Brent touching $105, before paring gains by the close of trade.

Results & Corporate Action

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Corporate Action	Company Name	Type & Percentage	Record Date	Ex-Date
RIGHTS	Prismx Global	Rights Ratio 43:100	03-03-2022	02-03-2022
BONUS	Easy Trip	Bonus Ratio 1:1	02-03-2022	28-02-2022

Nifty Spot in Last Week:-

As we saw the Price Movement in Nifty Spot in last week that In Upside is 17351.05 in Downside 16203.25.

NIFTY WEEKLY CHART

BANKNIFTY WEEKLY CHART

Nifty Spot in Upcoming Week:-

Nifty upside if not close above 17300 level then sell on rise trend down side level 16200 to 16000 possibility.

Bank Nifty in Upcoming week:-

Banknifty upside if not close above 38200 level then sell on rise trend down side level 36000 to 35000 possibility.

Recommendation for next week

Serial No.	Stock Name Cash segment	Above/Below/Add HOLD	CMP as on 26.02.2022	Trail SL	Buy Stop loss	Sell Stop loss	Target
1	BIRLACABLE(BUY)	CMP 136	136		115		195
2	VADILALIND(BUY)	CMP 1220	1220		1105		1400
3	GRASIM (SELL)	BELOW 1535	1576			1599	1425

Commodity Market

COPPER buy in deep with sl 755 upside target 790 possibility.

CRUDEOIL:- buy in deep with sl 6600 upside target 7200 possibility.

SILVER:- Investors can buy in deep with stop loss 62000 up side target will be 66000 possibility.

GOLD:- Investors can buy in deep with stop loss 49500 up side target will be 50700 possibility.

Currency Market (Cash Levels)

USDINR:- Investors can sell on rise with stop loss 76.50 down side target will be 74.50 possibility.

GBPINR: - Investors can buy in deep with stop loss 99.50 up side target will be 101.50 to 102.50 possibility.

EURINR:- Investors can sell on rise with stop loss 86.50 down side target will be 83.50 possibility.

JPYINR:- Investors can sell on rise with stop loss 65.80 down side target will be 64.30 possibility.

Currency CASH LEVEL	DEMAND ZONE LEVEL		CLOSE	SUPPLY ZONE LEVEL	
	D2	D1		S1	S2
USDINR	74.00	74.50	75.29	75.70	76.00
GBPINR	99.50	100.50	101.21	102.25	102.50
EURINR	83.50	84.00	84.57	85.00	85.50
JPYINR	64.00	64.50	65.39	65.50	66.50

Currency Corner

Premium / Discount (USD/ INR) Based on Forward Rates	
Duration	Premium
One month Forward	0.18
Three month Forward	0.59
Six month	1.39
One year	3.07

RBI reference Rates	
Currency	Rates
USD	75.28
GBP	101.02
Euro	84.38
100 Yen	65.32

Russia-Ukraine crisis sinks equity markets by nearly 2,000 points. Follow these five steps to protect your investments

The Russia-Ukraine war appears to be going ahead as Russian president Vladimir Putin announced a military operation in Ukraine and several explosions were heard. Closer home, the S&P BSE Sensex has fallen by nearly 1,800 earlier in the morning. As it is, markets had turned volatile since last October after nearly 18 months of a solid market rally. The corrections have been stiffer over the past few weeks. The S&P BSE Sensex has been hovering around 55,000 levels in early morning trades on Thursday.

Here are some ways to protect your investments during stiff corrections.

Do not stop your SIPs

Whatever you do, do not stop your systematic investment plans (SIP) when equity markets turn volatile. A study done by IDFC Mutual Fund showed that if investors had continued their SIPs- despite the initial Covid-19 market crash that happened in March 2020 and continued for a period of two or three years, they would have benefited more as opposed to those who withdrew in panic, prematurely.

A fund manager who did not wish to be quoted for this story warns: "A 2-3 percent fall should not nudge you to stop your SIPs. We will see a few more days of bigger dips in CY2022. Be mentally prepared. And continue SIPs.

Invest, but do not speculate

Many investors buy stocks on their own. Some have also taken to trading in derivatives. The leverage involved amplifies any negative outcome and especially on a gap-down day such as on Monday if you carry an overnight long position. There is little to be done if you have not hedged it. Large losses can wipe your savings clean.

Examine thematic investing

Over the last two years, many thematic funds were launched and investors too latched up to many of them expecting superior returns. Most come with high risks, not worth taking. But there are a few opportunities, market experts say. Mantri likes thematic mutual funds such as PSU equity funds, financials and infrastructure. Do not put more than 10 percent of your overall portfolio in theme-based investments, he adds.

Porwal disagrees, somewhat. "Thematic funds tend to do well when the themes are near their peaks. Most investors are better off avoiding thematic funds." A good way to decide if thematic funds are good for you or not is to see your existing portfolio before you whip out your cheque book. If you are just beginning out your equity journey, then void thematic funds. These cannot be among your first few investments. Opt for thematic funds only if you are sufficiently diversified and you can take the volatility risk that can come with thematic funds.

Stay diversified

Investing on a volatile day can offer you a head-start as you may be buying stocks cheaper than what they were a day before. But that does not rule out the possibility that the stocks won't go down further. You may want to buy units of exchange traded funds (ETF) that track leading indices such as Nifty 50 or Nifty Next50 to take advantage of intra-day volatility.

Diversified equity funds allow the fund managers to align their portfolios with changing business fundamentals and valuations. Joseph further advises investing in balanced advantage schemes. "The volatility is not going to go away soon and the equity markets may drift lower for some time. New investors or investors with moderate risk profile should consider investments through balanced advantage funds as they tend to contain downside to a certain extent."

Do not avoid gold

While buying on dips over a period of time may make sense, market volatility can be unnerving. Gold can be of help. "Gold is a safe haven investment and an allocation of up to five to seven percent can help contain downside," says Porwal.

Gold has not done well in the recent past. Over last one year it has given just 1.22 percent returns. Some investors were seen selling gold ETF. However, it may not be wise thing to do given multiple tailwinds for gold including sticky inflation, increased volatility in stock markets, increased geo-political tensions and uncertainty over the quantum and pace of interest rate hikes. "Do not make investment decisions solely based on how an asset class has done in recent past,"

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