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CHENNAI

BusinessLine
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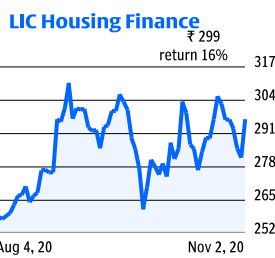
TODAY'S PICK

LIC Housing Finance (₹229): Buy

YOGANAND D
BL Research Bureau

The stock of LIC Housing Finance gained 5.7 per cent with above average volume on Monday, bouncing up from a key support level of ₹280.

This rally has surpassed the 21- and 50-day moving averages and has given traders with a short-term perspective an opportunity to buy the stock at current levels. Since the stock took support at ₹186 in late March this year, it has been in an intermediate-term uptrend.



Key resistance

But, the stock had encountered a resistance at ₹323 in late August and started to consolidate in the wide band between ₹260 and ₹323 thereafter. The recent up-move has strengthened the bullish momentum with the consolidation phase and the stock has potential to trend upwards and reach the upper boundary.

The daily relative strength index is charting higher in the neutral region and the weekly RSI as well entered bullish zone.

Short-term targets

The daily price rate of change indicator has entered the positive terrain from the negative implying buying interest. Overall, the short term outlook is bullish for the stock. The targets are ₹312 and ₹318.

Traders with a short-term view can buy the stock with a stop-loss at ₹292.

(Note: The recommendations are based on technical analysis. There is a risk of loss in trading.)

Nifty 50 Movers

▲ 26.75 pts.

	Close(₹)	Pts	PE	Wt(%)
HDFC	2040.80	48.73	20.75	7.27
ICICI Bank	417.45	39.76	23.56	5.72
HDFC Bank	1215.25	31.98	23.45	10.51
Axis Bank	522.65	17.34	50.55	2.58
Bharti Airtel	457.40	13.17	0.00	2.18
Kotak Bank	1580.70	11.32	49.73	4.60
Infosys	1072.30	9.94	27.43	7.81
Bajaj Finance	3419.80	6.82	49.95	1.80
State Bank	196.05	6.06	10.69	1.50
Indiabulls Bank	628.35	5.61	17.54	0.71
ITC	166.75	3.04	14.34	2.90
Bajaj Finserv	570.45	1.80	280.88	0.69
NTPC	89.20	1.80	8.84	0.86
PowerGrid Corp	173.05	1.22	8.74	0.86
Hero MotoCorp	2835.65	1.08	22.51	0.73
Sun Pharma	469.40	0.91	37.80	1.01
Grasim Ind	787.85	0.87	64.56	0.62
Coal India	115.70	0.73	6.36	0.48
ONGC	65.70	0.68	10.58	0.48
M&M	596.05	0.46	0.00	1.13
Titan	1168.50	0.27	137.27	0.97
Tech Mahindra	814.65	0.19	19.06	1.00
Hind Unilever	2072.00	0.15	69.30	3.68
JSW Steel	309.35	0.08	30.16	0.61
Tata Motors	132.85	0.08	0.00	0.47
Hindalco	170.75	0.03	68.86	0.50
L&T	929.30	-0.06	73.16	2.26
Shree Cement	21671.35	-0.07	49.55	0.58
SBI Life	766.05	-0.28	53.16	0.59
GAIL (India)	83.95	-0.34	6.77	0.31
Cipla	751.25	-0.38	27.11	0.76
Nestle India Ltd.	17114.95	-0.39	79.64	1.21
HDFC Life	587.50	-0.41	89.76	0.92
Adani Ports	356.90	-0.50	41.88	0.52
UltraTech Cement	4550.80	-0.62	23.61	1.04
Indian Oil Corp	78.20	-0.80	13.91	0.40
Dr Reddy's Lab	4858.65	-0.84	32.89	1.17
UPL	445.35	-1.01	125.10	0.49
Bajaj Auto	2843.70	-1.31	19.42	0.74
Tata Steel	402.85	-1.35	7.09	0.60
Britannia Ind	3420.30	-1.45	47.88	0.80
BPCL	346.40	-1.50	17.79	0.55
Eicher Motors	2029.65	-1.81	39.11	0.56
Wipro	334.80	-2.03	21.60	0.99
Divis Lab	3048.65	-2.76	50.66	0.77
Maurti Suzuki	6868.35	-2.99	52.15	1.82
Asian Paints	2172.85	-4.04	92.39	1.95
HCL Tech	822.40	-4.92	22.69	1.78
TCS	2604.60	-14.69	33.18	5.44
Reliance Ind	1877.45	-132.82	41.81	12.07

Pts: Impact on index movement

Post Q2 results, Reliance Ind slumps 8.6%, its biggest slide since March 9

Macquarie sets target price of ₹1,320; m-cap crashes ₹1 lakh crore

OUR BUREAU

Chennai, November 2

Shares of index heavyweight Reliance Industries slumped 8.62 per cent on Monday after the company on Friday posted a drop in September quarter net profit, as the pandemic hit sales of most of its products. This is the biggest fall for the stock of India's biggest conglomerate after March 9 crash, when it slumped about 13 per cent.

'No economic moat'

Some analysts turned cautious on the stockpost Q2 results, and see only a little headroom. Macquarie Research said: "We remains cautious as

Mixed view

Brokerage	Recommendation	Target (₹)
Macquarie	Underperform	1,320
Emkay Global	Hold	1,970
Elara Capital	Accumulate	2,357
JM Financial	Buy	2,500
Motilal Oswal	Buy	2,240
HDFC Securities	Add	2,140



we still see no economic moat."

The index heavyweight tumbled 8.62 per cent to ₹1,877, while partly-paid shares of the company tanked 10 per cent to hit the lower circuit limit and closed at ₹1,066. Reliance Industries on Friday, after market hours, said that its consolidated net profit declined 20 per cent in the July-September quarter to ₹10,602 crore.

Reliance Industries, the only stock to top the ₹16 lakh crore market capitalisation mark in September 2020

as the company roped in a slew of investors for its Jio and Retail verticals, saw its m-cap declining more than ₹1 lakh crore on Monday to ₹12.69 lakh crore.

"On a 1-2 year view, we agree with India's long-term digital opportunity, but we continue to see meaningful execution challenges and no moat particularly in retail for Reliance, our earnings and cash flow estimates are meaningful below consensus, and the stock is trading at our

bluey valuation," said Macquarie in research report with a Underperform rating and a target of ₹1,320.

Emkay Global, which maintained its Hold rating on the stock, but increase the target price to ₹1,970, said: "We deem the stock as fairly valued though upsides may come if Aramco buys into O2C at \$75 billion EV (\$60 billion est.), global strategic majors enter Retail, and Jio-Retail get listed".

Bullish brokers

However, other brokers such as Motilal Oswal Financial, IDBI Capital, Elara Capital and JM Financial, remained bullish on the stock.

"We upgrade to Accumulate from Reduce as the stock has corrected 8 per cent in the past two months, roll-over to FY23 offering 23 per cent EPS growth and increase digital services value that resulted in higher target price at ₹2,357 from ₹2,169," said Elara Securities.

Delay in RIL-Future deal will dent retail arm's margin 2%: JP Morgan

FORUM GANDHI

Mumbai, November 2

JP Morgan Chase's analysts have warned that a delay in executing the deal with Future Group would impact Reliance Retail's EBITDA by 2 per cent for FY22 and the Future Value of the Mumbai Ambani owned Retail giant by 5 per cent.

Days after Reliance Retail posted its operational performance in Q2 JP Morgan Chase has said that Reliance Retail has posed an "impressive q2 result" with flat revenue y-o-y basis and "significantly better-than-expected EBITDA." Reliance Retail's EBITDA jumped to ₹2,006 crore which was higher by 85.9 per cent than the previous quarter.

However, just when analysts started to see some green shoots on the post-Covid road to recovery for Reliance Retail, market watchers have now warned that this could pose as a hindrance on the EBITDA estimates of Reliance Retail for the FY22. "There are potential legal challenges to the future

Retail asset acquisition. We currently build the acquisition into our FY22 estimates. While any delay in closing the deal would impact our FY22 EBITDA estimates by only 2 per cent, it would impact our FY by 5 per cent," said analysts in their note.

Earlier this year, Reliance Retail invested nearly ₹25,000 crore in the multiple companies of the debt-strapped Future Group. Future Group's partner Amazon had dragged the company to the Singapore International Arbitration Court (SIAC) over alleged breach of contract on multiple grounds.

The SIAC had passed an interim stay on the deal between Future Group and Reliance Retail in favour of the American giant. On one hand, on the basis of this stay order, Amazon has written a letter to the Exchanges and SEBI, on the other, Reliance Retail and Future Group have said they will go ahead with the deal without any delay.

Equitas Small Finance Bank lists at 6% discount to IPO price

Tepid listing follows asset quality concerns post-Covid, weak HNI interest in offer

KEERTHI SANAGASETTI

BL Research Bureau

Equitas Small Finance Bank (Equitas SFB) listed on Monday at a discount of about 6 per cent to its issue price. The stock made its debut at ₹31 against its issue price of ₹33 a share on the BSE. The stock touched an intra-day high of ₹33.05, and an intra-day low of ₹30.1.

At the close price ₹32.75, the stock of Equitas SFB was trading at about 1.2 times its (post issue) book value at the end of June 2020 quarter. Based on the loan book size, Ujjivan SFB, a comparable listed peer — currently

trades at 1.72 times its book value. The weak listing of Equitas SFB can be attributed to uncertainties over post-covid impact on the bank's asset quality (owing to the standstill in asset classification during the moratorium period). Even a comfortable 2.7 per cent GNPA ratio (as of June 2020 quarter) and 94 per cent collection efficiency (in September and October 2020) have not helped boost investor sentiment for the IPO.

Another plausible risk perceived by the investors, is the likely dilution in the shareholding of Equitas SFB, following the RBI's mandate to reduce the pro-

moter stake in the bank to 40 per cent by September 2021 (from 82 per cent post listing). However, the management is contemplating several possibilities to bring down the promoter holding in a less dilutive manner (for existing shareholders)- such as merger with the group's housing finance arm.

Hence, the IPO was subscribed only 1.95 times (compared to other recent IPOs that garnered subscriptions of 50-156 times).

The HNIs too demonstrated weak interest with the NII category being subscribed by only 0.22 times, which could have also been a contributing factor for the weak listing.



AMCs can now do proprietary trading in debt securities: SEBI

OUR BUREAU

Mumbai, November 2

SEBI has allowed asset management company to become a proprietary trader and self-clearing member in the debt segment of stock exchanges and clearing corporations to carry out trades and settle trades.

Amending the existing norms, SEBI has directed Chief Executive Officers of mutual funds to ensure that AMCs have adequate systems in place to ensure that fund managers and dealers follow the code of conduct in letter and spirit and any breach is reported to the board of directors. Similarly, fund managers and dealers have to submit quarterly self-certification to the trustees that they have complied with the code of conduct. They have to ensure that investments are made in the interest of the unit holders.

ers.

SEBI in a notification said that dealers and fund managers should not indulge in any unethical business activities or professional misconduct involving fraud or deceit or commit any act that could damage the reputation of the organisation or the mutual fund industry.

No conflict of interest

They should avoid conflict of interest and should not carry out any transaction on behalf of a fund with any counter party who is an associate of the sponsor or top officials within the organisation unless it is carried out on arm's length basis on terms and price consistent with best execution standards and at a commission rate no higher than customary institutional rates.

Fund managers should communicate details on issues in a transparent manner during market hours through recorded modes and channels. They have also been told to provide appropriate inputs to the valuation agencies or the valuation committee of the AMC. Any material deviation in valuation, as defined by the AMC, shall also be highlighted to the valuation committee of the AMC.

Fund managers shall have an appropriate and adequate basis for investment decision and shall be responsible for investment in the funds managed by them. They have to maintain written record on decision of buying or selling securities together with the detailed justifications. They should not indulge in any act or practice which results in artificial window dressing of the NAV, said SEBI.

Embassy REIT enters S&P Property, Global REIT indices

OUR BUREAU

Bengaluru, November 2

Embassy Office Parks REIT, a publicly listed REIT company, has announced that it will be included in the S&P Global Property Index and S&P Global REIT Index from November 2. The inclusion of Embassy REIT follows an S&P Dow Jones Indices' amendment to the S&P Property Indices composition and constituent methodology as part of the September 2020 rebalance review, the company said.

Michael Holland, CEO of Embassy REIT, said: "As a result of the REIT's acceptance in the international global investing benchmarks, we expect more active and passive pools of global capital to track Embassy REIT, thereby further validating the REIT structure as the standard bearer for listed commercial real estate in India."

IIFL Wealth plans to float Category-II Alternative Investment Fund

K.R.SRIVATS

New Delhi, November 2

IIFL Wealth and Asset Management plans to set up a category-II Alternative Investment Fund (AIF) to capture opportunity to participate in follow-on capital raising of digitally break out companies which are dominant in their segments, a top official said.

"This will be a new fund and it will be a Cat II AIF. An opportunity to participate in follow-on capital to break out digital companies exists today and plugs an important gap in client portfolios as

we see society taking the technological leap forward. We will look at capturing such investment opportunities through a Category II AIF," Umang Papneja, Senior Managing Partner and Chief Investment Partner, IIFL Wealth Management told *BusinessLine*.

He highlighted that worldwide one is witnessing an acceleration in the trend of users adapting and using disruptive technologies. "The most innovative parts of the world economy have suffered the least damage. India will be no different and opportunities in

EdTech, MedTech, FinTech will witness immense value creation possibilities as we see large investments in such technologies in Covid19," he said.

Papneja noted that in India, there are a number of companies where the product/service is well established and enjoy a dominant position in the segment they operate. In India most of the innovative companies are not listed here. They are available on the private equity and venture capital side, he said. "If you are transitioning from pre to post Covid, these digital companies will

be large part of economy everywhere including India. There is strong case for every portfolio to have new generation business as well, which have already reached some level. There is sound investment case for such Digital break out companies," Papneja said.

"We don't want to invest in 50-60 companies like how a venture capital firm does and hope that out of these 50-60 companies, 10 will break out and make money. We want to come only in the 10 companies that have been discovered and funded," Papneja said.

Bokaro Power Supply Co. (P) Ltd.											
(A Joint Venture of BAIL & DVC)											
Hail No.: M-01, Old Administrative Building											
Isapal Bhavan, Bokaro Steel City-827001(Jharkhand)											
CIN No.: U40300DL2001PTC112074											
NOTICE INVITING TENDER											
Ref. No.: BPSC/LNM/20-21/Paper A/25/2546 Dated: 30.10.2020											
Sl.No.	NIT No. / Date		Description				BOD & Time				
1.	BPSC/LNM/20-21/PC-091/NT-930/2782 dt. 21.10.2020		Annual Maintenance Contract for Electricals of Coal Handling Plant and Furnace Oil station area including Unstaffed OHP and clearing of Electrical Substations, Panels, etc.				17.11.2020 at 12.15 Hrs.				
2.	BPSC/LNM/20-21/PC-092/NT-931/2784 dt. 21.10.2020		Round the Clock Assistance in Shift Electrical Operation of Complete Electricals and supervisory & technical control of CPP.				17.11.2020 at 12.15 Hrs.				
3.	BPSC/LNM/20-21/PC-093/NT-932/2814 dt. 24.10.2020		Assistance in Operation of Boiler and Turbine DCS of Unit # 9.				24.11.2020 at 12.15 Hrs.				
4.	BPSC/LNM/20-21/PC-094/NT-933/2813 dt. 24.10.2020		Annual contract of clearing of Roofs of Boiler, Turbine, screw Conveyor of TPP, CPP and various buildings of Power Plant.				24.11.2020 at 12.15 Hrs.				
5.	BPSC/LNM/20-21/PC-095/NT-934/2822 dt. 27.10.2020		Strengthening of Turbine & RCPH Department for Supervisory Control.				27.11.2020 at 12.15 Hrs.				
6.	BPSC/LNM/20-21/PUR-132/NT-935/2829 dt. 29.10.2020		Procurement of spares of ESPs.				27.11.2020 at 12.15 Hrs.				

For Tender documents kindly visit Website : www.bpscl.com. Bidders are requested to visit website regularly.

**TCL Developers
Ltd.**

TCL Developers Limited

CIN: L70102TG2006PLC059173

Regd. Off: Flat Nos. 306 & 307, 1-8/2/1 to 2/73, 3rd Floor, Ashoka Bhopal Chambers,

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(In Lakhs)

**Extract of Standalone & Consolidated Unaudited Financial Results for the
Quarter & Half Year Ended 30th September, 2020**

Particulars	Standalone	Year Ended (Audited)	Consolidated	Year Ended (Audited)								
	Quarter Ended	Half Year Ended	Quarter Ended	Half Year Ended	Quarter Ended	Half Year Ended	Quarter Ended	Half Year Ended	Year Ended (Audited)			
	30-09-20	30-06-20	30-09-19	30-09-20	30-09-19	31-03-20	30-09-20	30-06-20	30-09-19	30-09-20	30-09-19	31-03-20
Total Income from operations (net)	56.14	59.51	73.77	115.65	180.67	461.38	246.52	239.62	252.94	486.14	529.34	1,036.91
Net Profit before Tax	(50.02)	(43.22)	(78.34)	(93.24)	(93.03)	(58.80)	64.09	85.77	49.53	149.86	151.12	276.81
Net Profit after Taxes*	(38.72)	(31.78)	(65.45)	(70.50)	(79.07)	(7.03)	39.06	60.24	30.91	99.29	99.09	199.53
Total Comprehensive Income for the period (Comprising Profit / (Loss) for the period (after Tax) and Other Comprehensive Income (after tax)	(38.72)	(31.78)	(65.45)	(70.50)	(79.07)	(5.22)	39.06	60.24	30.91	99.29	99.09	201.34
Equity Shares Capital (Face value of Rs. 10/- each)	372.94	372.94	372.94	372.94	372.94	372.94	372.94	372.94	372.94	372.94	372.94	372.94
Other Equity as shown in the balance sheet						6,905.92						8,105.38
Earnings Per Share for the period (Face value Rs. 10/- each) - Basic & Diluted: (in ₹)	(1.04)	(0.85)	(1.75)	(1.89)	(2.12)	(0.19)	1.05	1.62	0.83	2.66	2.66	5.35

* the company does not have any exceptional or extraordinary item to report for the above periods.

Notes:

- The above is an extract of the detailed formal of Quarterly & Half Yearly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of these Financial Results are available on stock exchange websites (www.bseindia.com) / (www.nseindia.com) and on the Company's website (www.tcldevelopers.com)
- These financial results were reviewed and recommended by the Audit Committee and thereafter approved by the Board of Directors of the Company at their respective meetings held on November 02, 2020. The Statutory Auditors of the Company have carried out the limited review of these financial results.

For TCL Developers Limited

Place: Gurugram
Date: 2nd November, 2020

**DP Agarwal
Chairman**

