

## Trading Calls

Market	Value	% Change
SGX Nifty (at 8.00 am IST) prev closing	9334.00	0.73%

### Nifty Key Levels For The Week

Support	S1: 9250	S2 : 9140
Resistance	R1 : 9400	R2 : 9550

### Market Outlook

From last few days, nifty continues to trade in the area of rising wedge pattern. A candle with a long lower shadow emerged. Though this may not have any significantly bearish implication, it suggests a lack of directional consensus within the market participants. The best part is that VIX, eased again by 2.75% to 38.0425 which can instill confidence among market participants. An immediate intraday support is placed around the 9250 level followed by 9140 levels. Unless nifty cross 9400 level decisively on closing basis, it will remain in precarious position on daily chart. While on crossing above 9400, it can extend up to 9550-9600 zone.

### FII DERIVATIVES POSITION FOR 27-April-2020

Net (Amt. in crs)

INDEX FUTURES	1,548
INDEX OPTIONS	503
STOCK FUTURES	(298)
STOCK OPTIONS	74

### Institutional Turnover

FII	Buy(cr.)	Sell(cr.)	Net(cr.)
27-Apr-20	3,888	4,804	(916)
Apr-20	103,080	110,858	(7,778)
DII	Buy(cr.)	Sell(cr.)	Net(cr.)
27-Apr-20	4,503	3,361	1,142
Apr-20	59,885	61,757	(1,871)

### Sectoral Performance (%)

	1 Day	1 Week	1 Month	1 Year
Auto Components	1.75	(3.98)	8.67	(33.24)
Automobiles	0.91	(2.25)	9.93	(34.01)
Chemicals	2.23	3.81	17.57	5.02
Construction & Engineering	0.28	(4.81)	5.98	(38.38)
Construction Materials	1.27	(2.82)	9.58	(24.53)
Diversified Financial Services	2.34	(6.28)	(4.72)	(32.70)
Electrical Equipment	(0.29)	(2.71)	9.00	(32.83)
Energy	1.00	8.20	27.89	(16.09)
Financials	2.10	(3.25)	(1.77)	(32.16)
Health Care	1.69	5.04	33.76	12.80
Household Durables	2.10	(1.44)	8.41	(12.80)
Household & Personal Products	1.02	(0.33)	9.91	14.12
Information Technology	1.53	1.02	2.76	(20.28)
Metals/Mining/Minerals	0.41	(4.65)	8.57	(43.61)
Telecom	0.38	0.72	11.06	9.31
Utilities	0.08	(4.66)	8.55	(19.50)

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

Long Position				
	DII	FII	Pro	Other
Future Index	14986	80156	28664	88207
Future Stock	67499	1028555	165938	370965
Option Index Call	4584	135300	118847	431253
Option Index Put	62398	184101	134922	500982
Option Stock Call	0	10632	77429	223286
Option Stock Put	0	14339	55548	137881

Short Position				
	DII	FII	Pro	Other
Future Index	4110	66429	21514	119960
Future Stock	784766	498873	152653	196665
Option Index Call	0	95665	179347	414972
Option Index Put	0	117317	179635	585451
Option Stock Call	2680	15877	123646	169144
Option Stock Put	0	9837	87633	110298

## High ES & High PS Stock Maintaining Strength

BSE Code	NSE CODE	1 Month Return %
524404	MARKSANS	78.0
500087	CIPLA	54.6
500325	RELIANCE	40.2
500257	LUPIN	39.8
500408	TATAELXSI	38.3
500124	DRREDDY	37.3
532504	NAVINFLUOR	36.8
521064	TRIDENT	34.2
524208	AARTIIND	32.4
532523	BIOCON	32.1

## High ES & Low PS Stock Showing Strength

BSE Code	NSE CODE	1 Month Return %
532654	MCLEODRUSS	105.9
500288	MOREPENLAB	94.8
532296	GLENMARK	62.4
530001	GUJALKALI	59.6
524742	CAPPL	48.3
524735	HIKAL	47.5
507488	GMBREW	36.1
500302	PEL	33.2
533655	TRITURBINE	29.8
502330	IPAPPM	29.7

## Low ES & Low PS Stock Maintaining Weakness

BSE Code	NSE CODE	1 Month Return %
523756	SREINFRA	(18.6)
535754	ORIENTCEM	(17.1)
526521	SANGHIIND	(15.6)
530965	IOC	(10.0)
526612	BLUEDART	(10.0)
522249	MAYURUNIQ	(9.1)
500252	LAXMIMACH	(7.1)
532814	INDIANB	(6.3)
500110	CHENNPETRO	(6.2)
524000	MAGMA	(6.0)

## Low ES & High PS Stock Showing Weakness

BSE Code	NSE CODE	1 Month Return %
511243	CHOLAFIN	(30.7)
532498	SHRIRAMCIT	(29.5)
532811	AHLUCONT	(27.2)
532134	BANKBARODA	(26.1)
532313	MAHLIFE	(23.9)
532343	TVSMOTOR	(21.1)
500164	GODREJIND	(17.8)
523398	HITACHIOM	(14.2)
500575	VOLTAS	(13.3)
500380	JKLAKSHMI	(12.6)

\* 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

Bulls are not losing their grip while Bears are putting pressure at higher levels as index turned down after two days of extension on the back of weak global cues due to the unsuccessful attempt of the potential antiviral drug for coronavirus. Except for the pharma sector, all other sectorial indices ended lower. Market participants are concerned that the sharp rise in coronavirus cases could weigh on the global as well as domestic market. However easing in the lockdown can provide some level of support to the domestic market.

### Technical Outlook-

- Indices moved in line with our hope but failed to give breakout above the base line of ascending triangle pattern which has created the fear of dead cat bounce
- From last few days, Nifty was consolidating in the form of **Rising wedge pattern** on daily chart which give implication of bearishness
- It is evident on the weekly chart that index took halt at 9390 level near **38.2% Fibonacci retracement** of the fall from 12430 to 7511 levels
- Moreover, formation of **bearish belt hold** candlestick pattern on weekly chart suggest weakness but further confirmation is required
- Flattening of 14 period of RSI** near 40 mark indicate weakening of this pullback rally
- However, occurrence of **higher tops and higher bottoms** on weekly chart may provide relief to Bulls
- As of now, **9400 followed by 9550 level** will act as stiff resistance. As long as it holds below the same, index can slip down till **8800** from where it can find support. However, A fall below 8800 can trigger weakness towards 8650 and 8500 on downside

### CHART ANALYSIS



### SUPPORT & RESISTANCE LEVELS

	NIFTY LEVEL	JUSTIFICATION
Resistance 2	9550	Previous swing high
Resistance 1	9400	38.2% Fibonacci Retracement
Close	9154	
Support 1	8800	Ascending line breakdown
Support 2	8655	Line of Polarity

### VIEW

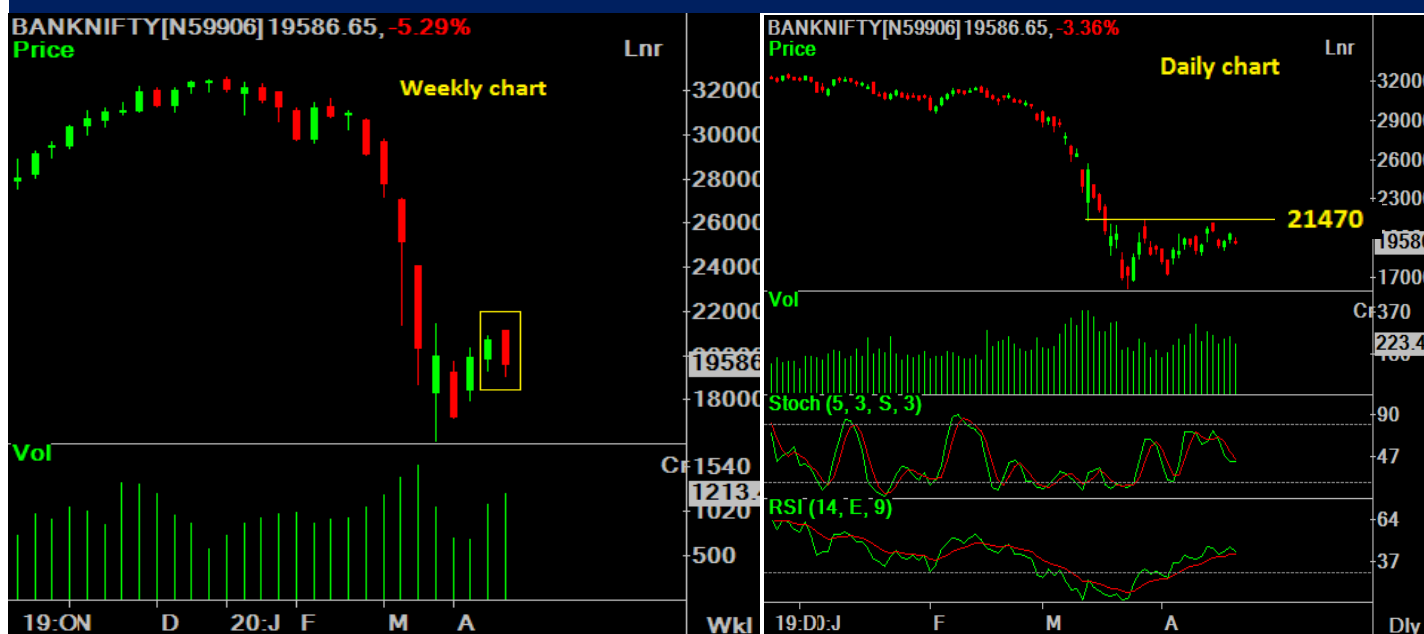
In line with our expectation some selling pressure was witnessed in Banknifty throughout last week and the index closed with a net loss of 5.3% over its previous week's close. ICICI Bank and Axis bank were the major losers during the week and they closed after losing 10%-15% while some buying interest was seen in HDFC bank and kotak bank during the last week.

### OBSERVATIONS:

- 1) Banknifty has made a 'Bearish Engulfing' pattern on the weekly chart.
- 2) Short term stiff resistance of Banknifty is at 21470.

The formation of bearish engulfing pattern on the weekly chart of Banknifty is giving indication of some more selling pressure in the near future. Near-term strong support of the index is at 18450 and a breach of this level is likely to take the index further lower to 17100. On the higher side 21470 would act as short term stiff resistance of the Banknifty and trend reversal is possible only after closing above 21470.

### CHART ANALYSIS



### SUPPORT & RESISTANCE LEVELS

RESISTANCE/SUPPORT	BANKNIFTY LEVEL
Resistance 2	21470
Resistance 1	20925
Close	19586
Support 1	18450
Support 2	17140

### VIEW

Indian currency witnessed breather from its all time low 77.04 and slipped near our mentioned support of 75.80 mark while tracking asian peers and mild gain in equity market. Stimulus measures took by RBI and investment of facebook in Reliance has provided strength which helped Rupee for finding the base near 77 mark. Market participants are looking for easing in the lockdown along with the flattening of curve in the Covid-19 cases which can provide further strength to Rupee but any news related to extension of lockdown can severely impact our struggling economy and depreciate our currency in coming sessions.

### TECHNICAL FACTORS-

- Failure to break 77 mark decisively in three consecutive weeks forced the pair into sharp correction
- Pair has broken down from its rising wedge pattern with heavy volume suggest bearish implication for the pair
- On sustaining below 75.80-75.50 zone pair can slip downside till 74.30 mark
- However, RSI found support near 50 mark and turned up implies downside is limited
- Failure to breach our mentioned support, pair can rise up to 77 mark again. Above which it can extend up to 78 mark

### CHART ANALYSIS



### SUPPORT & RESISTANCE LEVELS

#### USDINR LEVEL

Resistance 2	78.00
Resistance 1	77
Close	75.83
Support 1	75.8
Support 2	75.50

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