

## Trading Calls

Market	Value	% Change
SGX Nifty (at 8.00 am IST) prev closing	7735.50	-11.64%

### Nifty Key Levels For The Week

Support	S1: 7800	S2 : 7700
Resistance	R1 : 9000	R2 : 9100

### Market Outlook

Index managed to take support from strong demand zone standing around 7800-8000 levels. At the same time, Nifty has temporarily halted its down move by closing above crucial resistance and previous day's high 8580. Moreover, short term trend reversal confirmation will arrive on a daily close above 9150 levels which is the highest high mark of last three days' candle. Until then the bears can act smarter.

### FII DERIVATIVES POSITION FOR 20-March-2020

Net (Amt. in crs)

INDEX FUTURES	2,428
INDEX OPTIONS	813
STOCK FUTURES	(1,051)
STOCK OPTIONS	(29)

### Institutional Turnover

	FII	Buy(cr.)	Sell(cr.)	Net(cr.)
20-Mar-20		9,551	12,897	(3,346)
Mar-20		103,040	154,283	(51,243)
	DII	Buy(cr.)	Sell(cr.)	Net(cr.)
20-Mar-20		8,229	5,798	2,431
Mar-20		115,971	71,810	44,161

### Sectoral Performance (%)

	1 Day	1 Week	1 Month	1 Year
Auto Components	2.45	(13.98)	(32.63)	(37.38)
Automobiles	4.44	(12.69)	(28.54)	(32.86)
Chemicals	5.58	(7.97)	(18.90)	(5.09)
Construction & Engineering	2.14	(15.15)	(32.45)	(38.90)
Construction Materials	7.53	(9.49)	(23.04)	(15.99)
Diversified Financial Services	6.33	(19.38)	(35.18)	(22.64)
Electrical Equipment	2.98	(9.97)	(24.53)	(31.11)
Energy	10.49	(6.24)	(29.65)	(32.22)
Financials	3.05	(18.62)	(33.78)	(27.92)
Health Care	5.28	(4.83)	(16.02)	(12.03)
Household Durables	4.41	(13.14)	(24.29)	(14.00)
Household & Personal Products	8.81	(1.19)	(11.69)	2.68
Information Technology	8.86	(5.56)	(22.53)	(17.86)
Metals/Mining/Minerals	6.82	(11.79)	(33.58)	(44.55)
Telecom	5.37	(11.78)	(18.88)	(3.31)
Utilities	5.29	(8.86)	(24.58)	(25.80)

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

	Long Position			
	DII	FII	Pro	Other
Future Index	60740	118564	16841	148226
Future Stock	83090	1018818	155802	438035
Option Index Call	19064	210691	144763	506931
Option Index Put	66251	356833	130755	358196
Option Stock Call	0	27299	85580	231450
Option Stock Put	0	16361	83815	86716

	Short Position			
	DII	FII	Pro	Other
Future Index	3105	170599	52047	118620
Future Stock	955023	473515	98535	168672
Option Index Call	0	179237	204424	497788
Option Index Put	0	196797	196618	518620
Option Stock Call	3094	19835	132403	188997
Option Stock Put	0	16585	76837	93470

## High ES & High PS Stock Maintaining Strength

BSE Code	NSE CODE	1 Month Return %
532321	CADILAHC	7.1
524494	IPCALAB	0.8
500680	PFIZER	(0.2)
532443	CERA	(0.8)
532504	NAVINFLUOR	(1.2)
500331	PIDILITIND	(4.8)
500210	INGERRAND	(5.2)
500660	GLAXO	(6.1)
500820	ASIANPAINT	(7.2)
500676	GSKCONS	(7.6)

## High ES & Low PS Stock Showing Strength

BSE Code	NSE CODE	1 Month Return %
532648	YESBANK	23.6
511072	DHFL	7.4
500315	ORIENTBANK	(0.9)
517354	HAVELLS	(10.6)
500407	SWARAJENG	(11.7)
531642	MARICO	(13.7)
500875	ITC	(14.3)
526947	LAOPALA	(16.6)
500086	EXIDEIND	(17.5)
500182	HEROMOTOCO	(20.4)

## Low ES & Low PS Stock Maintaining Weakness

BSE Code	NSE CODE	1 Month Return %
535789	IBULHSGFIN	(70.4)
524000	MAGMA	(60.7)
532839	DISHTV	(54.5)
500390	RELINFRA	(50.8)
507880	VIPIND	(49.5)
522275	ALSTOMT&D	(49.4)
532300	WOCKPHARMA	(49.2)
502865	FORBESGOK	(48.6)
500840	EIHOTEL	(47.1)
519552	HERITGFOOD	(46.4)

## Low ES & High PS Stock Showing Weakness

BSE Code	NSE CODE	1 Month Return %
532144	WELCORP	(64.5)
511218	SRTRANSFIN	(54.5)
500570	TATAMOTORS	(54.2)
500330	RAYMOND	(53.0)
533519	L&TFH	(52.0)
505714	GABRIEL	(51.3)
512573	AVANTI	(51.3)
511676	GICHSGFIN	(50.1)
512070	UPL	(49.8)
505726	IFBIND	(48.7)

\* 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.

### VIEW

Market continued to plunge following jittery global cues amid fear of deepening adverse economic impact of coronavirus. Demand for safe haven asset spiked as fear of virus is more dangerous than its impact. India was also caught in the virus trap with indices extending their losing streak further. Market sensitivity toward virus is not going to ease anytime soon and if the situation escalates then there can be further decline which can only be witnessed only as time goes by. But, till then it seems that market have factored all the worst. Bounce is unlikely unless we reclaim the entry above recent swing high and sustain above the same on weekly basis.

#### Technical Outlook-

- a) After four consecutive days of fall, nifty showed good recovery and formed the first higher high and higher low candle in the last one month of trade
- b) Formation of **Morning Star pattern** on daily chart suggest halt on downside
- c) Currently nifty is lying at key support as it holds above **100 monthly SMA's** which is seen at 8433 levels.
- d) Positive divergence in RSI suggest the possibility of short term pullback
- e) As of now, crucial support lies at **8430 level** and if this level is not respected then index can slip down till 7800 levels
- f) However, broader trend remain **'Sell on Rally'** until nifty give confirmation above **9130-9200 zone** decisively. From there, index can extend up to 9550-9600 zone on upside.
- g) While a break below 7800 can extend this downswing towards 7600-7500 levels

### CHART ANALYSIS



### SUPPORT & RESISTANCE LEVELS

	NIFTY LEVEL	JUSTIFICATION
Resistance 2	9550	Confirmation levels
Resistance 1	9130	Top of Morning star
Close	8745	
Support 1	8430	100 monthly SMA
Support 2	7800	Recent swing low

VIEW

The selling pressure was continued in Banknifty last week and the index ended the week with a net loss of 19.3% over its previous week's close. Selling was witnessed across the board. However private banking stocks lead to a decline (The private banking index fell over 20% last week). On the other hand PSU banking index out performed the benchmark index and it fell only 7% during the last week.

**OBSERVATIONS:**

- 1) Banknifty has breached its long term rising trend line (the starting point of the trend line is taken year 2009).
- 2) Banknifty has already retraced 71.8% of its last rally (Last leg of rally in the said trend line is taken from previous bottom of 13209 to 32613).

In reference to the above observations it can be concluded that currently Banknifty is in corrective phase. Next important support of the index is at 17330 (78.6% retracement level). If the index is able to sustain below this level it may find next support at 14360 and then 13210.

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

RESISTANCE/SUPPORT	BANKNIFTY LEVEL
Resistance 2	22850
Resistance 1	21000
Close	20317
Support 1	18670
Support 2	17330

### VIEW

USD is in high demand at present and has surprisingly strengthened against the currencies of emerging market which have suffered brutal outflows in the past one months. Blood bath in equity market combined with weak global cues are currently weighing on the sentiment. Deadly virus has been already responsible for the death of many people across the nation and has infected number people across the globe, so this fear will continue to rack investors and they will struggle for assessing the economic impact. Going forward market participants will track intervention of RBI or government which may give caution in near term.

### TECHNICAL FACTORS-

- a) Formation of long green candle on weekly chart suggest further weakness in rupee
- b) Currently, pair has given breakout from its long term consolidation indicating more heat for an indian currency
- c) The momentum indicator RSI also gave breakout form its falling resistance line which is supporting upsurge in the pair
- d) Next resistance stands at 75.40 followed by 76. Above which it can extend up to 77 mark
- e) Currently, support is shifted higher towards 73.85 and and 72.90 mark

### CHART ANALYSIS



### SUPPORT & RESISTANCE LEVELS

#### USDINR LEVEL

Resistance 2	76.00
Resistance 1	75.4
Close	75.39
Support 1	73.85
Support 2	72.90

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