

Trading Calls

ABBLong/Buy1th Sept 2017

ABB has corrected around 16% since last four months. Currently the stock is consolidating near 200 DMA and some accumulation was witnessed in the stock yesterday.

Therefore we advise traders to initiate long position in the stock near Rs 1336 with a stop loss of Rs 1287. The upside targets are Rs 1398 and Rs 1444.

RAMCOCEMLong/Buy5th Sept 2017

RAMCOCEM has broken the major hurdle with good volumes today. Broadly it was trading in channel and after breakout, we further expect that it should move towards 749 and 763 with 695 as SL. Stochastics is also giving strong signal.

INDIGOLong/Buy1th Sept 2017

Company has taken support at 100 SMA and went up sharply. Hence we advise to buy in the range of 1228-1210 for the price target of 1283 and 1303 with 1155 as SL. Stochastics is also giving strong support.

GLENMARKLong/Buy30th Aug 2017

After consolidation at lower levels it has broken the trend line with supportive volume. Hence we advise our client to buy near 612 for the price target of 652 and 680 with 591 as SL. Stochastics is giving reversal sign.

SUNPHARMALong/Buy18th Aug 2017

Bullish Engulfing Pattern with good volumes suggest traders/investors to buy SUNPHARMA nr 484 for the price target of 523 and 537 with SL of 445. Stochastics is also supporting this formation with good divergence.

PVRLong/Buy17th Aug 2017

Yesterday stock had recovered sharply from days low with decent volume and today it has broken the channel with supportive stochastics signal. Hence we advise our client to buy near 1310 for the first target of 1385 and second target of 1421 with 1225 as SL.

PETRONETLong/Buy2th Aug 2017

Petronet LNG Limited has made a double bottom near Rs 198 and thereafter gave a good pullback rally yesterday. A positive divergence was also formed in RSI on daily chart. Therefore some rally is expected from the current level.

Market	Value	% Change
SGX Nifty	9964.00	0.19%

Nifty Key Levels

Support	S1 : 9740	
Resistance	R1 : 10088	

Market Outlook

Nifty has started facing rough weather post persistent rallying for past 8 months. At levels of 10,000 Nifty trades at 23.5 PE on FY17 earning and 21.5 PE on FY18 expected earnings. Though improving fundamental is key to making money through investing but such high valuations surely reduce the yield on investment.

For trader's too high valuation implies inferior risk-reward. And high valuation always has 3 outcomes- price correction, time correction or sharp earning growth. But recently concluded Q1FY18 results belie any hope of sharp earning growth at least in FY18 and this leaves market dependent on the remaining 2 alternatives.

Also, Nifty has been moving up in sync with global markets all through 2017 and now also Nifty is expected to move in tandem with global markets.

In terms of derivative 9700-10000 is the base range for Nifty for September series.

Institutional Turnover			
FII	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
06-Sep-17	3018	4371	(1353)
Sep-17	11079	14518	(3439)
DII	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
06-Sep-17	2502	2450	52
Sep-17	9706	8498	1209

Sectoral Performance (%)				
	1 Day	1 Week	1Month	1 Year
Auto Components	0.3	2.7	(1.8)	24.2
Automobiles	(0.2)	2.3	(1.9)	8.3
Chemicals	0.2	2.4	1.0	16.3
Construction Materials	0.5	2.4	2.7	11.7
Construction & Engg	0.2	0.1	5.2	32.5
Div. Financial Services	0.9	2.0	12.2	58.7
Electrical Equipment	(0.1)	0.6	(1.8)	10.2
Energy	(0.0)	1.8	1.9	39.8
Financials	0.2	0.9	(0.2)	22.2
Health Care	(1.4)	(0.3)	(4.9)	(17.5)
Household Durables	(0.0)	1.2	2.2	21.63
Household Pers. Products	1.6	1.8	3.0	12.9
Information Technology	(0.60)	(0.8)	(2.6)	1.1
Metals/Mining/Minerals	0.8	4.1	7.4	23.9
Telecom	(0.6)	(4.4)	(5.0)	14.2
Utilities	0.0	1.2	(1.8)	12.7

Participant wise Open Interest In Equities Derivative (no. of contracts)

Long Position				
	DII	FII	Pro	Other
Future Index	21962	124699	19204	146405
Future Stock	16021	333116	131537	956690
Option Index Call	122258	241616	165702	438338
Option Index Put	52603	365629	176238	626790
Option Stock Call	30	12681	33701	168742
Option Stock Put	0	12270	34218	72382

Short Position				
	DII	FII	Pro	Other
Future Index	32968	70919	26568	181815
Future Stock	652213	437624	58940	288587
Option Index Call	0	151979	225423	590512
Option Index Put	0	118028	252521	850710
Option Stock Call	0	14786	68731	131637
Option Stock Put	0	10612	29602	78656

High ES & High PS Stock Maintaining Strength

BSE Code	NSE CODE	1 Month Return %
533400	FCEL	38.8
515030	ASAHIINDIA	28.6
500304	NIITLTD	23.3
500800	TATAGLOBAL	23.3
511072	DHFL	23.0
501425	BBTC	21.0
533519	L&TFH	20.8
505714	GABRIEL	20.3
523405	JMFINANCIL	19.5
521064	TRIDENT	18.3

High ES & Low PS Stock Showing Strength

BSE Code	NSE CODE	1 Month Return %
532809	FSL	16.2
533228	BHARATFIN	15.7
500144	FINCABLES	14.7
502865	FORBESGOK	14.5
505790	FAGBEARING	13.6
500067	BLUESTARCO	11.3
533155	JUBLFOOD	10.9
530517	RELAXO	9.8
500233	KAJARIACER	8.9
511218	SRTRANSFIN	6.6

Low ES & Low PS Stock Maintaining Weakness

BSE Code	NSE CODE	1 Month Return %
532915	RELIGARE	(60.73)
530943	SABTN	(39.19)
530073	SANGHVIMOV	(35.87)
532622	GDL	(20.04)
511389	VIDEOIND	(19.62)
532822	IDEA	(12.33)
500570	TATAMOTORS	(11.22)
532944	ONMOBILE	(9.13)
500315	ORIENTBANK	(8.33)
532400	KPIT	(8.22)

Low ES & High PS Stock Showing Weakness

BSE Code	NSE CODE	1 Month Return %
500185	HCC	(12.33)
532523	BIOCON	(11.12)
532321	CADILAHC	(9.23)
500112	SBIN	(8.83)
526586	WIMPLAST	(7.76)
500173	GUJFLUORO	(7.30)
512070	UPL	(6.58)
500290	MRF	(6.07)
500380	JKLAKSHMI	(5.15)
512599	ADANIENT	(5.08)

* ES- Earning Score is average of EM (Earning Momentum defined as relative performance in terms of operating profit growth) and EQ (Earning Quality defined as relative balance sheet strength in terms of debt and working capital)

* PS- Price Score is of a company is relative price performance in multiple time-frame

Analysis shown here is only for companies with market cap more than Rs 1,000 Cr.

Equity Derivative Summary

OPEN INTEREST FOR LONG BUILDUP STOCK

BSE Code	NSE CODE	% Price Change	OI % Change
539844	EQUITAS	3.92	23.25
535322	REPCOHOM	1.86	21.02
533398	MUTHOOTFIN	8.27	17.86
500325	RELIANCE	0.79	17.47
500111	RELCAPITAL	1.22	17.14
535648	JUSTDIAL	2.75	16.63
532978	BAJAJFINSV	1.07	11.82
533519	L&TFH	0.61	10.92
500387	SHREECEM	1.37	9.89
539957	MGL	3.12	8.78
532938	CAPF	4.31	8.54
521016	ICIL	5.28	8.02

OPEN INTEREST FOR SHORT BUILDUP STOCK

BSE Code	NSE CODE	% Price Change	OI % Change
532461	PNB	(3.15)	22.79
532424	GODREJCP	(2.84)	19.61
500271	MFSL	(1.25)	9.61
532898	POWERGRID	(0.93)	9.49
500253	LICHSGFIN	(0.20)	9.41
532822	IDEA	(3.29)	8.44
500182	HEROMOTOCO	(0.56)	7.81
500530	BOSCHLTD	(2.51)	7.49
532477	UNIONBANK	(2.39)	7.46
532478	UBL	(0.73)	6.96
532478	UBL	(0.73)	6.96
500875	ITC	(2.21)	6.71

OPEN INTEREST FOR SHORT COVERING

BSE Code	NSE CODE	% Price Change	OI % Change
531344	CONCOR	2.41	(10.92)
533278	COALINDIA	0.81	(4.50)
532772	DCBBANK	1.02	(4.27)
532538	ULTRACEMCO	1.22	(4.25)
540065	RBLBANK	0.28	(4.20)
500480	CUMMINSIND	0.37	(3.32)
500408	TATAELXSI	0.12	(2.81)
517334	MOTHERSUMI	3.19	(2.55)
500300	GRASIM	0.36	(2.53)
532617	JETAIRWAYS	0.64	(2.04)

OPEN INTEREST FOR LIQUIDATION STOCK

BSE Code	NSE CODE	% Price Change	OI % Change
500260	RAMCOCEM	(0.84)	(3.88)
500315	ORIENTBANK	(0.55)	(3.87)
500101	ARVIND	(0.78)	(3.84)
532827	PAGEIND	(0.81)	(3.72)
532129	HEXAWARE	(1.79)	(3.59)
500690	GSFC	(1.04)	(3.01)
533106	OIL	(0.11)	(2.22)
532977	BAJAJ-AUTO	(0.90)	(1.54)
500790	NESTLEIND	(0.89)	(1.53)
511218	SRTRANSFIN	(1.14)	(1.48)

* Price, open Interest and volume are rising . Interpretation : Strong bullish trend

* Price is rising , Open Interest & Volume are falling. Interpretation : Fading trend strength

* Price is falling , Open Interest & Volume is rising. Interpretation : Strong bearish trend

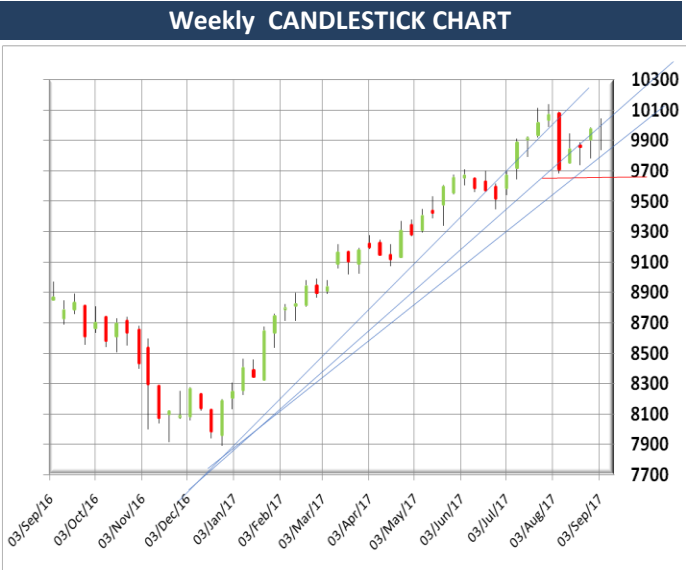
* Price, open Interest and volume are rising . Interpretation : Potential turn

Analysis shown here is only for companies 1 day change of OI & Price

In the previous week Nifty made a low of 9783 and a high of 9983 traversing the entire range of upward sloping channel shown in the chart below. The range of the channel for the next week is 9850 to 10050. The key level to watch on the down side is first 9900 which is the channel low on monthly charts. A break of this level will bring weakness in the market and Nifty may find support at 9850 which is bottom of weekly channel as well as 50 DMA. A break below these levels will make the market really weak.

For the uptrend to continue Nifty has to remain above 9850 during the week. In such a scenario the first level of resistance is 10050 that is the top of channel followed by 10088 and finally 10170 which is a very strong resistance.

A word of caution here. Trailing PE of Nifty is at 25.99. Only twice before Nifty in its entire history has gone above these PE levels. Once in January/ February 2000 and second time in December 2007/ January 2008. What happened thereafter is history. So ideal strategy would be to book your profits and let the PE come to reasonable levels to re-enter the market.

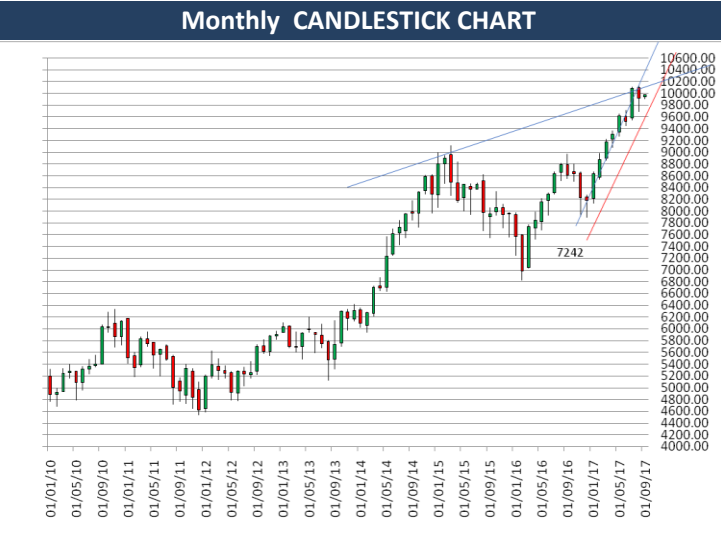


In the month of August the Nifty opened at 10101 made a low of 9685 and closed at 9917. In the process, it formed a red candle touching the lower end of bullish channel but not breaking it. Red candle on the monthly chart is itself a sign of weakness.

The range of the channel for the month is 9900 to 10500 with a strong resistance in between at 10170. On the down side, the level to keep a watch is 9900. Till such time 9900 holds the uptrend will continue with a strong resistance at 10170.

In case Nifty breaks and closes below 9900 during this month things will turn ugly. In such a scenario, we may see a big correction since present levels are not supported by valuations.

On the upside in case Nifty holds 9900 we may see it going to 10170 which is a very strong resistance. A break of this level which is unlikely can take Nifty to 10500.



RESISTANCE AND SUPPORT LEVELS BASED ON WEEKLY AND DAILY ANALYSIS

RESISTANCE/SUPPORT	NIFTY LEVEL	JUSTIFICATION
Resistance 1	9983	PREVIOUS WEEK HIGH
Resistance 2	10050	TOP OF WEEKLY CHANNEL
Resistance 3	10088	HIGH FIRST WEEK OF AUGUST
Support 1	9909	CURRENT MONTH LOW
Support 2	9840	50 DMA
Support 3	9783	PREVIOUS WEEK LOW

Rating : Long / BUY

Initiation Date 5-Sep-17

BSE Code	500002	Buy Price	1336
NSE Symbol	ABB	Stop Loss	1287
52wk Range H/L	1620/931.35	Target Price1	1398
Mkt Capital (Rs Cr)	28375	Target Price2	1444
Av.Cash Volume(,000)	8012	Upside in Tgt1	5%
Open Interest	NA	Upside in Tgt2	8%

Technical Chart



ABB has corrected around 16% since last four months. Currently the stock is consolidating near 200 DMA and some accumulation was witnessed in the stock yesterday. The momentum indicators (like RSI & Stochastic) are also in oversold zone suggesting some pullback from the current level.

Therefore we advise traders to initiate long position in the stock near Rs 1336 with a stop loss of Rs 1287. The upside targets are Rs 1398 and Rs 1444.

2

Rating : Long / BUY

Initiation Date

5-Sep-17

BSE Code	500260
NSE Symbol	RAMCOCEM
52wk Range H/L	750/478
Mkt Capital (Rs Cr)	17009
Av.Cash Volume	
Open Interest	-

Buy Price	722
Stop Loss	695
Target Price1	749
Target Price2	763
Upside in Tgt1	3.74
Upside in Tgt2	5.68



RAMCOCEM has broken the major hurdle with good volumes today. Broadly it was trading in channel and after breakout, we further expect that it should move towards 749 and 763 with 695 as SL. Stochastics is also giving strong signal.

7th Sept 2017

Narnolia Securities Ltd | Market Research

Rating : Long / BUY

Initiation Date 1-Sep-17

BSE Code	539448
NSE Symbol	INDIGO
52wk Range H/L	1346.35/806.50
Mkt Capital (Rs Cr)	44532
Av.Cash Volume	
Open Interest	-

Buy Price	1219
Stop Loss	1155
Target Price1	1283
Target Price2	1303
Upside in Tgt1	5.25
Upside in Tgt2	6.89



Company has taken support at 100 SMA and went up sharply. Hence we advise to buy in the range of 1228-1210 for the rpi target of 1283 and 1303 with 1155 as SL. Stochastics is also giving strong support.

Rating : Long / BUY

Initiation Date 30-Aug-17

BSE Code	532296
NSE Symbol	GLENMARK
52wk Range H/L	993/591.50
Mkt Capital (Rs Cr)	17560
Av.Cash Volume	
Open Interest	-

Buy Price	622
Stop Loss	591
Target Price1	652
Target Price2	680
Upside in Tgt1	4.82
Upside in Tgt2	9.32



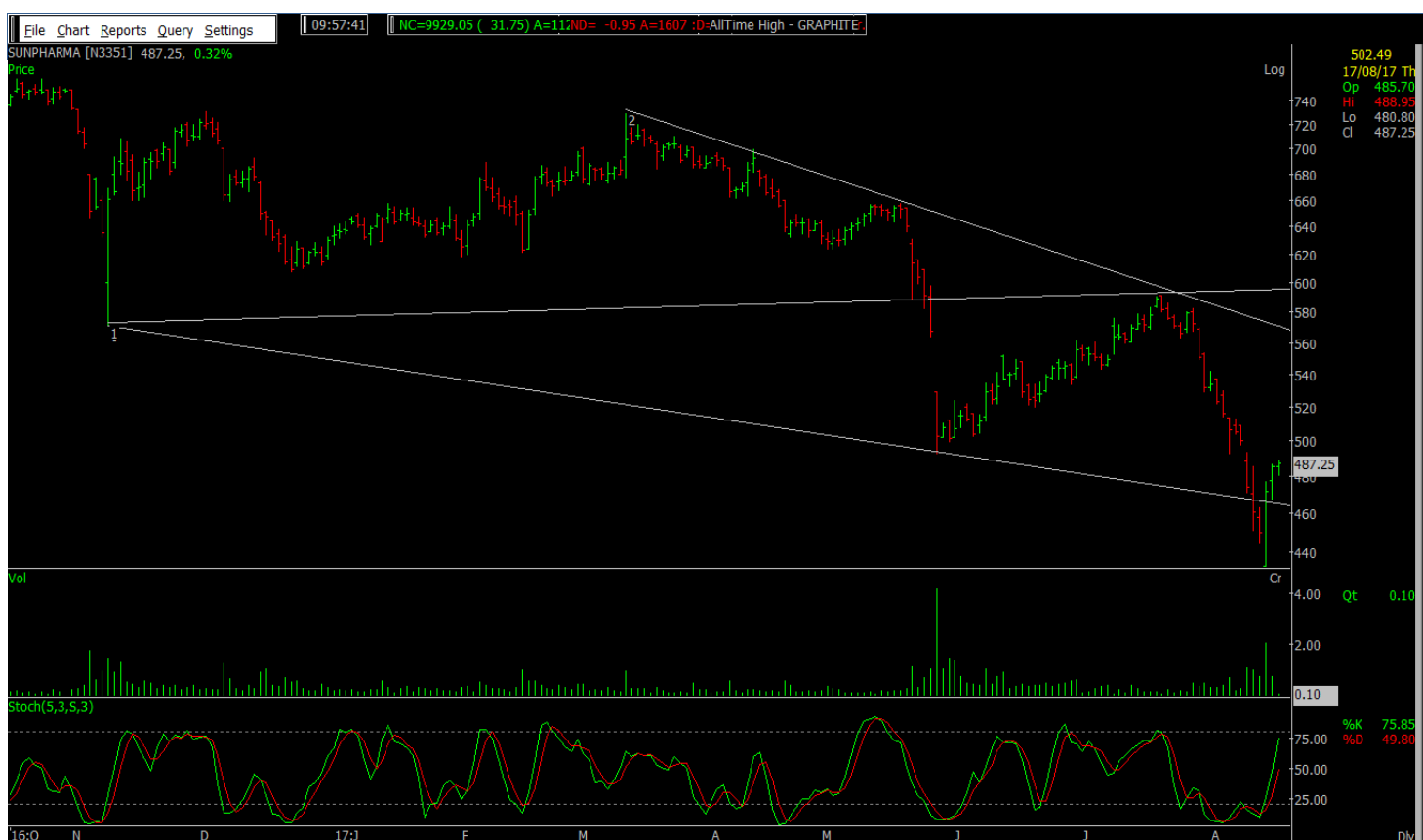
After consolidation at lower levels it has broken the trend line with supportive volume. Hence we advise our client to buy near 612 for the price target of 652 and 680 with 591 as SL. Stochastics is giving reversal sign.

Rating : Long / BUY

Initiation Date 18-Aug-17

BSE Code	524715
NSE Symbol	SUNPHARMA
52wk Range H/L	818.25/433.15
Mkt Capital (Rs Cr)	52536
Av.Cash Volume	
Open Interest	-

Buy Price	484
Stop Loss	445
Target Price1	523
Target Price2	537
Upside in Tgt1	8.06
Upside in Tgt2	10.95



Bullish Engulfing Pattern with good volumes suggest traders/investors to buy SUNPHARMA nr 484 for the price target of 523 and 537 with SL of 445. Stochastics is also supporting this formation with good divergence.

Rating : Long / BUY

Initiation Date 17-Aug-17

BSE Code	532689
NSE Symbol	PVR
52wk Range H/L	1659.70/1011.05
Mkt Capital (Rs Cr)	6136
Av.Cash Volume	-
Open Interest	-

Buy Price	1310
Stop Loss	1225
Target Price1	1385
Target Price2	1421
Upside in Tgt1	5.73
Upside in Tgt2	8.47



Last few couple of days stock is trading in channel with falling trend. But yesterday stock had recovered sharply from days low with decent volume and today it has broken the channel with supportive stochastic signal. Hence we advise our client to buy near 1310 for the first target of 1385 and second target of 1421 with 1225 as SL.

Rating : Long / BUY

Initiation Date 2-Aug-17

BSE Code	532522	Buy Price	211.65
NSE Symbol	PETRONET	Stop Loss	198
52wk Range H/L	459/198.60	Target Price1	221
Mkt Capital (Rs Cr)	31748	Target Price2	244
Av.Cash Volume(,000)	4787	Upside in Tgt1	4%
Open Interest	15342000	Upside in Tgt2	15%

Technical Chart



Petronet LNG Limited has made a double bottom near Rs 198 and thereafter gave a good pullback rally yesterday. A positive divergence was also formed in RSI on daily chart. Therefore some rally is expected from the current level.

Therefore we advise traders to initiate long position in the stock near Rs 211 with a stop loss of Rs 198. The upside targets are Rs 221 and Rs 244.

2



Narnolia Securities Ltd

201 | 2nd Floor | Marble Arch Building | 236B-AJC Bose
Road | Kolkata-700 020 , Ph : 033-40501500

email: narnolia@narnolia.com,
website : www.narnolia.com

Risk Disclosure & Disclaimer: This report/message is for the personal information of the authorized recipient and does not construe to be any investment, legal or taxation advice to you. Narnolia Securities Ltd. (Hereinafter referred as NSL) is not soliciting any action based upon it. This report/message is not for public distribution and has been furnished to you solely for your information and should not be reproduced or redistributed to any other person in any form. The report/message is based upon publicly available information, findings of our research wing "East wind" & information that we consider reliable, but we do not represent that it is accurate or complete and we do not provide any express or implied warranty of any kind, and also these are subject to change without notice. The recipients of this report should rely on their own investigations, should use their own judgment for taking any investment decisions keeping in mind that past performance is not necessarily a guide to future performance & that the value of any investment or income are subject to market and other risks. Further it will be safe to assume that NSL and /or its Group or associate Companies, their Directors, affiliates and/or employees may have interests/ positions, financial or otherwise, individually or otherwise in the recommended/mentioned securities/mutual funds/ model funds and other investment products which may be added or disposed including & other mentioned in this report/message.