

Trading Calls

LT BUY 22nd June 2020

Larsen & Toubro is trading above 900 marks with positive sentiments. This stock is trading higher after making a bottom near 875 levels in the last week. At the same time crucial support trend line is also supportive to the counter near 870-860 zone indicates higher probability of short term bottoming out scenario near 875 levels. Overall this script is running in rising wedge pattern and upper trend line is standing around 1020 marks. Relative Strength Index is trading above 50 is also adding support to positive momentum. Looking at above technical rationale, we suggest buying Larsen & Toubro around 907-900 and lower around 860-870 keeping a stop loss of 790 on closing basis for higher targets of 1020 and it can be extended to 1120 levels.

SBIN BUY 17th June 2020

In last some days, RSI had given a breakout by trading above 50 levels from below and made a high of 78 then after it is trading lower or retracing towards center line placed at 50 levels, this behavior is called as 'RSI PBB' setup. RSI PBB is pull back buy setup which indicates, once RSI turns its tail upside after taking support from zone of 45-55 levels, target is previous swing high of RSI which was 78 or previous swing high of prices. Currently the SBIN is going through this setup and we expect higher price movement towards 210 levels in coming days. At the same time SBI can give a breakout of inverse Head & Shoulders pattern on a close above 193 which can even extend our targets to 240 marks. Looking at above mentioned rationale, we suggest buying SBI for higher targets above 200 levels.

CANBK BUY 17th June 2020

A Cup & Handle reversal pattern forms after a down trend, and its completion marks a trend reversal to up trend. C & H patterns are an integral part of technical analysis, but successful traders combine these techniques with technical indicators and other forms of technical analysis to maximize their odds of success. In the standard Cup & Handle pattern, we connect the high after Cup with the high created after the handle. A trend line is drawn by connecting these highest points of the two peaks, which is called as "Neckline". This trend line is the most important component of C & H pattern. CANNK has given a rounding bottom breakout around 100 for having targets of 120. At the same time the stock is having a strong resistance line standing around 108 levels indicating strong bullish breakout above these levels. Recent formation of cup and Handle pattern will give a breakout on a close above 108 marks which suggests buying in the stock on dip for higher targets of 135 too. Volume can also add further insight while trading these patterns. Decent volume participation while giving breakout is also giving support to C & H pattern.

FII DERIVATIVES POSITION FOR 25-June-2020

Net (Amt. in crs)

INDEX FUTURES	(1,002)
INDEX OPTIONS	597
STOCK FUTURES	734
STOCK OPTIONS	(263)

Institutional Turnover

FII	Buy(cr.)	Sell(cr.)	Net(cr.)
25-Jun-20	5,717	6,767	(1,051)
Jun-20	142,234	132,051	10,183
DII	Buy(cr.)	Sell(cr.)	Net(cr.)
25-Jun-20	7,786	8,042	(256)
Jun-20	85,826	87,784	(1,957)

Market	Value	% Change
SGX Nifty (at 8.30 am IST)	10271.50	0.39%

Nifty Key Levels For The Week

Support	S1: 10200	S2 : 10180
Resistance	R1 : 10440	R2 : 10480

Market Outlook

Index witnessed roller coaster ride between North and south block. After opening with negative bias, nifty showed resilience and formed small bull candle on daily chart. If it is able to defend the level of 10090, then bounce back is expected towards 10360 and 10440 levels. However, break below 10090 can induce selling pressure till 10020 level (100 SMA).

Sectoral Performance (%)

	1 Day	1 Week	1 Month	1 Year
Auto Components	0.34	3.38	18.78	(13.61)
Automobiles	(0.02)	3.43	16.56	(12.29)
Chemicals	(0.79)	3.43	10.18	11.67
Construction & Engineering	(1.17)	3.90	16.55	(32.27)
Construction Materials	(0.64)	1.03	9.34	(12.69)
Diversified Financial Services	0.58	5.48	30.52	(21.09)
Electrical Equipment	1.15	6.43	21.15	(27.39)
Energy	(0.86)	2.74	18.35	4.11
Financials	0.51	3.59	25.92	(26.11)
Health Care	1.01	2.43	5.85	33.67
Household Durables	(0.96)	0.09	11.61	(6.00)
Household & Personal Products	1.49	4.69	9.60	11.60
Information Technology	(1.39)	(1.40)	2.75	(11.09)
Metals/Mining/Minerals	(0.05)	2.98	18.55	(30.23)
Telecom	0.25	1.00	0.97	36.04
Utilities	0.39	5.29	13.67	(12.15)

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

Long Position				
	DII	FII	Pro	Other
Future Index	15680	39022	16308	133440
Future Stock	24050	895514	95619	404595
Option Index Call	267	104061	103805	325964
Option Index Put	33670	148003	113358	384561
Option Stock Call	0	2298	41045	121977
Option Stock Put	0	3464	51678	51171

Short Position				
	DII	FII	Pro	Other
Future Index	18393	52938	25316	107803
Future Stock	789441	370837	60457	199043
Option Index Call	0	86824	111365	335908
Option Index Put	0	85224	139698	454670
Option Stock Call	156	7467	67631	90066
Option Stock Put	0	5671	32462	68180

High ES & High PS Stock Maintaining Strength

BSE Code	NSE CODE	1 Month Return %
500251	TRENT	48.5
532978	BAJAJFINSV	46.7
533150	GODREJPROP	46.4
532659	IDFC	46.0
521064	TRIDENT	45.1
500173	GUJFLUORO	43.2
532430	BFUTILITIE	41.8
532461	PNB	39.1
500266	MAHSCOOTER	38.2
504973	TUBEINVEST	37.3

High ES & Low PS Stock Showing Strength

BSE Code	NSE CODE	1 Month Return %
532218	SOUTHBANK	75.3
532370	RAMCOSYS	63.5
500288	MOREPENLAB	63.4
500144	FINCABLES	52.1
500294	NCC	49.8
500302	PEL	48.4
504067	ZENSARTECH	46.9
532175	CYIENT	43.9
514043	HIMATSEIDE	42.2
500171	GHCL	41.8

Low ES & Low PS Stock Maintaining Weakness

BSE Code	NSE CODE	1 Month Return %
532331	AJANTPHARM	(3.7)
526612	BLUEDART	(1.5)
502865	FORBESGOK	9.6
530965	IOC	10.2
524804	AUROPHARMA	10.4
530073	SANGHVIMOV	11.0
532259	APARINDS	11.9
500413	THOMASCOOK	12.0
500405	SUPPETRO	12.2
519552	HERITGFOOD	12.6

Low ES & High PS Stock Showing Weakness

BSE Code	NSE CODE	1 Month Return %
531500	RAJESHEXPO	(5.4)
500425	AMBUJACEM	(1.3)
532683	AIAENG	(1.2)
508486	HAWKINCOOK	0.2
520113	VESUVIUS	1.9
532539	MINDAIND	2.8
532531	STAR	3.0
500710	AKZOINDIA	3.2
500800	TATACONSUM	3.4
532555	NTPC	3.4

* 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.

STDC / R25 Open Calls for 26-06-2020

STDC (3)									
No	Date	Type	Buy/Sell	Stock	Entry1	Entry2	SL	Tgt 1	Tgt 2
1	22-Jun-20	STDC	BUY	LT	903.5	865	790	1020	1120
2	17-Jun-20	STDC	BUY	SBIN	171	149	130	210	240
3	17-Jun-20	STDC	BUY	CANBK	101	95	84	120	135

VIEW

Domestic markets able to recover their previous week losses after shrugging weak economic cues, rising coronavirus cases and spat between India & China. Reliance was the main precursor which boosted the sentiment of market participants as it spurred to its record high of 1788 on Friday after Mukesh Ambani claimed that his company is now debt free after a record of Rs 1.69 lakh crore fund raising within two months. Now the market is looking poised to move further higher only escalation of tension at the border may halt this rally.

Technical Outlook-

- Ascending triangle breakout on hourly chart with decent volume suggest that this bull move rise further.
- Closing above 100 DMA'S (10097) indicate that momentum is still in the hand of Bulls
- Momentum indicator RSI is also trading above 60 with bullish crossover on the cards implying bullish connotation
- A decisive close above 10330 level can push index toward 10500-10600 zone near 61.8% fibonacci retracement
- As of now support is shifted higher towards 10100 followed by 9850 levels.

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

	NIFTY LEVEL	JUSTIFICATION
Resistance 2	10500	Psychological levels
Resistance 1	10330	Immediate Resistance
Close	10244	
Support 1	10100	100 DMA
Support 2	9850	Base of ascending triangle

VIEW

In line with our expectation Banknifty gave a good pullback rally last week and closed the week with a net gain of 3.3% over its previous week's close. HDFC Bank and ICICI Bank were the main catalysts to lift the index higher and they closed after gaining over 5% each.

OBSERVATIONS:

- 1) Banknifty is in the process of making a "Cup with Handle" pattern on the daily chart.
- 2) Banknifty has found a strong support at 50 DMA last week.

Currently Banknifty is in the process of making a 'Cup with Handle' pattern on the daily chart. It is a bullish continuation pattern. The breakout point (resistance) of the pattern is at 21980 and a successful closing beyond this level is likely to take the index higher to 24000 and then 25600 in the short term. Therefore we are strongly recommending to initiate fresh long position (positional basis) in the Banknifty above 21980.

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

RESISTANCE/SUPPORT	BANKNIFTY LEVEL
Resistance 2	21980
Resistance 1	21600
Close	21338
Support 1	20400
Support 2	19900

VIEW

Finally the pair has crawled above the congestion zone in which its trading from last few weeks. Since starting of June months bulls are taking charge and pair is rising up continuously from 74.97 to 75.77. Bulls are looking strong on the every time frame including daily, weekly and monthly charts. Chaos between India and China on border can further undermine the value of Indian currency. Retreat of dollar index from its three months low is another catalyst for its depreciation. Odds are in favour of bulls and we will keep our view bullish on the pair as long as it holds above the baseline.

TECHNICAL FACTORS-

- Pair is making successively higher highs and higher lows from last three weeks
- It also gave valid breakout above 76.15 mark which is providing bullish signal
- RSI has taken bounce from 60 levels and getting stronger on daily chart and MACD indicator is providing bullish crossover at reference line which is making supportive outlook for buyers
- On sustaining above 76.50, pair can push to make its new record low which is above 77 mark
- On contrary a steep down fall below 75.75 will change the outlook from bullish to bearish and we may see further downfall till 75 mark.

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

USDINR LEVEL

Resistance 2	77.00
Resistance 1	76.5
Close	76.26
Support 1	75.75
Support 2	75.00

STDC : Long / BUY

22-Jun-20

BSE Code	500510
NSE Symbol	LT
52wk Range H/L	1591/661
Mkt Capital (Rs Cr)	116926
Av.Cash Volume(Lakhs)	2.26

Buy Price	907-900& 870-860
Stop Loss	790
Target Price1	1020
Target Price2	1120
Upside in Tgt1	12.00%
Upside in Tgt2	23.00%

Technical Chart



STDC BUY LT AROUND 907-900 AND 870-860 SL 790(CLOSING) TARGET 1020/1120

Larsen & Toubro is trading above 900 marks with positive sentiments. This stock is trading higher after making a bottom near 875 levels in the last week. At the same time crucial support trend line is also supportive to the counter near 870-860 zone indicates higher probability of short term bottoming out scenario near 875 levels. Overall this script is running in rising wedge pattern and upper trend line is standing around 1020 marks. Relative Strength Index is trading above 50 is also adding support to positive momentum. Looking at above technical rationale, we suggest buying Larsen & Toubro around 907-900 and lower around 860-870 keeping a stop loss of 790 on closing basis for higher targets of 1020 and it can be extended to 1120 levels.

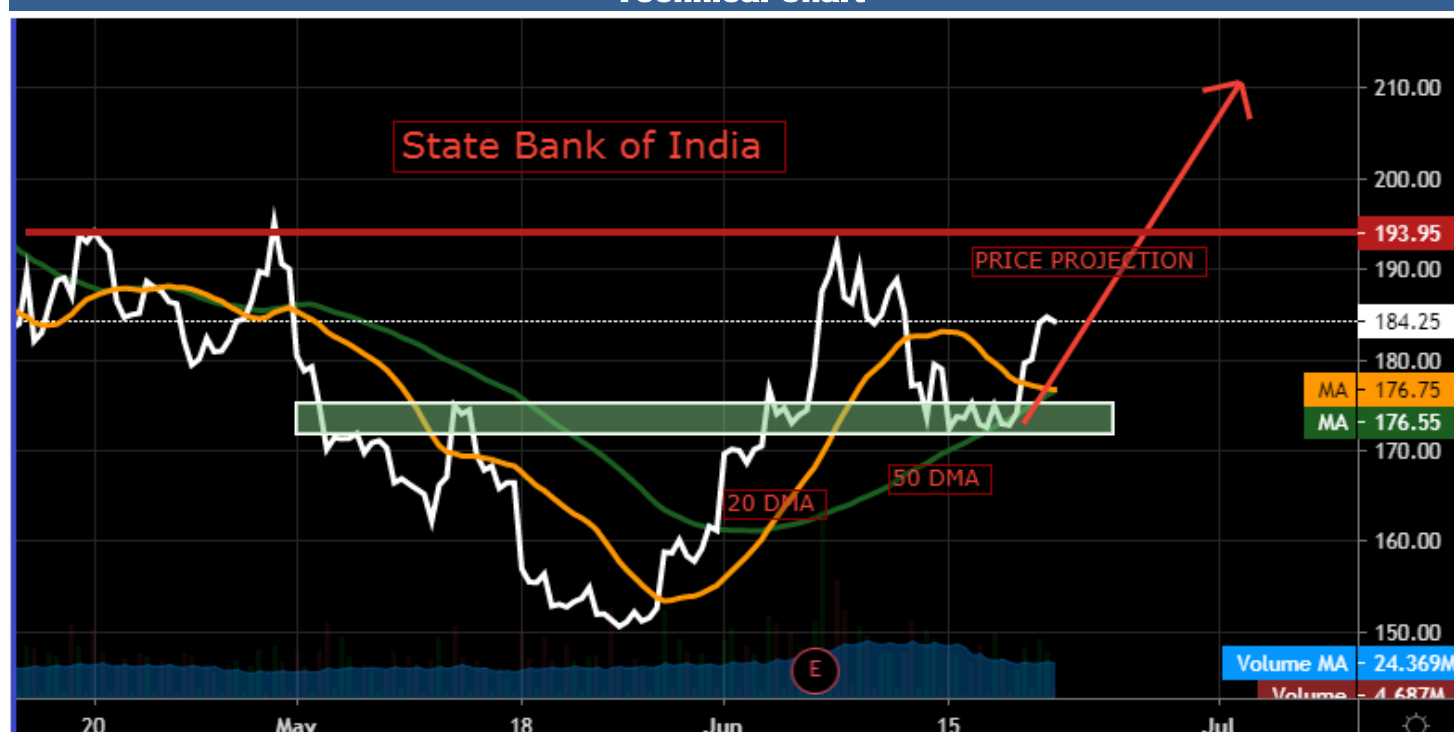
STDC : Long / BUY

17-Jun-20

BSE Code	500112
NSE Symbol	SBIN
52wk Range H/L	373/149
Mkt Capital (Rs Cr)	72000
Av.Cash Volume(00000)	50.75

Buy Price	172-170 & 148-150
Stop Loss	130
Target Price1	210
Target Price2	240
Upside in Tgt1	23.00%
Upside in Tgt2	41.00%

Technical Chart



STDC BUY SBI AROUND 172-170 AND 150-148 SL 130 TARGET 210/240

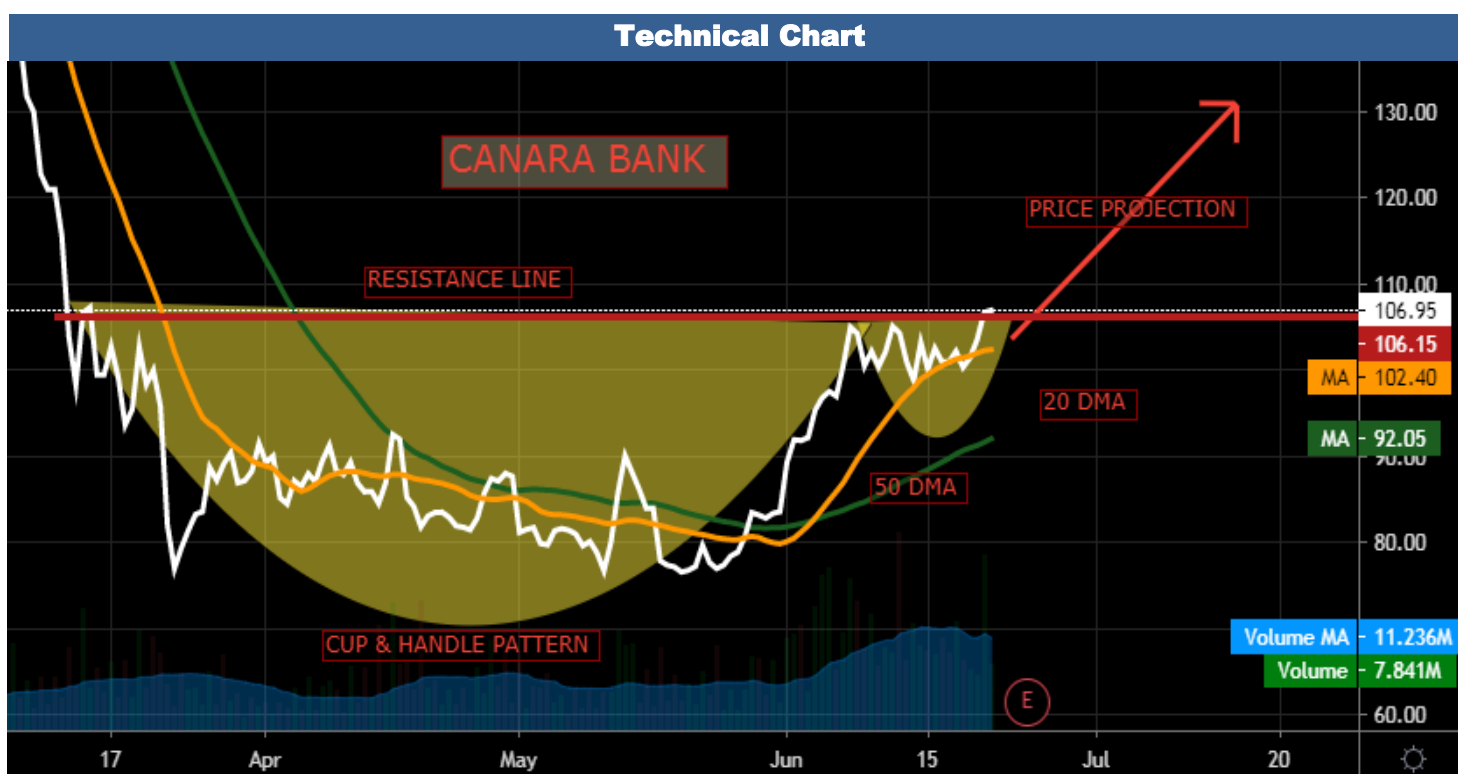
In last some days, RSI had given a breakout by trading above 50 levels from below and made a high of 78 then after it is trading lower or retracing towards center line placed at 50 levels, this behavior is called as 'RSI PBB' setup. RSI PBB is pull back buy setup which indicates, once RSI turns its tail upside after taking support from zone of 45-55 levels, target is previous swing high of RSI which was 78 or previous swing high of prices. Currently the SBIN is going through this setup and we expect higher price movement towards 210 levels in coming days. At the same time SBI can give a breakout of inverse Head & Shoulders pattern on a close above 193 which can even extend our targets to 240 marks. Looking at above mentioned rationale, we suggest buying SBI for higher targets above 200 levels.

STDC : Long / BUY

17-Jun-20

BSE Code	532483
NSE Symbol	CANBK
52wk Range H/L	296/73
Mkt Capital (Rs Cr)	2160
Av.Cash Volume(00000)	13.35

Buy Price	100-101.50 & 94-95
Stop Loss	84
Target Price1	120
Target Price2	135
Upside in Tgt1	19.00%
Upside in Tgt2	34.00%



STDC BUY CANARABANK AROUND 101.50-100 AND 95-94 SL 84 TARGET 120/135

A Cup & Handle reversal pattern forms after a down trend, and its completion marks a trend reversal to up trend. C & H patterns are an integral part of technical analysis, but successful traders combine these techniques with technical indicators and other forms of technical analysis to maximize their odds of success. In the standard Cup & Handle pattern, we connect the high after Cup with the high created after the handle. A trend line is drawn by connecting these highest points of the two peaks, which is called as "Neckline". This trend line is the most important component of C & H pattern. CANBK has given a rounding bottom breakout around 100 for having targets of 120. At the same time the stock is having a strong resistance line standing around 108 levels indicating strong bullish breakout above these levels. Recent formation of cup and Handle pattern will give a breakout on a close above 108 marks which suggests buying in the stock on dip for higher targets of 135 too. Volume can also add further insight while trading these patterns. Decent volume participation while giving breakout is also giving support to C & H pattern.

Narnolia Financial Advisors Ltd. is a SEBI registered Research Analyst having SEBI Registration No. INH300006500. The Company/Analyst (s) does/do not have any holding in the stocks discussed but these stocks may have been recommended to clients in the past. Clients of Narnolia Financial Advisors Ltd. may be holding aforesaid stocks.

The stocks recommended are based on our analysis which is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed.

Disclosures: Narnolia Financial Advisors Ltd. (NFAL) (Formerly Microsec Capital Ltd.) is a SEBI Registered Research Analyst having registration no. INH300006500. NFAL is engaged in the business of providing Stock Broking, Depository Participant, Merchant Banking, Portfolio Management & distribution of various financial products. Details of associate entities of NFAL is available on the website at www.narnolia.com

No penalties have been levied on NFAL by any Regulatory/Statutory authority. NFAL, its associates, Research Analyst or their relative may have financial interest in the subject company. NFAL and/or its associates and/or Research Analyst may have beneficial ownership of 1% or more securities in the subject company at the end of the month immediately preceding the date of publication of the Research Report. NFAL and its associate company(ies), their directors and Research Analyst and their relatives may; (a) from time to time, have a long or short position in, act as principal in, and buy or sell the securities or derivatives thereof of companies mentioned herein. (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company(ies) discussed herein or act as an advisor or lender/borrower to such company(ies) or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.; however the same shall have no bearing whatsoever on the specific recommendations made by the analyst(s), as the recommendations made by the analyst(s) are completely independent of the views of the associates of NFAL even though there might exist an inherent conflict of interest in some of the stocks mentioned in the research report. Research Analyst may have served as director/officer, etc. in the subject company in the last 12 month period. NFAL and/or its associates may have received compensation from the subject company in the past 12 months. In the last 12 months period ending on the last day of the month immediately preceding the date of publication of this research report, NFAL or any of its associates may have: a) managed or co-managed public offering of securities from subject company of this research report, b) received compensation for investment banking or merchant banking or brokerage services from subject company of this research report, c) received compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company of this research report. d) Subject Company may have been a client of NFAL or its associates during 12 months preceding the date of distribution of the research report. NFAL and its associates have not received any compensation or other benefits from the Subject Company or third party in connection with the research report. NFAL and / or its affiliates may do and seek to do business including Investment Banking with companies covered in the research reports. As a result, the recipients of this report should be aware that NFAL may have a potential conflict of interest that may affect the objectivity of this report. Compensation of Research Analysts is not based on any specific Merchant Banking, Investment Banking or Brokerage service transactions. Research Analyst's views on Subject Company may vary based on Fundamental research and Technical Research. Proprietary trading desk of NFAL or its associates maintains arm's length distance with Research Team as all the activities are segregated from NFAL research activity and therefore it can have an independent view with regards to subject company for which Research Team have expressed their views.

Analyst Certification The views expressed in this research report accurately reflect the personal views of the analyst(s) about the subject securities or issues, and no part of the compensation of the research analyst(s) was, is, or will be directly or indirectly related to the specific recommendations and views expressed by research analyst(s) in this report.

Disclosure of Interest Statement-

Analyst's ownership of the stocks mentioned in the Report	NIL
---	-----

A graph of daily closing prices of securities is available at www.nseindia.com, www.bseindia.com.

Correspondence Office Address: Arch Waterfront, 5th Floor, Block GP, Saltlake, Sector 5, Kolkata 700 091; Tel No.: 033-40541700; www.narnolia.com.

Registered Office Address: Marble Arch, Office 201, 2nd Floor, 236B, AJC Bose Road, Kolkata 700 020; Tel No.: 033-4050 1500; www.narnolia.com

Compliance Officer: Manish Kr Agarwal, Email Id: mkagarwal@narnolia.com, Contact No.: 033-40541700.

Registration details of Company: Narnolia Financial Advisors Ltd. (NFAL): SEBI Stock Broker Registration: INZ000166737 (NSE/BSE/MSEI); NSDL/CDSL: IN-DP-380-2018; Research Analyst: INH300006500, Merchant Banking: (Registration No.: INM000010791), PMS: (Registration No.: INP000002304), AMFI Registered Mutual Fund distributor: ARN 3087

Registration Details of Group entities: G. Raj & Company Consultants Ltd (G RAJ)-BSE Broker INZ260010731; NSDL DP: IN-DP-NSDL-371-2014 || Narnolia Commerce Limited (Formerly Microsec Commerce Ltd.)-MCX/NCDEX Commodities Broker: INZ000051636 || NarnoliaVelox Advisory Ltd.- SEBI Registered PMS: INP000005109 || Eastwind Capital Advisors Pvt Ltd. (EASTWIND)-SEBI Registered Investment Adviser: INA300005439 || Narnolia Insurance Brokers Limited (Formerly Microsec Insurance Brokers Ltd.)-IRDA Licensed Direct Insurance Broker (Life & Non-Life) Certificate No. 134, License No. DB046/02 || Narnolia Securities Ltd. (NSL)-AMFI Registered Mutual Fund distributor: ARN 20558, PFRDA NPS POP: 27092018 || Narnolia Capital Advisors Pvt. Ltd. - RBI Registered NBFC:B.05.02568.

Disclaimer:

This report has been prepared by Narnolia Financial Advisors Ltd. (NFAL) and is meant for sole use by the recipient and not for public circulation. The report and information contained herein is strictly confidential and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of NFAL. The report is based on the facts, figures and information that are considered true, correct, reliable and accurate. The intent of this report is not recommendatory in nature. The information is obtained from publicly available media or other sources believed to be reliable. Such information has not been independently verified and no guaranty, representation of warranty, express or implied, is made as to its accuracy, completeness or correctness. All such information and opinions are subject to change without notice. The report is prepared solely for informational purpose and does not constitute an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments for the clients. Nothing in this report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. Certain transactions -including those involving futures, options, another derivative products as well as non-investment grade securities - involve substantial risk and are not suitable for all investors. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult his/her/its own advisors to determine the merits and risks of such an investment. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. NFAL will not treat recipients as customers by virtue of their receiving this report. Neither the Company, nor its directors, employees, agents or representatives shall be liable for any damages whether direct or indirect, incidental, special or consequential including lost revenue or lost profits or lost opportunities that may arise from or in connection with the use of the information/report. The person accessing this information specifically agrees to exempt NFAL or any of its affiliates or employees from, any and all responsibility/liability arising from such misuse and agrees not to hold NFAL or any of its affiliates or employees responsible for any such misuse and further agrees to hold NFAL or any of its affiliates or employees free and harmless from all losses, costs, damages, expenses that may be suffered by the person accessing this information due to any errors and delays.

This report is not directed or intended for distribution to or use by any person or entity resident in a state, country or any jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject NFAL & its group companies to registration or licensing requirements within such jurisdictions.