

## Trading Calls

Market	Value	% Change
SGX Nifty (at 8.00 am IST) prev closing	9347.00	0.34%

### Nifty Key Levels For The Week

Support	S1: 9350	S2 : 9300
Resistance	R1 : 9700	R2 : 9800

### Market Outlook

Index gave range breakout and moved almost 500 points in the last two trading session signaling clear indication of dominating bulls in action. Weekly Heikin Ashi candlestick pattern is flat bottom with a big body candle which is sign of long build up and indication of persistence of ongoing positive trend. As Index is trading way above its 5 DMA standing around 9400 levels, creates possibility of consolidation or small retracement as a mean reversion towards 9400.

### FII DERIVATIVES POSITION FOR 30-April-2020

Net (Amt. in crs)

INDEX FUTURES	(294)
INDEX OPTIONS	635
STOCK FUTURES	2,342
STOCK OPTIONS	6

### Institutional Turnover

FII	Buy(cr.)	Sell(cr.)	Net(cr.)
30-Apr-20	8,792	6,823	1,969
Apr-20	122,483	127,692	(5,209)
DII	Buy(cr.)	Sell(cr.)	Net(cr.)
30-Apr-20	5,919	5,340	579
Apr-20	74,358	75,183	(825)

### Sectoral Performance (%)

	1 Day	1 Week	1 Month	1 Year
Auto Components	3.02	5.70	19.49	(29.01)
Automobiles	6.39	7.26	26.06	(27.21)
Chemicals	0.78	1.79	19.05	5.39
Construction & Engineering	1.85	4.78	14.68	(34.61)
Construction Materials	2.48	1.83	15.29	(21.38)
Diversified Financial Services	3.00	9.58	16.24	(23.09)
Electrical Equipment	1.71	(0.34)	13.60	(30.65)
Energy	3.92	7.49	36.78	(12.99)
Financials	2.41	7.09	14.78	(25.32)
Health Care	(0.80)	1.14	29.19	11.21
Household Durables	0.17	3.51	17.10	(8.97)
Household & Personal Products	(0.76)	(3.96)	3.70	9.50
Information Technology	5.70	7.25	13.97	(14.50)
Metals/Mining/Minerals	5.93	7.18	20.82	(39.14)
Telecom	3.90	3.93	21.26	17.43
Utilities	2.56	2.14	13.86	(15.59)

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

	Long Position			
	DII	FII	Pro	Other
Future Index	23731	69523	9706	75444
Future Stock	36833	1005085	80288	315997
Option Index Call	4584	92875	62145	222524
Option Index Put	59407	147237	95902	351095
Option Stock Call	0	2128	37958	88675
Option Stock Put	0	4304	31102	57721

	Short Position			
	DII	FII	Pro	Other
Future Index	4512	38385	23360	112147
Future Stock	787518	426941	55416	168328
Option Index Call	0	66315	78173	237640
Option Index Put	0	92848	129542	431251
Option Stock Call	0	3404	47586	77771
Option Stock Put	0	4565	38338	50224

## High ES & High PS Stock Maintaining Strength

BSE Code	NSE CODE	1 Month Return %
530813	KRBL	93.5
524404	MARKSANS	79.2
524208	AARTIIND	56.9
500087	CIPLA	56.5
532187	INDUSINDBK	55.4
532301	TATACOFFEE	54.9
500477	ASHOKLEY	52.0
500257	LUPIN	47.7
523642	PIIND	47.5
500003	AEGISCHEM	46.0

## High ES & Low PS Stock Showing Strength

BSE Code	NSE CODE	1 Month Return %
532654	MCLEODRUSS	150.3
500288	MOREPENLAB	126.2
532296	GLENMARK	75.9
524735	HIKAL	72.4
524742	CAPPL	72.2
530001	GUJALKALI	70.0
502330	IPAPPM	50.0
507488	GMBREW	49.2
500144	FINCABLES	46.2
533655	TRITURBINE	46.1

## Low ES & Low PS Stock Maintaining Weakness

BSE Code	NSE CODE	1 Month Return %
523756	SREINFRA	(5.0)
526521	SANGHIIND	(0.8)
532477	UNIONBANK	1.5
532839	DISHTV	2.7
535754	ORIENTCEM	3.8
507880	VIPIND	6.8
524000	MAGMA	7.7
530965	IOC	8.1
500252	LAXMIMACH	8.7
522074	ELGIEQUIP	9.5

## Low ES & High PS Stock Showing Weakness

BSE Code	NSE CODE	1 Month Return %
532134	BANKBARODA	(15.5)
532498	SHRIRAMCIT	(14.3)
500164	GODREJIND	(8.7)
520051	JAMNAAUTO	(4.9)
532313	MAHLIFE	(4.8)
533088	MHRIL	(2.7)
500380	JKLAKSHMI	(2.1)
532343	TVSMOTOR	(1.9)
503310	SWANENERGY	(0.8)
500067	BLUESTARCO	0.9

\* 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

Indian market showed an impressive show in the past week ahead as investors sentiment improved on hopes of gradual lifting of lockdown across the world which would help to start economic recovery. The benchmark indices ended the truncated week with 7.7 percent gain. But this pullback rally is going to fizzle out soon due to weak corporate earning results of Reliance and HUL. Macrodatab of core sectors output also contracted by a record of 6.5% in March as many factories shut down and production came to a virtual halt amid the coronavirus lockdown which also implies bearish outlook in the coming week. Weak global data and threat of Donald trump to impose new tariffs on China over the coronavirus crisis is another reason which can weigh down the market. Situation in the market as well as in economy remains complex and grim until the antidote of Covid-19 would be invented.

### Technical Outlook-

- Index signed off the April series with strong signs and formed a bullish candle on daily, weekly and monthly charts
- However, while tracking global cues, gap down opening is expected on Monday
- This will do structural damage to the chart that has got momentum after the breakout from its Rising wedge pattern
- Fresh round can be expected below 9250 followed by 9140 below which it can slip down till 8950 and 8800 levels.
- Resistance stands at 9600 followed by 9900 levels on upside

### CHART ANALYSIS



### SUPPORT & RESISTANCE LEVELS

	NIFTY LEVEL	JUSTIFICATION
Resistance 2	9900	50% Fibonacci Retracement
Resistance 1	9600	Previous Swing High
Close	9859	
Support 1	9250	Line of Polarity
Support 2	9150	Line of Parity

VIEW

After opening with a green session, Banknifty continued its upward movement throughout last week and closed the week with a net gain of 10% over its previous week's close. The buying was witnessed across the board. However ICICI bank, Kotak bank, Axis bank and HDFC bank were on the buyers' radar.

**OBSERVATIONS:**

- 1) Banknifty has made a 'Gravestone doji' pattern on the daily chart.
- 2) Stochastic reached at overbought zone.

The formation of gravestone doji pattern along with overbought position of Stochastic is giving indication of some profit booking in the near future. Near-term strong support of the index is at 20730 and a breach of this level is likely to take the index further lower to 20270. On the higher side 22060-22570 zone would act as near term stiff resistance of the banknifty.

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

RESISTANCE/SUPPORT	BANKNIFTY LEVEL
Resistance 2	22550
Resistance 1	22060
Close	21534
Support 1	20730
Support 2	20270

#### VIEW

This is the second consecutive week of gain for Rupee during which it has appreciated by 53 paise against US dollar, tracking positive equity market and week american currency in the overseas market. But in this coming week, Rupee can come under selling pressure as US FED widned a key program to help the economy, agreeing to lend to the larger firms which can support Dollar in this coming week. RBI has been intervening in the currency market to mitigate the volatility but the force of selloff is so strong that the RBI has been unable to push the unit above 74.90 mark

#### TECHNICAL FACTORS-

- a) After the breakdown of its rising wedge pattern, pair found support near 74.90 levels
- b) Possibility of bounce back arises if it holds above 74.90 mark
- c) While indicators and oscillators are giving mixed signal suggest indecisiveness for the market participants
- d) With support at 74.90, pair can extend up to 76.50 and 77.05 mark where it can face stiff resistance
- e) However, on sustaining below 74.90 mark, pair can extend down till 74.30 mark

#### CHART ANALYSIS



#### SUPPORT & RESISTANCE LEVELS

##### USDINR LEVEL

Resistance 2	77.00
Resistance 1	76.5
Close	75.72
Support 1	74.9
Support 2	74.30

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