

MARKET THIS WEEK

INDEX	01-Apr-21	Weekly Change (%)
Broad Market Indexes		
NIFTY 50	14,867.35	2.5%
NIFTY 500	12,479.00	2.7%
NIFTY MIDCAP 100	24,117.75	3.9%
NIFTY SMALLCAP 100	8,282.55	3.8%
Volatility Index		
INDIA VIX	19.99	-3.2%
Sectoral Indexes		
NIFTY BANK	33,858.00	1.6%
NIFTY AUTO	10,022.60	2.6%
NIFTY FINANCIAL SERVICES	15,909.25	1.2%
NIFTY FMCG	34,874.55	3.1%
NIFTY IT	25,980.40	2.3%
NIFTY MEDIA	1,580.40	2.3%
NIFTY METAL	4,189.15	8.7%
NIFTY PHARMA	12,377.10	4.2%
NIFTY REALTY	335.8	2.2%

This week was a good one for the Markets. Nifty 50 is up 2.5% and Nifty 500 is up 2.7% for the week. Midcaps and Small-caps performed better than larger-caps. Nifty Midcap 100 is up 3.9%, while Nifty Smallcap 100 is up 3.8% for the week. Volatility declined during the week. India VIX Index is down -3.2% for the week. Among the sectoral indexes, all the indexes ended in Green for the week. Nifty Metal Index is the best performer, gaining 8.7% for the week. Pharma sector also performed well, gaining 4.2% for the week.

IPO

Bids for the IPO of Macrotech Developers, one of the largest real estate developers in India, opens for subscription next week. Bids for the issue opens on Wednesday, April 7, 2021 and closes on Friday, April 9, 2021. Company intends to raise up to ₹2,500 crores through the IPO. The price band for the issue is ₹483 - ₹486 per equity share of face value ₹10/- each. Bids can be made at a minimum of 30 equity shares and in multiples of 30 equity shares thereafter.

The equity shares of Nazara Technologies got listed on March 30, 2021. Company had raised ₹582.69 crores through the IPO. The shares closed the listing day at ₹1,592, a premium of 44.6% to the issue price of ₹1,101.

BUYBACK - SIS LIMITED

SIS Limited has made a public announcement, on March 24, 2021, to buyback, through the tender offer route, up to 18,18,181 equity shares (face value of ₹5/-) at a price of ₹550/-. The buyback offer size is for an amount not exceeding ₹99.99 crores. As on Dec 31, 2020, SIS Limited has total outstanding equity shares of 14,75,09,142. The buyback size represents 1.23% of the total outstanding equity shares. The record date for the offer is fixed as Friday, April 9, 2021. As of April 1, 2021, the stock price of SIS Limited trades at ₹405. The buyback price is at a premium of 35.80% to the current market price.

BUYBACK - INDIAN TONERS & DEVELOPERS - A REVIEW

Indian Toners & Developers, a Printer Toner manufacturer, on Jan 2, 2021, made a public announcement to buy back up to 23,11,610 equity shares of the company from all shareholders at a price of ₹160/- for an aggregate maximum amount of ₹36.98 crores. The record date for the proposed buy back was fixed as Jan 15, 2021. The buy back is done through the tender offer route.

The bids for the issue opened on Mar 4, 2021 and closed on Mar 18, 2021. A total of 23,75,076 equity shares were tendered: that is a subscription rate of 102.75%. Of these, 23,11,610 equity shares were accepted: that is an acceptance rate of 97%. Cash for the accepted shares were credited to the bank account of respective shareholders by Mar 25, 2021. Unaccepted shares were credited to the demat account of respective shareholders by Mar 25, 2021.

Suppose an investor, after the public announcement of the buyback offer, purchases 1,000 equity shares of Indian Toners & Developers. His total purchase cost will be ₹1,44,000. The investor's sole intention behind the purchase is to participate in the buy back offer. He tendered all his shares during the bid period. At an acceptance rate of 97%, 970 shares of the 1,000 shares will be accepted by the company at the buy back offer price of ₹160/-. The investor sells the remaining 30 shares in the secondary market.

Market price of Indian Toners & Developers averaged ₹141/- in the secondary market in the one-week post buy back. The investor receives ₹1,55,200 from the company (970 shares @ 160) and ₹4,230 (30 shares @ 141) through the secondary market sale. So, he received a total of ₹1,59,430 for his 1,000 shares. That gives a total return of 10.71%, on the investment of ₹1,44,000. The annualized return will be 57.3%.