

Trading Calls

RUPA Long/Buy 2nd Nov 2017

After giving sharp correction it had taken support near previous bottom with good volume now stock was consolidating from last few couple of days and today it has given brekout with good volume. Hence we advise long near 433 for the price target of 482 and 500 with 384 as SL.



Institutional Turnover			
FII	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
10-Nov-17	4690	5219	(529)
Nov-17	50123	61901	(11778)
DII	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
10-Nov-17	5468	3547	1921
Nov-17	36606	36599	7

Market	Value	% Change
SGX Nifty	10341.00	-0.01%

Nifty Key Levels

Support	S1 : 10203	S2: 10123
Resistance	R1 : 10353	R2: 10444

Market Outlook

Nifty trading above 23 times its trailing 12 months earning requires the market to go in for a price or time correction. Though we need to remember Newton's 1st Rule- "An object at rest stays at rest and an object in motion stays in motion with the same speed and in the same direction unless acted upon by an unbalanced force"

So Nifty that has smartly rallied along with other global markets over last 10-12 months and is now touching a high level of valuation surely needs some unbalanced force to get back to a normal level of valuation. A Recent statement by Chinese Central Bank (PBOC) of "latent risk accumulating, including some that are 'hidden, complex, sudden, contagious and hazardous.'" could be one of those unbalanced force.

Nifty RSI has exhibited negative divergence on 3rd November and suggests caution.

Sectoral Performance (%)				
	1 Day	1 Week	1Month	1 Year
Auto Components	(0.6)	(0.9)	2.1	29.5
Automobiles	(0.5)	(1.4)	1.1	18.7
Chemicals	(0.5)	(1.3)	1.9	25.7
Construction Materials	0.4	(1.0)	5.5	24.8
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)	(0.9)	3.2	24.7
Energy	(1.0)	(4.2)	4.1	36.4
Financials	0.4	(1.9)	2.9	27.6
Health Care	(0.9)	(4.2)	(0.6)	(9.3)
Household Durables	(0.2)	0.6	5.8	29.19
Household Pers. Products	1.6	1.8	3.0	12.9
Information Technology	(0.44)	3.7	6.9	21.5
Metals/Mining/Minerals	0.2	(1.9)	3.7	23.2
Telecom	(0.4)	(5.0)	21.4	35.4
Utilities	0.4	(1.7)	3.4	24.1

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

Long Position				
	DII	FII	Pro	Other
Future Index	15900	193224	40207	177037
Future Stock	44081	458668	165534	1174369
Option Index Call	118787	311232	157266	445055
Option Index Put	65980	392304	217327	688546
Option Stock Call	510	30056	56070	317743
Option Stock Put	24	24084	56963	123625

Short Position				
	DII	FII	Pro	Other
Future Index	21273	173504	27984	203607
Future Stock	835742	549526	92199	365185
Option Index Call	0	188757	256905	586678
Option Index Put	0	220677	250980	892500
Option Stock Call	123	36261	125390	242605
Option Stock Put	0	25461	54050	125185

## High ES & High PS Stock Maintaining Strength

BSE Code	NSE CODE	1 Month Return %
532814	INDIANB	46.5
505726	IFBIND	44.1
532149	BANKINDIA	40.7
532617	JETAIRWAYS	38.9
532254	POLARIS	37.1
532156	VAIBHAVGEM	33.4
532805	REDINGTON	33.0
532432	MCDOWELL-N	27.9
532401	VIJAYABANK	27.8
500114	TITAN	27.1

## High ES & Low PS Stock Showing Strength

BSE Code	NSE CODE	1 Month Return %
532371	TTML	112.2
512161	8KMILES	48.4
512131	SIGNET	39.9
500676	GSKCONS	21.2
509820	PAPERPROD	19.8
532134	BANKBARODA	19.7
526797	GREENPLY	17.0
506690	UNICHEMLAB	16.3
511218	SRTRANSFIN	16.2
533229	BAJAJCORP	14.9

## Low ES & Low PS Stock Maintaining Weakness

BSE Code	NSE CODE	1 Month Return %
530943	SABTN	(63.13)
532915	RELIGARE	(19.23)
511389	VIDEOIND	(17.92)
532712	RCOM	(15.62)
532121	DENABANK	(12.25)
532843	FORTIS	(12.05)
531795	ATULAUTO	(9.35)
500271	MFSL	(6.29)
532939	RPOWER	(3.67)
500420	TORNTPHARM	(3.54)

## Low ES & High PS Stock Showing Weakness

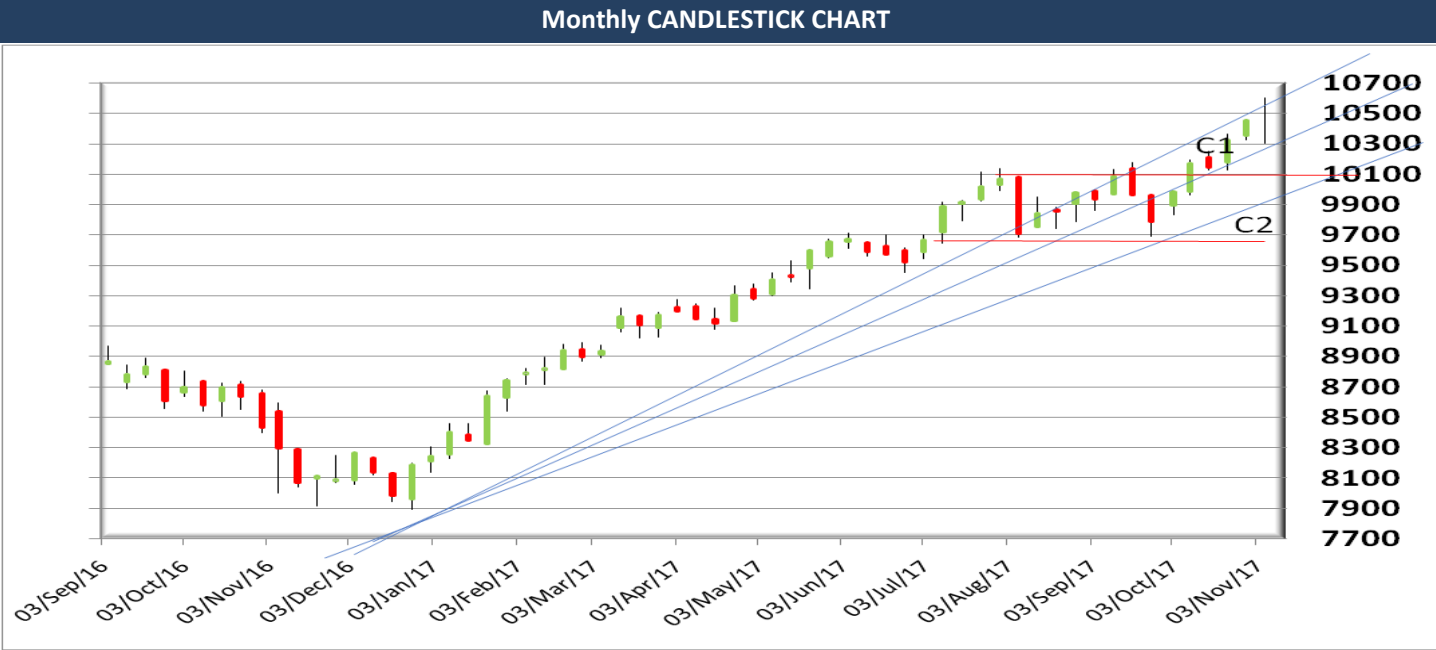
BSE Code	NSE CODE	1 Month Return %
512070	UPL	(10.27)
530019	JUBILANT	(8.14)
500085	CHAMBLFERT	(7.66)
532321	CADILAH	(5.72)
500405	SUPPETRO	(5.00)
500104	HINDPETRO	(4.32)
530965	IOC	(4.02)
526586	WIMPLAST	(3.20)
524000	MAGMA	(3.12)
500219	JISLJAEQS	(2.63)

\* 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.

During last week Nifty remained within Channel C1. The range for this channel for next week is 10300 to 10600. As per this range, for strong uptrend to continue, Nifty should remain above 10300 during the week. On correction if 10300 holds it is an opportunity to go long. On the upside in case Nifty goes to 10600 profits should be booked aggressively since at this level medium term target as per measured range is achieved and Nifty is also in oversold territory on daily charts. So, strategy is clear. Buy on dips till 10300 holds and book profits at around 10600 levels. On the down side things will become nasty in case 10300 is broken. In such a scenario the support after 10300 comes at 10100. In case 10300 does not hold wait for 10100 before going long.



RESISTANCE AND SUPPORT LEVELS BASED ON WEEKLY AND DAILY ANALYSIS

RESISTANCE/SUPPORT	NIFTY LEVEL	JUSTIFICATION
Resistance 1	10461	ALL TIME HIGH
Resistance 2	10600	TOP OF WEEKLY CHANNEL C1
Support 1	10367	GAP UP 31 OCT/1 NOV
Support 2	10300	BOTTOM WEEKLY CHANNEL C1
Support 3	10237	GAP UP 24/25 OCT

Rating : Long / BUY

Initiation Date 2-Nov-17

BSE Code	533552	Buy Price	433
NSE Symbol	RUPA	Stop Loss	384
52wk Range H/L	590/244	Target Price1	482
Mkt Capital (Rs Cr)	3455	Target Price2	500
Av.Cash Volume	863	Upside in Tgt1	11.32
Open Interest	-	Upside in Tgt2	15.47



After giving sharp correction it had taken support near previous bottom with good volume now stock was consolidating from last few couple of days and today it has given brekout with good volume. Hence we advise long near 433 for the price target of 482 and 500 with 384 as SL.



## Narnolia Securities Ltd

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

email: [narnolia@narnolia.com](mailto:narnolia@narnolia.com),  
website : [www.narnolia.com](http://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.