

Trading Calls

PGHH Long/Buy 9th Jan 2018

After making a recent high of 9900, PGHH has been consolidating near 50 DMA. The momentum indicators (RSI, Stochastic) have reached at deep oversold zone. Therefore we advise traders to initiate long position in the stock near Rs 9295 with a stop loss of Rs 8804. The upside targets are Rs 9887 and Rs 10674.

Market	Value	% Change
SGX Nifty	10401.00	0.15%

Nifty Key Levels

Support	S1 : 10378	S2 : 10350
Resistance	R1 : 10420	R2 : 10463

Market Outlook

Yesterday, Nifty opened around 10354, made a low of 10340, after making a high of 10397 closed higher side around 10382.45(-14) and traded within a narrow range of 57 points. Nifty recovered from previous day's low, indicates decline may be limited lower side and a decent pullback is expected.

Although near term trend of market is still down, Nifty is taking support from 10350 levels since last 3 days. Unless 10350 levels are breached, we expect Nifty to trade in a range of 10350-10460 with a positive bias. Nevertheless if Nifty trades above 10430 levels, a sharp up move cannot be ruled out.

We maintain buy on decline view for the day.

Institutional Turnover			
FII	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
22-Feb-18	7595	9931	(2335)
Jan-18	79140	93496	(14356)
DII	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
22-Feb-18	6510	5451	1059
Jan-18	65676	53430	12246

Sectoral Performance (%)				
	1 Day	1 Week	1 Month	1 Year
Auto Components	(1.0)	(3.6)	(7.8)	27.0
Automobiles	(0.9)	(4.1)	(6.9)	14.2
Chemicals	(0.9)	(2.9)	(8.1)	20.4
Construction Materials	(1.3)	(2.3)	(9.2)	16.0
Construction & Engg	0.2	0.1	5.2	32.5
Div. Financial Services	0.9	2.0	12.2	58.7
Electrical Equipment	(1.4)	(3.6)	(10.1)	17.8
Energy	(1.2)	(2.4)	(5.3)	16.9
Financials	(0.0)	(2.1)	(7.9)	17.8
Health Care	0.5	(2.9)	(6.6)	(7.0)
Household Durables	(0.7)	(1.6)	(10.7)	29.10
Household Pers. Products	1.6	1.8	3.0	12.9
Information Technology	0.20	2.1	(3.3)	25.1
Metals/Mining/Minerals	(0.2)	(2.6)	(1.2)	16.3
Telecom	(1.0)	(2.0)	(12.1)	5.1
Utilities	(1.0)	(3.0)	(7.6)	5.2

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

Long Position				
	DII	FII	Pro	Other
Future Index	13891	123651	25716	280762
Future Stock	44924	603577	194265	1080861
Option Index Call	63441	244725	184705	834673
Option Index Put	84094	436269	199001	771979
Option Stock Call	1316	30036	55376	348314
Option Stock Put	0	26013	61277	117332

Short Position				
	DII	FII	Pro	Other
Future Index	46094	168518	36292	193116
Future Stock	889215	523976	110310	400126
Option Index Call	0	210491	430507	686545
Option Index Put	0	192049	294499	1004795
Option Stock Call	0	37500	144452	253090
Option Stock Put	0	15426	55294	133902

High ES & High PS Stock Maintaining Strength

BSE Code	NSE CODE	1 Month Return %
531599	FDC	19.6
532254	POLARIS	14.4
524494	IPCALAB	14.4
531335	ZYDUSWELL	13.7
500495	ESCORTS	12.9
532714	KEC	10.9
532636	INDIAINFO	9.5
508869	APOLLOHOSP	9.4
500477	ASHOKLEY	9.2
511196	CANFINHOME	8.7

High ES & Low PS Stock Showing Strength

BSE Code	NSE CODE	1 Month Return %
532809	FSL	12.3
509966	VSTIND	6.5
522064	HONDAPOWER	2.5
532670	RENUKA	0.3
524735	HIKAL	0.3
532835	ICRA	-1.3
534804	CARERATING	-1.4
500790	NESTLEIND	-2.0
500087	CIPLA	-2.0
500483	TATACOMM	-2.4

Low ES & Low PS Stock Maintaining Weakness

BSE Code	NSE CODE	1 Month Return %
532461	PNB	(35.02)
530943	SABTN	(29.55)
523204	ABAN	(26.92)
532480	ALBK	(26.41)
521248	KITEX	(25.14)
500106	IFCI	(24.83)
511389	VIDEOIND	(24.26)
532276	SYNDIBANK	(24.22)
532477	UNIONBANK	(23.80)
533171	UNITEDBNK	(23.53)

Low ES & High PS Stock Showing Weakness

BSE Code	NSE CODE	1 Month Return %
533265	GALLISPAT	(21.08)
522205	PRAJIND	(20.46)
500040	CENTURYTEX	(18.34)
500219	JISLJALEQS	(17.01)
532539	MINDAIND	(16.56)
526521	SANGHIIND	(15.83)
532300	WOCKPHARMA	(15.59)
500173	GUJFLUORO	(15.57)
532144	WELCORP	(15.36)
500470	TATASTEEL	(15.14)

* 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.

Last week Nifty made a low of 10434 and ultimately closed at 10452. The Nifty thus closed within the channel (C2) but at its bottom. This level is important. A break below this level will spell trouble for Nifty since then it goes below one-year old channel. The range for this channel for next week is 10500 to 10900.

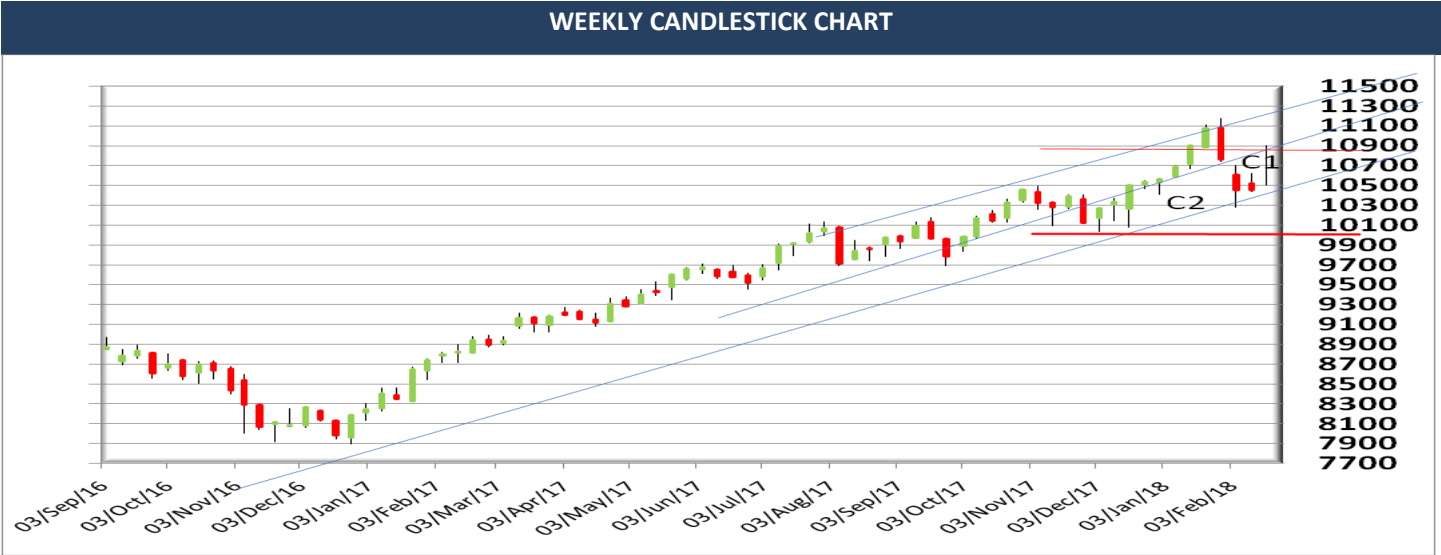
There are basically two scenarios.

1. Nifty recovers and goes above 10500.

In such a scenario we may see Nifty going up to 10618 i.e previous week high and then to 10700 which is bottom of Gap Down of 6th February.

2. Nifty is not able to recover and remains below 10500

In this scenario Nifty can again retest 100 DMA which is at 10400 and then recent low of 10276.



RESISTANCE AND SUPPORT LEVELS BASED ON WEEKLY AND DAILY ANALYSIS

RESISTANCE/SUPPORT	NIFTY LEVEL	JUSTIFICATION
Resistance 1	10618	PREVIOUS WEEK HIGH
Resistance 2	10702	BOTTOM OFWEEKLY GAP UP
Resistance 3	10735	TOP OF WEEKLY GAP UP
Support 1	10434	PREVIOUS WEEK LOW
Support 2	10400	100 DMA
Support 3	10276	RECENT LOW

Rating : Long / BUY

9-Jan-18

BSE Code	500459
NSE Symbol	PGHH
52wk Range H/L	9900/6611.15
Mkt Capital (Rs Cr)	30172
Av.Cash Volume(,000)	6640
Open Interest	NA

Buy Price	9295.05
Stop Loss	8804
Target Price1	9887
Target Price2	10674
Upside in Tgt1	6%
Upside in Tgt2	15%

Technical Chart



After making a recent high of 9900, PGHH has been consolidating near 50 DMA. The momentum indicators (RSI, Stochastic) have reached at deep oversold zone. So some pullback rally is expected in the stock from the current level.

Therefore we advise traders to initiate long position in the stock near Rs 9295 with a stop loss of Rs 8804. The upside targets are Rs 9887 and Rs 10674.

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