

FIN-O-DATE

THE FINANCIAL GAZETTE OF MDIM



MDI
MURSHIDABAD

Management
Development
Institute



FINARITHA

THE FINANCE CLUB OF MDIM

WEEKLY
FINANCIAL
MAGAZINE
FOR THE
STUDENTS
OF
MDIM



**LET BUSINESSES OWN THE WORLD
YOU BE THE RULER**

ABOUT US



Finartha, the finance club of Management Development Institute Murshidabad formed with the ambitions of bridging the gap between the academic and professional worlds. As a student—run organization, the club brings together students with a shared interest in Finance to enjoy presentations from industry professionals, competitions, quizzes, finance-related discussions, casual and formal networking events as well as a variety of social events. It provides the platform for interactive discussions and orients oneself towards the world of business and commerce. The club plans to get into media through social as well as print media to update the students, academic professionals and industry veterans about its various activities. It thrives on providing the students with additional resources needed to develop themselves into strong candidates for the prospective job market. If one is zealous enough for the activities which go into finance and its substrates then 'Finartha' is the platform to quench that zeal.



FINARATHA



MDI | Management Development Institute MURSHIDABAD



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INDEX

- **SENSEX** 50889.76
- **NIFTY 50** 14981.75
- **NASDAQ** 13874.46
- **DOWJONES** 31494.32

CURRENCY

- **USD/INR** ₹ 72.55
- **GBP/INR** ₹ 101.70
- **YEN/INR** ₹ 0.69
- **EURO/INR** ₹ 87.92

LATEST BY:
Feb 21st, 2021

TOP GAINERS

Securities	Prev closing	Closing Price	Percentage increase	High/Low
UPL	541.05	552.80	2.56%	565.00/539.50
Dr Reddy	4616.95	4681.45	2.36%	4728.00/4530.00
Indusind	1046.05	1065.90	2.27%	1074.55/1027.80
Hindunilvr	2146.85	2181.10	1.78%	2194.00/2150.00
GAIL	143.10	145.40	1.43%	149.45/143.50

TOP LOSERS

Securities	Prev closing	Closing Price	Percentage decrease	High/Low
ONGC	110.70	105.10	5.06%	112.20/103.85
Tata Steel	697.75	670.70	4.06%	696.00/655.95
Hero	3522.85	3389.70	3.75%	3522.85/3370.00
SBIN	415.20	399.55	3.52%	415.00/395.00
Tata Motors	323.85	311.85	3.52%	321.95/301.40

TAKE-O-TRADE

SPOT	SIGNAL	TAKE AT	TARGET 1	TARGET 2	STOP LOSS
Ambuja Cement	BUY	283.00	310.00	350.00	270.00
Emami	BUY	517.00	560.00	600.00	495.00
Sobha	BUY	500.00	550.00	623.00	482.00

Market Watch

- Sensx still above 50000 thus suggesting bullish momentum
- Make sure you do not indulge in counter trend trading
- Sectors effect will shape the broader market
- I would recommend you to have a close look at IT, Pharma and Infra structure stocks. Auto will be volatile.

Disclaimer: Futures, stocks and options trading involves substantial risk of loss and is not suitable for every investor. You are responsible for all the risks and financial resources you use and for the chosen trading system. You should not engage in trading unless you fully understand the nature of the transactions you are entering into .

What's Brewing In The Market?

Ikea's first India shopping mall to come up in Noida To be developed at an investment of Rs.5,500 crore

Ingka Centres, part of the Ingka group, which also owns most Ikea stores worldwide, on Friday said it was setting up its first shopping centre in India at an investment of Rs.5,500 crore. This will mark a significant step-up for the group's big-box retail plans in the country. The group already has two flagship Ikea stores in India — one in Hyderabad and the another in Navi Mumbai — measuring over 400,000 square feet each. The proposed mall, to be launched in Noida (UP), will add to Ingka Centres' growing list of properties across the world. The company has 45 shopping centres across Europe, Russia and China. It plans to enter the United States this year and is looking to foray deeper into existing markets of operation. The India shopping centre is expected to take around two to three years to build, industry experts said, given Ingka group's focus on quality.



The group already has two flagship stores in India — one in Hyderabad and the another in Navi Mumbai (pictured)

Land for the project, a 48,000- square-metre plot, has been acquired in Noida, the company said on Friday. The group also said it was unveiling its 'Meeting Places' concept, providing a sustainable mixed-use destination that would bring 'many people' together for multiple reasons. "Meeting Places are always anchored around an Ikea store and designed to meet the needs of local communities bringing value for customers, communities, and partners," said the company. Peter Betzel, chief executive officer (CEO) and chief sustainability officer, Ikea India, said that Delhi-NCR was an important market for the retailer.

"This next step in our expansion is in line with Ikea's ambition to meet 100 million people in India in the coming years," he said. Ikea is also expected to open two smaller city-centre stores in Mumbai, another priority market for the retailer. The company has already launched online stores in Mumbai, Pune and Hyderabad. It is also eyeing a store in Bengaluru, another priority market, in the future.

Apple plans to make iPads in India

Apple Inc is angling to participate in a new scheme to boost India's exports of computer products, part of what government and industry sources say are plans to bring iPad tablet manufacturing to the South Asian country. India launched a \$6.7 billion plan to boost smartphone exports last year, as Prime Minister Narendra Modi stepped up efforts to promote electronics manufacturing and create jobs.

Apple, which has steadily raised production of iPhones in India to lessen its dependence on Chinese manufacturing, took part in that scheme via its contract manufacturers.

Now the government is preparing to unveil another incentive to drive local manufacturing of IT products including tablets, laptops and servers, three sources closely involved in the drafting of the plan told Reuters.

The new performance-linked incentive (PLI) scheme, which offers cash-back to manufacturers for exports, will have a budget of up to Rs.70 billion (\$964.5 million) over five years, the sources said. It's expected to be launched by the end of February.

Apple, along with others, is lobbying for a bigger budgetary outlay of 200 billion rupees before that plan is finalised, as India doesn't yet have the scale or the supply chain for making IT products and competes with duty-free imports of tech products, two of the sources said. Apple's push comes at a time its iPhone supplier Wistron is just restarting operations at a southern Indian plant after angry workers went on a rampage last year. Apple is yet to take the Taiwan manufacturer off of probation.

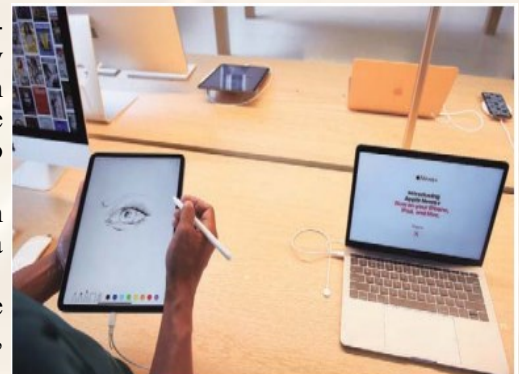
India-made iPad

Apple assembles a bulk of its iPads in China, but is fast diversifying production to markets such as India and Vietnam to minimise the impact of the US-China trade war and the coronavirus crisis. Its top supplier Foxconn is building assembly lines for iPads and MacBook laptops in Vietnam, Reuters reported late last year.

Other iPad assemblers include Taiwan's Compal Electronics and China's BYD Electronic International.

In India, Apple will likely have iPad's assembled by one of its existing suppliers in the country as early as this year, two of the sources said, though its plans could get delayed as India makes the entry of BYD difficult amid its wariness to give new tech business to Chinese companies. "The government is asking Apple to get iPads assembled by its contract manufacturers here, the non-Chinese companies" one of the sources, a government official said.

Foxconn will invest up to \$1 billion to expand a factory in southern India where the Taiwanese contract manufacturer assembles iPhones, Reuters reported previously. The three Apple suppliers have also committed roughly \$900 million over five years to make iPhones in India.



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Tanzanian banking sectors shows resilience

The Tanzanian banking segment remained resilient last year amid the outbreak of Covid-19 pandemic as it fared well compared to other segments. The country has about 50 banks with approximately 840 branches including 23,500 agents. Furthermore, NMB Bank has been the top performer in the banking segment.

It is reported that the robust performance during the pandemic indicates the bank's efforts and plans for growth. The bank has focused on income growth, enhancing operational efficiency through technology to balance cost and customer experience.

The country's central bank, BoT, has imposed stringent measures and regulation to weather the pandemic situation. BoT has reduced its statutory minimum reserve requirement and reduced the discount rate. It also allowed banks to lend from it with less collateral than before. Furthermore, NMB Bank has generated record profits which is considered the highest profit in the history of the banking sector in Tanzania.

NMB Bank, chief executive officer, Ms Ruth Zaipuna, told the media, "The year (2020), despite the global uncertainties in the wake of a global pandemic, we delivered a record-setting performance with strong stakeholder support, operational excellence, and solid strategy execution. The market at large also benefited from the unprecedented monetary and fiscal support by the Central Bank and the government. This in turn led to our profits reaching all-time high."

Tanzania, as an economy, needs serious development in terms of infrastructure, healthcare facilities and others. However, the banking sector's record performance is impressive.

Mexico plans to revamp oil hedge

Mexico is considering revamping its overall oil hedge. The plan by Mexico is expected to foil oil market swings including speculations from others in the marketplace that may surpass Mexico in terms of trade.

The Mexican government spent \$1.23 billion in 2019 to protect crude oil revenues and its fixed price per barrel is set at \$55. Last year, the country's President Manuel Lopez Obrador said that Mexico is ready to benefit from the \$6.2 billion hedge, while the price per barrel was \$49 at a time when the country's basket price was slightly high.

The country has been transparent about its deals for the massive hedges. It is reported that Mexico has spent \$15.1 billion in fees buying put options over the last two decades. However, it has earned worth \$16.5 billion during the period, with the highest profits recorded in 2015 and 2016 when oil prices tanked. Mexico has always safeguarded government revenues that are primarily dependent on the oil sector through acquiring insurances from big banks and commodity traders in the year ahead, usually during May and September.

The country didn't float the current annual program until a decade later, despite hedging its oil revenue during the first Gulf war. The hedge takes place every year. Mexico has skipped the hedge between 2003 and 2004 because oil prices were surging.

A rebound in the global oil and gas industry is expected to take place in 2021.



How to Pick Stocks in Indian Market

Investing in stocks is one of the best ways to get a good return. You've probably heard of people who invested money in good companies to become millionaires. However, this did not happen overnight. They will realize the fruits of their investment in 15 or 20 years. Patience is very important for stock market investors. The desire to make quick money on the stock market only leads to huge losses. All investment decisions must be supported by a trusted and convincing research committee. Investments should start at a young age and should be made regularly. You don't have to be a stock expert to start buying stocks. Over time, you can learn the nuances of stock trading. However, you need to carefully study your stocks before investing.

Guide to stock picking strategies:

The most important step to buying stocks is sending your hard-earned money to the right place. If you don't allocate proper time for this step, you face losses. So, how do you choose the stocks to invest? You need to know basic aspects such as the nature of the business, business, balance sheet, etc. Before buying any stock, make sure you have a clear understanding of the company's financial position. You can find out by reading the company research report. Understand plans, projects, etc. And analyze whether the company and business are sustainable in the future.

The risk profile also plays an important role in choosing a company as the three categories large, medium and small depend on the market capitalization. If you're not bold, you can invest in a company with large capital. Since these companies are already well-established companies, the risk of exposure to investments is decreasing. If you are an aggressive investor, you can invest in small businesses. These companies are like start-ups that can succeed or fail overnight. That's why the risk involved is high in case of investing in these stocks. Financial advisors too help you with stock picking tips.

The technical chart clearly shows the stock price movements that you can use to see the stock's performance over time.

Company's Management:

This plays an important part in the growth and future prospects of a business. Understand the key personalities, a company's promoters, and find out their management activities. Many businesses have lost their credibility in the recent past, mostly because of bad management and fraudulent management practices.

Company's debt-equity ratio:

The amount of money supported by banks and shareholders is implied by this ratio. In general, investors prefer a company with a lower debt-equity ratio because it is said that such a company is more stable than one with a high ratio. So, before spending, this ratio also has to be considered.

Don't buy stocks based on rumors:

Emotion should not be the deciding factor while buying stocks. Based on rumors, don't take any investment decision.

Preservation of Capital-the priority:

Preserving your capital and mitigating risk should be your goal when investing in a stock. Clearly, you should know how much money you can afford to lose. You can't do gambling; analysis has to help all your investment decisions. Have a good understanding of how to pick long-term stocks.

How to pick stocks for day trading?

Day trading or Intraday trading is buying and selling of shares within the same day. You have to select those stocks that have high liquidity. Don't buy stocks that are highly volatile because these kinds of stocks may over react to any news in a bigger way. Conduct thorough research and then buy a stock.

TEAM FINARTHA

The **FINANCE CLUB OF MDIM**

BATCH OF 2019-21 & BATCH 2020-22

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Shubham
Bhattacharya



Joy
Dutta



Megha Poddar



Rahul
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