

Trading Calls

ABB

Long/Buy

5th Sept 2017

ABB has corrected around 5% since last four months. Currently the stock is consolidating. Some accumulation was witnessed in the stock yesterday. Therefore, we suggest a long position in the stock near Rs 1336 with a stop loss at Rs 1287. The upside targets are Rs 1398 and Rs 1444.

ABB Target 1  
Achieved

SUNPHARMA

Long/Buy

18th 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.

PETRONET

Long/Buy

2th 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.

Institutional Turnover			
FII	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
12-Sep-17	3993	5223	(1231)
Sep-17	27971	33854	(5883)
DII	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
12-Sep-17	4012	2699	1313
Sep-17	23385	19253	4132

Market	Value	% Change
SGX Nifty	10113.00	0.05%

Nifty Key Levels

Support	S1 : 9996	S2: 9913
Resistance	R1 : 10132	R2: 10230

Market Outlook

The market continues to exhibit strong resilience. Nifty has gone up by more than 25% over last nine months. Below expectation, corporate results in Q1FY18 and management commentary post result suggests a higher chance of earning disappointment for the full financial year. But the market is ignoring earning as of now and is focussing more on near term triggers like smooth GST implementation. Market across the globe is also now coming to a consensus that US FED will pursue far easier policy regime than what its stated stand of raising rates is. Watered down sanction on North Korea also is a breather in the geopolitical sense. Derivative open interest has been the best indicator all through the current rally in the market and now strong open interest getting built at 9900 puts suggests Nifty is getting ready for one more round of rally. Technically, Nifty has broken past the contracting triangle. Presently this triangle provides a target of 10230. We suggest following trailing stop loss strategy for trading due to the higher valuation

Sectoral Performance (%)				
	1 Day	1 Week	1Month	1 Year
Auto Components	1.4	3.5	5.4	30.8
Automobiles	0.8	1.8	6.7	13.4
Chemicals	0.8	2.0	7.7	21.6
Construction Materials	1.2	2.6	9.4	19.4
Construction & Engg	0.2	0.1	5.2	32.5
Div. Financial Services	0.9	2.0	12.2	58.7
Electrical Equipment	1.2	2.6	6.9	13.7
Energy	1.1	1.1	7.0	41.4
Financials	0.4	1.9	5.8	28.4
Health Care	1.5	(0.3)	3.8	(16.3)
Household Durables	0.4	2.7	10.5	26.18
Household Pers. Products	1.6	1.8	3.0	12.9
Information Technology	0.43	(0.0)	(0.9)	4.1
Metals/Mining/Minerals	0.8	3.3	14.9	31.5
Telecom	0.8	(0.3)	(0.8)	16.0
Utilities	1.0	2.2	4.8	20.4

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

Long Position				
	DII	FII	Pro	Other
Future Index	21959	132852	23927	168811
Future Stock	18986	345305	146241	999558
Option Index Call	124724	274076	201203	379012
Option Index Put	53284	392158	188692	783238
Option Stock Call	30	17694	45077	218223
Option Stock Put	0	19705	39132	97331

Short Position				
	DII	FII	Pro	Other
Future Index	28337	84208	43622	191382
Future Stock	668762	451117	66972	323239
Option Index Call	0	157139	240878	580998
Option Index Put	0	160872	340398	916101
Option Stock Call	0	21153	87670	172201
Option Stock Put	0	16993	40309	98866

## High ES & High PS Stock Maintaining Strength

BSE Code	NSE CODE	1 Month Return %
533400	FCEL	61.4
515030	ASAHIINDIA	35.8
532301	TATACOFFEE	33.5
500800	TATAGLOBAL	30.4
511072	DHFL	30.0
505714	GABRIEL	29.8
536507	FLFL	24.0
500304	NIITLTD	23.7
523367	DCMSHRIRAM	23.5
500403	SUNDRMFAST	22.1

## High ES & Low PS Stock Showing Strength

BSE Code	NSE CODE	1 Month Return %
514034	JBFIN	22.9
533228	BHARATFIN	21.5
500067	BLUESTARCO	16.7
500233	KAJARIACER	15.0
500483	TATACOMM	14.8
505790	FAGBEARING	14.4
532809	FSL	14.1
511218	SRTRANSFIN	14.0
524494	IPCALAB	13.6
502865	FORBESGOK	11.4

## Low ES & Low PS Stock Maintaining Weakness

BSE Code	NSE CODE	1 Month Return %
532915	RELIGARE	(54.50)
530943	SABTN	(37.79)
530073	SANGHVIMOV	(29.29)
532822	IDEA	(13.40)
532622	GDL	(10.71)
532683	AIAENG	(8.29)
500570	TATAMOTORS	(7.09)
500315	ORIENTBANK	(7.05)
532276	SYNDIBANK	(6.16)
532121	DENABANK	(5.53)

## Low ES & High PS Stock Showing Weakness

BSE Code	NSE CODE	1 Month Return %
500112	SBIN	(9.50)
500173	GUJFLUORO	(8.42)
520051	JAMNAAUTO	(7.79)
532478	UBL	(6.25)
532955	RECLTD	(6.15)
524200	VINATORGA	(4.05)
533552	RUPA	(3.62)
532454	BHARTIARTL	(2.81)
512070	UPL	(1.81)
532483	CANBK	(1.74)

\* 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
500575	VOLTAS	5.00	29.50
500420	TORNTPHARM	1.20	21.82
517354	HAVELLS	2.07	18.72
500387	SHREECEM	0.89	14.31
511243	CHOLAFIN	1.55	13.15
500410	ACC	2.71	12.51
531213	MANAPPURAM	1.98	12.51
534309	NBCC	2.73	11.28
500294	NCC	5.41	10.66
532514	IGL	3.29	10.57
532617	JETAIRWAYS	1.50	10.44
503806	SRF	2.79	10.27

### OPEN INTEREST FOR SHORT BUILDUP STOCK

BSE Code	NSE CODE	% Price Change	OI % Change
539448	INDIGO	(1.47)	17.20
535789	IBULHSGFIN	(0.50)	12.27
533155	JUBLFOOD	(1.88)	10.03
533519	L&TFH	(0.39)	8.07
500093	CGPOWER	(2.17)	6.26
500182	HEROMOTOCO	(0.67)	6.20
531344	CONCOR	(0.37)	5.79
507685	WIPRO	(1.67)	5.25
540133	ICICIPRULI	(0.90)	5.13
500034	BAJFINANCE	(1.12)	4.91
532466	OFSS	(1.09)	4.82
532953	VGUARD	(0.85)	3.72

### OPEN INTEREST FOR SHORT COVERING

BSE Code	NSE CODE	% Price Change	OI % Change
533148	JSWENERGY	4.26	(6.52)
532331	AJANTPHARM	1.74	(5.61)
500260	RAMCOCEM	0.47	(5.33)
500008	AMARAJABAT	1.67	(5.11)
532532	JPASSOCIAT	0.68	(3.98)
500770	TATACHEM	2.08	(3.49)
500550	SIEMENS	0.75	(3.48)
533106	OIL	0.17	(3.19)
500408	TATAELXSI	0.51	(3.14)
532500	MARUTI	0.20	(2.95)
500315	ORIENTBANK	1.15	(2.90)
532524	PTC	0.86	(2.86)

### OPEN INTEREST FOR LIQUIDATION STOCK

BSE Code	NSE CODE	% Price Change	OI % Change
532953	VGUARD	(0.47)	(11.33)
500260	RAMCOCEM	(0.47)	(11.30)
532466	OFSS	(0.25)	(6.77)
500408	TATAELXSI	(1.41)	(6.16)
535648	JUSTDIAL	(2.60)	(5.78)
532978	BAJAJFINSV	(0.87)	(5.77)
500877	APOLLOTYRE	(0.57)	(4.79)
517334	MOTHERSUMI	(1.45)	(4.75)
500440	HINDALCO	(0.44)	(4.67)
511243	CHOLAFIN	(0.47)	(4.20)
509480	BERGEPAINT	(1.17)	(4.04)
532129	HEXAWARE	(0.18)	(3.61)

\* 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

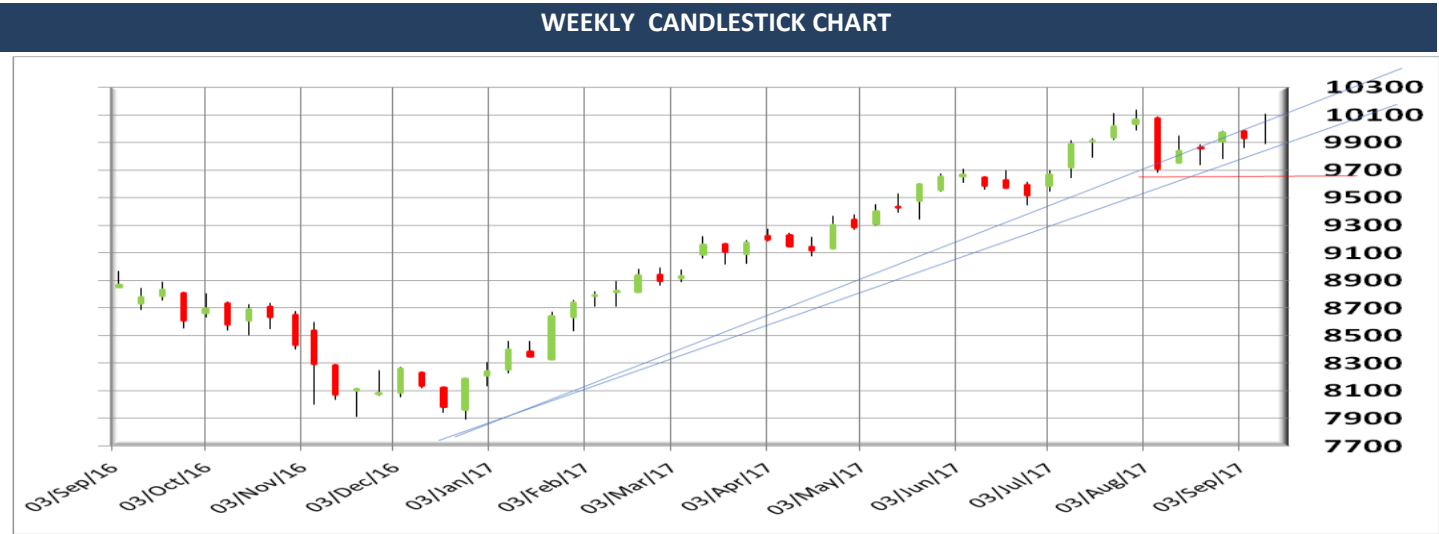
\* Price, open Interest and volume are rising . Interpretation : Potential turn

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

During the week Nifty remained within the channel discussed in the previous week. It did go to 9861 which is near the bottom of the channel that is 9850 and retraced from that level to make a high of 9988 and ultimately closed at 9934. The range for the channel for the next week is 9900 to 10100.

The market has been rangebound for last few weeks. In the last two weeks Nifty has retraced back from high of 9984 and 9988. So this level becomes important on the upside. On the downside for the last three weeks Nifty has gone near the boundary of upward sloping channel and retraced without breaking it. On the downside, this level which for the next week is 9900 becomes important. For coming days direction of Nifty will depend on the direction in which Nifty breaks these boundaries. In case Nifty strongly breaks 9988 on the upside we may see it going to the top of the channel that is 10100. In case Nifty breaks 9900 on the downside then we are sure to see big correction.

As discussed earlier higher levels are not supported by valuations hence all rallies should be used as an opportunity to book profits. On the downside if 9900 is convincingly broken wait for Nifty to go to oversold zone i.e. Relative Strength Index coming to 30-35 level before going long.



RESISTANCE AND SUPPORT LEVELS BASED ON WEEKLY AND DAILY ANALYSIS

RESISTANCE/SUPPORT	NIFTY LEVEL	JUSTIFICATION
Resistance 1	9988	PREVIOUS WEEK HIGH
Resistance 2	10100	TOP OF WEEKLY CHANNEL
Resistance 3	10137	ALL TIME HIGH
Support 1	9900	BOTTOM OF WEEKLY CHANNEL
Support 2	9875	50 & 20 DMA
Support 3	9861	PREVIOUS WEEK LOW

Rating : Long / BUY

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.

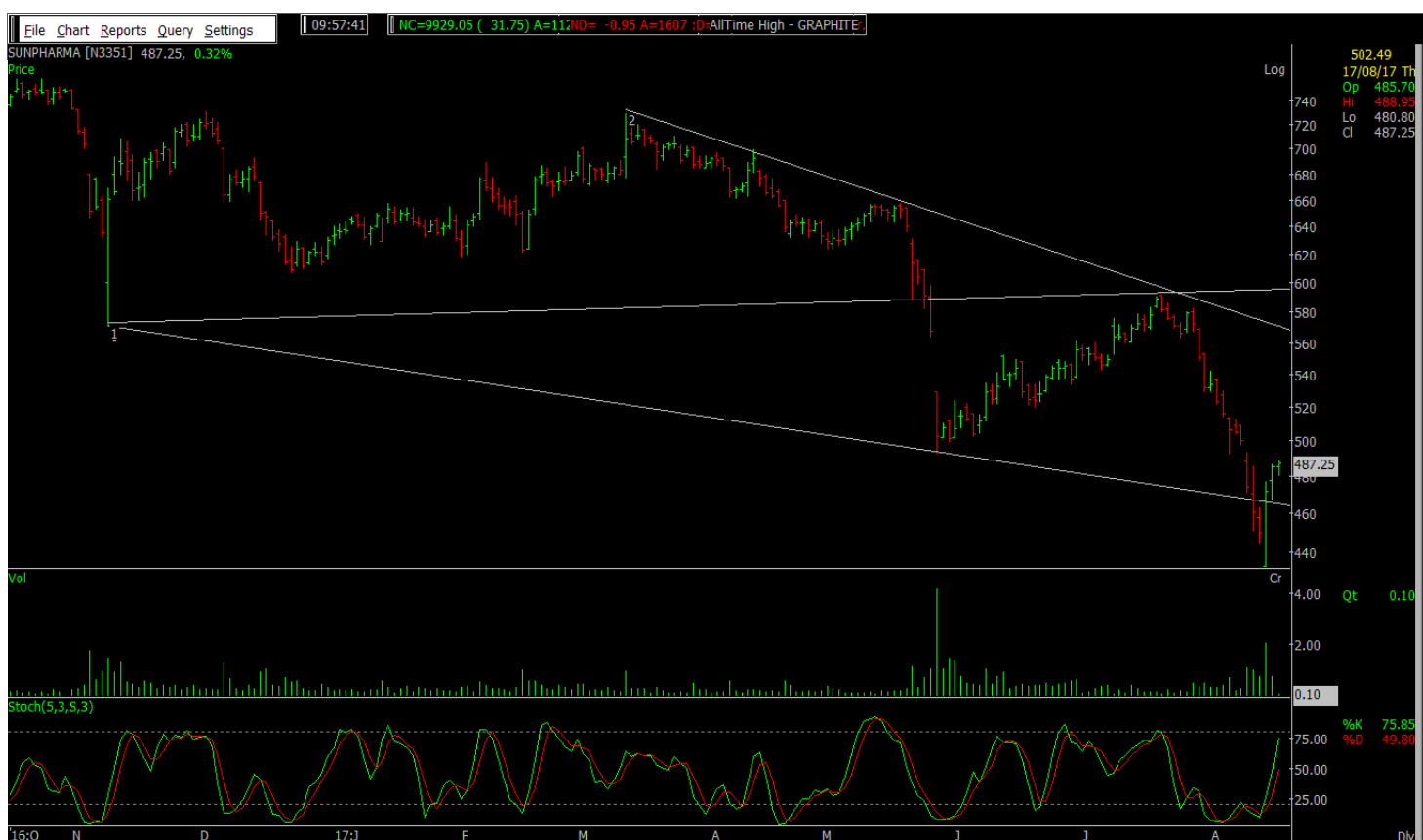
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Rating : Long / BUY

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 2-Aug-17**

BSE Code	532522
NSE Symbol	PETRONET
52wk Range H/L	459/198.60
Mkt Capital (Rs Cr)	31748
Av.Cash Volume(,000)	4787
Open Interest	15342000

Buy Price	211.65
Stop Loss	198
Target Price1	221
Target Price2	244
Upside in Tgt1	4%
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.

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