

Trading Calls

| Market | Value | % Change |
|---|----------|----------|
| SGX Nifty (at 8.00 am IST) prev closing | 10027.00 | 2.14% |

Nifty Key Levels For The Week

| | | |
|------------|-----------|------------|
| Support | S1: 9560 | S2 : 9500 |
| Resistance | R1 : 9875 | R2 : 10000 |

Market Outlook

Nifty failed to hold previous day gain and slipped lower. On daily chart, it has formed by bullish harami candle which suggest indecision among market participants. In an hourly chart, if nifty will able to defend 9700-9725 zone (61.8% retracement from low of 9560 to the peak of 9995) then it can witness move towards 9995, above which it can extend up to 10330 level. While a break below 9700, it can extend down till 9560 & 9500 level.

FII DERIVATIVES POSITION FOR 15-June-2020

Net (Amt. in crs)

| | |
|---------------|---------|
| INDEX FUTURES | (355) |
| INDEX OPTIONS | 250 |
| STOCK FUTURES | (2,027) |
| STOCK OPTIONS | (67) |

Institutional Turnover

| FII | Buy(cr.) | Sell(cr.) | Net(cr.) |
|-----------|----------|-----------|----------|
| 15-Jun-20 | 3,248 | 6,208 | (2,960) |
| Jun-20 | 69,893 | 60,657 | 9,235 |
| DII | Buy(cr.) | Sell(cr.) | Net(cr.) |
| 15-Jun-20 | 3,826 | 2,750 | 1,076 |
| Jun-20 | 45,292 | 46,216 | (924) |

Sectoral Performance (%)

| | 1 Day | 1 Week | 1 Month | 1 Year |
|--------------------------------|--------|--------|---------|---------|
| Auto Components | (1.15) | (3.38) | 11.35 | (20.36) |
| Automobiles | (1.68) | (2.59) | 10.92 | (18.44) |
| Chemicals | (0.34) | (1.28) | 6.67 | 4.18 |
| Construction & Engineering | (1.72) | (3.73) | 7.45 | (36.21) |
| Construction Materials | (1.22) | 0.12 | 9.10 | (13.66) |
| Diversified Financial Services | (2.39) | (2.10) | 7.74 | (29.52) |
| Electrical Equipment | (1.51) | (3.83) | 6.80 | (32.10) |
| Energy | 0.96 | 0.30 | 11.31 | (2.05) |
| Financials | (2.81) | (4.67) | 6.77 | (32.13) |
| Health Care | 0.18 | 0.85 | 6.39 | 29.07 |
| Household Durables | (1.34) | (3.01) | 7.17 | (10.12) |
| Household & Personal Products | (0.91) | (1.86) | 3.50 | 4.21 |
| Information Technology | 0.03 | (2.53) | 8.56 | (10.87) |
| Metals/Mining/Minerals | (1.68) | (5.04) | 5.75 | (34.97) |
| Telecom | (0.97) | (5.62) | 5.83 | 31.12 |
| Utilities | (1.72) | (2.05) | 5.95 | (15.69) |

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

| | Long Position | | | |
|-------------------|---------------|---------|--------|--------|
| | DII | FII | Pro | Other |
| Future Index | 32221 | 57903 | 24688 | 136022 |
| Future Stock | 56978 | 1047880 | 143147 | 461668 |
| Option Index Call | 4584 | 211398 | 189525 | 682801 |
| Option Index Put | 69399 | 254793 | 202451 | 758441 |
| Option Stock Call | 123 | 23380 | 101897 | 365981 |
| Option Stock Put | 0 | 25974 | 107263 | 181630 |

| | Short Position | | | |
|-------------------|----------------|--------|--------|--------|
| | DII | FII | Pro | Other |
| Future Index | 19900 | 65677 | 34153 | 131104 |
| Future Stock | 907251 | 492278 | 87096 | 223048 |
| Option Index Call | 0 | 162011 | 268937 | 657360 |
| Option Index Put | 0 | 177337 | 282890 | 824857 |
| Option Stock Call | 2931 | 29255 | 197596 | 261599 |
| Option Stock Put | 0 | 27534 | 113022 | 174311 |

High ES & High PS Stock Maintaining Strength

| BSE Code | NSE CODE | 1 Month Return % |
|----------|------------|------------------|
| 524404 | MARKSANS | 67.7 |
| 521064 | TRIDENT | 45.5 |
| 500038 | BALRAMCHIN | 43.2 |
| 533248 | GPPL | 38.2 |
| 532659 | IDFC | 35.8 |
| 500173 | GUJFLUORO | 33.7 |
| 532482 | GRANULES | 32.8 |
| 500850 | INDHOTEL | 29.5 |
| 532848 | DELTACORP | 26.7 |
| 533150 | GODREJPROP | 24.0 |

High ES & Low PS Stock Showing Strength

| BSE Code | NSE CODE | 1 Month Return % |
|----------|------------|------------------|
| 532370 | RAMCOSYS | 78.3 |
| 532654 | MCLEODRUSS | 41.7 |
| 504067 | ZENSARTECH | 38.7 |
| 514043 | HIMATSEIDE | 37.7 |
| 500288 | MOREPENLAB | 36.2 |
| 500171 | GHCL | 32.7 |
| 500690 | GSFC | 30.8 |
| 502330 | IPAPPM | 29.4 |
| 511072 | DHFL | 26.5 |
| 532218 | SOUTHBANK | 25.1 |

Low ES & Low PS Stock Maintaining Weakness

| BSE Code | NSE CODE | 1 Month Return % |
|----------|------------|------------------|
| 533217 | HMVL | (7.3) |
| 526612 | BLUEDART | (5.4) |
| 502865 | FORBESGOK | (3.6) |
| 532331 | AJANTPHARM | (1.1) |
| 522275 | ALSTOMT&D | (0.6) |
| 500252 | LAXMIMACH | 0.3 |
| 532349 | TCI | 1.9 |
| 519552 | HERITGFOOD | 3.1 |
| 532524 | PTC | 3.6 |
| 532259 | APARINDS | 4.5 |

Low ES & High PS Stock Showing Weakness

| BSE Code | NSE CODE | 1 Month Return % |
|----------|------------|------------------|
| 526797 | GREENPLY | (14.8) |
| 531500 | RAJESHEXPO | (10.6) |
| 532810 | PFC | (7.9) |
| 508486 | HAWKINCOOK | (7.8) |
| 532498 | SHRIRAMCIT | (6.4) |
| 532215 | AXISBANK | (5.9) |
| 532683 | AIAENG | (5.0) |
| 500710 | AKZOINDIA | (5.0) |
| 532805 | REDINGTON | (4.7) |
| 532548 | CENTURYPLY | (3.5) |

* 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

Fear of a second wave of coronavirus cases and echoing weak global cues of the market has dented the sentiment. Indices snapped a three week winning streak and after hammering badly by Bears, they recouped major losses as buying emerged from their lower levels. Not only major indices but all the sectors barring the IT sector have found a strong foot as open and low was equal in most of the stocks. As of now, indices have to hold their swing low for carrying this momentum further in the coming session.

Technical Outlook-

- a) Formation of bullish belt hold candle near rising trendline on daily chart indicate strength in index
- b) Appearance of higher troughs and higher crests still intact from last four weeks
- c) Prices are trading above the crossover of 20 and 50 days SMA showing bullish connotation
- d) Recovery of 400 point in a single day implying positive sentiment
- e) A decisive close above 10330 level can push index toward 10500-10600 zone near 61.8% fibonacci retracement
- f) As long as nifty sustain above 9540 level, long position can be held

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

| | NIFTY LEVEL | JUSTIFICATION |
|--------------|-------------|--------------------------|
| Resistance 2 | 10500 | Psychological levels |
| Resistance 1 | 10330 | Immediate Resistance |
| Close | 9972 | |
| Support 1 | 9700 | Line of Parity |
| Support 2 | 9540 | Low of bullish belt hold |

VIEW

In line with our expectation profit booking was witnessed at the higher levels of the banking sector last week and after opening with a positive session, Banknifty made a weekly high of 21807 on Monday. However it was unable to maintain at the higher levels and continuous profit booking caused it to fall up to 19526. At the end of the week Banknifty closed with a net loss of 1.8% lower its previous week's close.

OBSERVATIONS:

- 1) Banknifty found a strong support at 50 DMA.
- 2) Banknifty has filled the lower gap which was left on 1st June 2020 last week.

The above observations are giving indication of near-term pullback in banking sector. Therefore we recommend initiating fresh long positions in the Banknifty by placing stop loss at 50 DMA (currently is at 19505). The upward targets are 21600 and 22030.

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

| RESISTANCE/SUPPORT | BANKNIFTY LEVEL |
|--------------------|-----------------|
| Resistance 2 | 22030 |
| Resistance 1 | 21600 |
| Close | 20654 |
| Support 1 | 19980 |
| Support 2 | 19505 |

VIEW

Gap down opening in the equity market and sustained outflow of foreign funds has spooked the sentiment of currency traders. Moreover, projection of weak growth in 2020 from US FED also dented the mood. RBI has been intervening in the market to curb volatility and also to push rupee higher but the force of sell off is so strong that the central bank has been unable to push the limit above 75 mark. Going ahead, we might see some pullback in the equity market which will give breathing space to the Rupee.

TECHNICAL FACTORS-

- a) On the daily chart, pair marked a green candle and closed with higher highs indicating positive biasness in the pair.
- b) Higher tops and higher bottom is still intact and this subdued phase is preparing the bulls for next leg of rally
- c) Moreover, positive crossover in MACD and RSI bouncing back from support levels suggest that the rangebound move is likely to be biased towards bulls
- d) Immediate resistance continue to stand at 76.15 from where pair can extend up to 76.50 and 77.10 mark where it can face stiff resistance
- e) Strong support lies at 75-74.90 mark followed by 74.30 mark

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

USDINR LEVEL

| | |
|--------------|-------|
| Resistance 2 | 76.50 |
| Resistance 1 | 76.15 |
| Close | 76.05 |
| Support 1 | 74.9 |
| Support 2 | 74.30 |

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|---|-----|

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