

Trading Calls

**PETRONET** Long/Buy 6th Apr 2018

After hitting a low of 223.60, scrip started consolidation near the levels of 229 -233. Positive divergence in RSI on daily chart signifying strength. Channel support along with hammer on weekly chart further adding positive bias in the scrip. Breakout above congestion zone can add gains in coming sessions. BUY PETRONET @ 229-233 SL-222 TGT-260, 270

**CUMMINSIND** Long/Buy 3rd Apr 2018

Cummins India Ltd has corrected around 30% in a time span of just three months. Currently it has found a strong support near Rs 680 and thereafter started to give pullback since last couple of trading days. Therefore we advise traders to initiate long position in the stock near Rs 727 with a stop loss of Rs 678. The upside targets are Rs 778 and Rs 824.

**PNB** Long/Buy 14th Mar 2018

After corrected more than 50% in a time span of just one and half month, Punjab National Bank has been consolidating in a narrow range of 91-100 since last few days. Therefore we advise to initiating long position in the stock near Rs 98 with a stop loss of Rs 91. The upside targets are Rs 106 and Rs 117.

Institutional Turnover			
FII	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
10-Apr-18	4186	4871	(685)
Apr-18	31694	34400	(2706)
DII	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
10-Apr-18	3633	2980	654
Apr-18	22791	19108	3683

Market	Value	% Change
SGX Nifty	10425.00	-0.01%

Nifty Key Levels

Support	S1 : 10330	S2 : 10290
Resistance	R1 : 10450	R2 : 10478

Market Outlook

Will Nifty Breach 100 DMA in 3 rd Attempt?  
Tuesday, Nifty opened around 10412, made a high of 10424, then after making a low of 10381 closed lower side around 10402(+22), however entire day trading range was only 43 points.  
After the comment of Chinese president, Market surge higher as they ready to open its economy for the world. This positive news also ease the investor jitter on the escalating issue of US-China trade war. In line with expectation, Nifty inched higher but pace of buying momentum was missing at higher level.  
Currently the index is approaching near its two crucial resistances (100 DMA at 10436 & 50 DMA at 10453). All the momentum indicators (like stochastic & RSI) are also reaching at their overbought zone.  
Formation of spinning top near our mentioned resistance zone of 10450-10480 posing threat to Bulls and indicates consolidation in the coming periods.  
Key resistances are around 10450-10478 and immediate supports are seen around 10330-10290

Sectoral Performance (%)				
	1 Day	1 Week	1Month	1 Year
Auto Components	(0.5)	2.4	6.4	23.4
Automobiles	(0.6)	2.1	4.0	17.6
Chemicals	(0.2)	1.1	5.0	18.4
Construction Materials	0.0	0.1	1.4	6.5
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	0.2	1.4	3.0
Energy	0.1	2.2	(0.2)	10.2
Financials	0.1	2.6	4.9	13.6
Health Care	(0.1)	0.6	1.1	(9.3)
Household Durables	(0.2)	1.5	1.3	19.08
Household Pers. Products	1.6	1.8	3.0	12.9
Information Technology	0.23	(0.4)	(2.0)	22.5
Metals/Mining/Minerals	1.6	2.8	0.2	12.6
Telecom	0.3	(2.7)	(2.2)	1.0
Utilities	(0.0)	0.5	1.8	3.4

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

Long Position				
	DII	FII	Pro	Other
Future Index	25079	43787	23079	282620
Future Stock	21987	647921	143743	974332
Option Index Call	60927	220540	170180	452553
Option Index Put	80532	350172	173363	767097
Option Stock Call	9	17962	40962	204299
Option Stock Put	0	18122	37733	102370

Short Position				
	DII	FII	Pro	Other
Future Index	34535	151353	30225	158452
Future Stock	856198	450630	74109	407046
Option Index Call	0	80271	239670	584258
Option Index Put	0	118351	280040	972773
Option Stock Call	0	23571	76008	163653
Option Stock Put	0	16876	39460	101889

## High ES & High PS Stock Maintaining Strength

BSE Code	NSE CODE	1 Month Return %
500003	AEGISCHEM	23.6
533155	JUBLFOOD	23.0
532497	RADICO	21.8
500304	NIITLTD	21.7
532798	NETWORK18	20.4
532827	PAGEIND	20.0
500034	BAJFINANCE	18.6
500114	TITAN	18.3
511218	SRTRANSFIN	17.8
509820	PAPERPROD	17.2

## High ES & Low PS Stock Showing Strength

BSE Code	NSE CODE	1 Month Return %
514043	HIMATSEIDE	17.1
532805	REDINGTON	17.0
532134	BANKBARODA	15.3
532371	TTML	15.0
532149	BANKINDIA	14.4
500253	LICHSGFIN	14.3
512131	SIGNET	14.1
505714	GABRIEL	14.1
532814	INDIANB	13.8
500390	RELINFRA	12.8

## Low ES & Low PS Stock Maintaining Weakness

BSE Code	NSE CODE	1 Month Return %
500185	HCC	(19.10)
526612	BLUEDART	(9.18)
530813	KRBL	(8.41)
532822	IDEA	(7.10)
532622	GDL	(6.82)
532505	UCOBANK	(5.74)
532749	ALLCARGO	(5.65)
530965	IOC	(5.53)
532955	RECLTD	(4.98)
532977	BAJAJ-AUTO	(4.93)

## Low ES & High PS Stock Showing Weakness

BSE Code	NSE CODE	1 Month Return %
512599	ADANIENT	(14.30)
532144	WELCORP	(11.60)
500295	VEDL	(8.04)
532712	RCOM	(7.74)
500470	TATASTEEL	(7.15)
500116	IDBI	(6.37)
538567	GULFOILLUB	(5.94)
500411	THERMAX	(4.38)
533150	GODREJPROP	(3.89)
532374	STRTECH	(3.85)

\* 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.

## Nifty Weekly

9-Apr-18

As per our expectation, Domestic market inch higher and Nifty extend up to 10350 levels, much near our expected target of 10365 level (2nd target of AB=CD Harmonic pattern) which we caught from the lower levels of 9950 through our analysis. For further extension, it has to cross and sustain above 10365 levels from where it can extend gain till 10480 level. Escalating US trade war, political uncertainty and rising crude oil prices can become cause of concern in the coming week. Currently, Index is hovering near cluster of resistance which indicate down trend is expected to resume soon and BEARS have an upper hand in coming sessions.

**Negative Data Point** which turns in favour for **Bears**-

- NEGATIVE REVERSAL** on daily chart as RSI is forming higher high whereas prices are making lower highs
- Formation of **Doji** near **Channel resistance** indicating uncertainty
- Fibonacci levels also showing resistance near **61.8% retracement** of the fall from 10630 to 9950
- 50 Days EMA near 10350 level can act as resistance

**Positive Data Point** which can support **Bulls**-

- Sustainability above 200 days SMA (10195)
  - Formation of higher crest and higher trough remains intact
- Resistance is located at 10365 followed by 10480 levels while Support lies at 10195 followed by 10000-10010 levels. Profit booking is expected at current juncture.

### CHART ANALYSIS



### SUPPORT & RESISTANCE LEVELS

RESISTANCE/SUPPORT	NIFTY LEVEL	JUSTIFICATION
Resistance 2	10480	Previous swing high
Resistance 1	10365	61.8% Fibonacci retracement
Close	10331	
Support 1	10195	200 DMA
Support 2	10010	Low of current week candle

### Technical Chart



### USDINR WEEKLY VIEW-

USDINR- Pair failed to provide any thrust on the RBI monetary policy day. It remained in the tight range and momentum was further declined. As a contrarian view, lower volatility suggests impending higher volatility. For a week , it is likely to remain in the range of 65.30 on higher side and 64.40 levels on lower side. A break is required on either of side for further directional move and this breakout is not too far.

11th Apr 2018

Narnolia Securities Ltd | Retail Technical Research

VIEW

6-Apr-18

BSE Code		Buy Price	230
NSE Symbol	PETRONET	Stop Loss	222
52wk Range H/L	275.65	Target Price1	260
Mkt Capital (Rs Cr)	198.2	Target Price2	270
Av.Cash Volume(,000)	1690759	Upside in Tgt1	13%
Open Interest	NA	Upside in Tgt2	17%

Technical Chart



BUY PETRONET @ 229-233 SL-222 TGT-260, 270

**Positive divergence** on daily chart  
above **congestion zone**  
chart  
- Suggest Buying at the mentioned levels with strict stoploss

Breakout  
**Hammer** on weekly  
Strong **channel support**

11th Apr 2018

Narnolia Securities Ltd | Retail Technical Research

Rating : Long / BUY

3-Apr-18

BSE Code	500480
NSE Symbol	CUMMINSIND
52wk Range H/L	1096.80/680.65
Mkt Capital (Rs Cr)	20513
Av.Cash Volume(,000)	324
Open Interest	2133000

Buy Price	727
Stop Loss	675
Target Price1	778
Target Price2	824
Upside in Tgt1	7%
Upside in Tgt2	13%

### Technical Chart



Cummins India Ltd has corrected around 30% in a time span of just three months. Currently it has found a strong support near Rs 680 and thereafter started to give pullback since last couple of trading days. The ADX has reached near 60 and RSI & Stochastic reached at the deep oversold zone. So some upmove is expected in the stock from the current level.

Therefore we advise traders to initiate long position in the stock near Rs 727 with a stop loss of Rs 678. The upside targets are Rs 778 and Rs 824.

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Rating : Long / BUY

14-Mar-17

BSE Code	532461	Buy Price	97.95
NSE Symbol	PNB	Stop Loss	91
52wk Range H/L	231.60/91.30	Target Price1	106
Mkt Capital (Rs Cr)	340.5	Target Price2	117
Av.Cash Volume(,000)	19162	Upside in Tgt1	8%
Open Interest	70436000	Upside in Tgt2	19%

Technical Chart



After corrected more than 50% in a time span of just one and half month, Punjab National Bank has been consolidating in a narrow range of 91-100 since last few days. Currently some delivery based buying was witnessed in the stock and a positive divergence was formed both in RSI & Stochastic.

Therefore we advise to initiating long position in the stock near Rs 98 with a stop loss of Rs 91. The upside targets are Rs 106 and Rs 117.





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