

Trading Calls

ITC BUY 24th June 2020

ITC is trading in a rising wedge every since it made a bottom near 134 levels and upper trend line comes near 220 marks. Recently it has given golden crossover and as per the setup prices should move up towards higher pivot points in short-term and mid-term as well. At the same time prices has given trend line breakout on the upside with the expansion of bands on daily chart suggesting a continuation of trend in the direction of breakout. MACD has given bullish crossover and about to move above equilibrium level of zero on daily chart. It has been in a steady uptrend in last few days with higher trough and crests as well. Positive crossover of 20 and 50 dma's suggest firm support on dips. Looking at above rationale traders can accumulate this stock for higher levels.

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.

FII DERIVATIVES POSITION FOR 26-June-2020

	Net (Amt. in crs)
INDEX FUTURES	(190)
INDEX OPTIONS	936
STOCK FUTURES	363
STOCK OPTIONS	(293)

Institutional Turnover

	Buy(cr.)	Sell(cr.)	Net(cr.)
FII			
26-Jun-20	4,220	4,974	(753)
Jun-20	146,455	137,025	9,430
DII			
26-Jun-20	4,764	3,459	1,304
Jun-20	90,590	91,243	(653)

Market	Value	% Change
SGX Nifty (at 8.30 am IST)	10285.80	-0.45%

Nifty Key Levels For The Week

Support	S1: 10200	S2 : 10150
Resistance	R1 : 10500	R2 : 10550

Market Outlook

!! Nifty at highest levels in last 3 months !!

Nifty has managed to give highest weekly closing in the last 15 weeks, indicating index is standing above crucial resistance with positive momentum, though it gave minor hiccups in the previous week. Interestingly, weekly Heikin Ashi candle continued as a bullish flat bottom candle and gave closing above last three candles' high, clearly suggesting that bulls are in domination and prices are ready to move soar further. Although market took resistance from crucial psychological levels of 10500 and retraced towards line of parity standing around 10300; it is trading above 100 DMA, buy on dip strategy should yield better results. Daily RSI is sustaining above its 9 SMA also adding strength to the current ongoing momentum.

Sectoral Performance (%)

	1 Day	1 Week	1 Month	1 Year
Auto Components	0.33	2.08	17.27	(13.52)
Automobiles	0.02	1.74	15.06	(12.18)
Chemicals	(0.01)	2.55	9.14	11.69
Construction & Engineering	1.14	4.03	16.58	(32.63)
Construction Materials	1.21	1.38	6.68	(12.49)
Diversified Financial Services	(1.10)	1.70	30.78	(22.37)
Electrical Equipment	0.66	5.14	21.25	(27.78)
Energy	2.00	(0.20)	21.02	6.15
Financials	(0.11)	1.51	25.78	(26.80)
Health Care	(0.59)	1.62	5.86	31.38
Household Durables	1.40	1.29	12.78	(5.14)
Household & Personal Products	(0.23)	3.53	9.51	11.15
Information Technology	4.65	3.28	10.14	(6.52)
Metals/Mining/Minerals	1.09	3.95	17.29	(31.23)
Telecom	0.18	(0.33)	5.81	36.73
Utilities	0.80	5.04	12.48	(13.20)

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

	Long Position			
	DII	FII	Pro	Other
Future Index	16005	45645	16470	137705
Future Stock	29367	903006	107658	415714
Option Index Call	267	140020	162622	490533
Option Index Put	33670	173400	156890	535592
Option Stock Call	0	8039	54944	170128
Option Stock Put	0	10869	67018	69879

	Short Position			
	DII	FII	Pro	Other
Future Index	19445	63370	28461	104549
Future Stock	793787	373252	65122	223584
Option Index Call	0	108290	179207	505945
Option Index Put	0	110168	207812	581572
Option Stock Call	1656	17488	92270	121697
Option Stock Put	0	12702	44828	90236

High ES & High PS Stock Maintaining Strength

BSE Code	NSE CODE	1 Month Return %
521064	TRIDENT	47.8
500251	TRENT	47.3
532430	BFUTILITIE	44.5
532659	IDFC	43.4
530813	KRBL	41.8
500173	GUJFLUORO	41.7
532978	BAJAJFINSV	39.7
500403	SUNDRMFAST	38.0
500266	MAHSCOOTER	36.5
533150	GODREJPROP	36.3

High ES & Low PS Stock Showing Strength

BSE Code	NSE CODE	1 Month Return %
532218	SOUTHBANK	79.5
500288	MOREPENLAB	61.4
532370	RAMCOSYS	54.8
500144	FINCABLES	52.0
514043	HIMATSEIDE	46.6
500294	NCC	45.3
532175	CYIENT	42.8
504067	ZENSARTECH	41.9
511072	DHFL	41.8
500302	PEL	40.2

Low ES & Low PS Stock Maintaining Weakness

BSE Code	NSE CODE	1 Month Return %
532331	AJANTPHARM	0.1
526612	BLUEDART	2.4
500413	THOMASCOOK	4.8
502865	FORBESGOK	5.8
532259	APARINDS	8.9
524804	AUROPHARMA	9.4
500405	SUPPETRO	11.1
526586	WIMPLAST	11.7
500840	EIHOTEL	12.0
532349	TCI	14.2

Low ES & High PS Stock Showing Weakness

BSE Code	NSE CODE	1 Month Return %
531500	RAJESHEXPO	(5.9)
500425	AMBUJACEM	0.3
523398	HITACHIHOME	0.5
532683	AIAENG	1.0
532555	NTPC	2.4
500215	ATFL	2.6
532539	MINDAIND	3.3
508486	HAWKINCOOK	3.5
500710	AKZOINDIA	4.2
500067	BLUESTARCO	4.5

* 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.

STDC / R25 Open Calls for 29-06-2020

STDC (3)

No	Date	Type	Buy/Sell	Stock	Entry1	Entry2	SL	Tgt 1	Tgt 2
1	24-Jun-20	STDC	BUY	ITC	191.5	171.5	156	220	232
2	22-Jun-20	STDC	BUY	LT	903.5	865	790	1020	1120
3	17-Jun-20	STDC	BUY	SBIN	171	149	130	210	240

VIEW

Strength in banks and comeback moves in high beta financial scrips along with the continuation of a pick up in breadth in the broader market underline market strength. India VIX remained flattish and hovering around its support of 25 levels and lower VIX is supporting the higher market base. Easing tension between India and china helped indices to extend their weekly gain. However some profit booking is seen at higher levels as they approached their psychological levels where they faced supply pressure but in the current scenario corrective moves on downside are likely to be short lived.

Technical Outlook-

- a) Bulls failed to cross the worry of wall which stands at 10550 levels (61.8% Fibonacci retracement)
- b) Index registered a spinning top at the apex of rising wedge which indicate indecisiveness in the market
- c) Weekly momentum indicator RSI and MACD support the bullishness in the price pattern as they are still trading above rising line
- d) To reinstate the bullish undertone, nifty has to surpass above 10550 level from where it can extend this rally towards 10750 and 10900 levels
- f) However, confirmation of weakness can come with follow thru selling below 10000 level (near 100 SMA) where as minor support is seen near 10190 levels.

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

	NIFTY LEVEL	JUSTIFICATION
Resistance 2	10750	Top of Beraish belt Hold
Resistance 1	10550	61.8% Fibonacci Retracement
Close	10383	
Support 1	10190	Immediate Swing Low
Support 2	10000	100 SMA

VIEW

After opening with a green session, Banknifty rose to make a weekly high of 22480 on Wednesday. However it was unable to maintain at the higher level and some selling pressure brought the index lower to 20926. At last Banknifty ended the week with a net gain of 1.2% over its previous week's close.

OBSERVATIONS:

1) Negative divergence in Stochastic was formed on the daily chart of Banknifty.

The above observation is suggesting of some profit booking in the near future and in the profit booking process Banknifty may test 20700 and then 19800. On the higher side 22500 would act as near-term stiff resistance of Banknifty and sustainable move beyond this level is likely to take the index further higher to 24000 in the short term. Therefore we recommend to initiate fresh long either near 19800 or only above 22500.

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

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

VIEW

Indian currency mirrored positive sentiment from the equity market which has been running with a bullish move from the last few weeks. Last week was the best weekly performance from the Rupee since may. RBI's forex reserves acted as a buffer which has altered the structural dynamics in the price action of Rupee. We expect that appreciation in Rupee will continue in the near term also as pair seems to be exhausted at upper levels.

TECHNICAL FACTORS-

- a) Pair began the week on a negative note as it faced stiff resistance near 76.50 level
- b) On weekly chart, pair has formed bear candle and has closed below the lows of last week candle
- c) Daily strength indicator RSI and MACD are showing negative crossover suggesting the bearish momentum in the pair.
-) If pair breaches 75.40 mark then it would witness selling which could lead the pair towards 74.90 mark where major support is seen.
- e) However, if the pair crosses above 76.15 mark then it will again bounce back towards 76.50 and 77 mark

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

USDINR LEVEL

Resistance 2	76.50
Resistance 1	76.15
Close	75.62
Support 1	75.4
Support 2	74.90

STDC : Long / BUY

24-Jun-20

BSE Code	500875
NSE Symbol	ITC
52wk Range H/L	282/134
Mkt Capital (Rs Cr)	173720
Av.Cash Volume(Lakhs)	17

Buy Price	170-173 & 190-193
Stop Loss	156
Target Price1	220
Target Price2	232
Upside in Tgt1	14.00%
Upside in Tgt2	21.00%

Technical Chart



STDC BUY ITC AROUND 193-190 AND 170-173 SL 156 TARGET 220/232

ITC is trading in a rising wedge every since it made a bottom near 134 levels and upper trend line comes near 220 marks. Recently it has given golden crossover and as per the setup prices should move up towards higher pivot points in short-term and mid-term as well. At the same time prices has given trend line breakout on the upside with the expansion of bands on daily chart suggesting a continuation of trend in the direction of breakout. MACD has given bullish crossover and about to move above equilibrium level of zero on daily chart. It has been in a steady uptrend in last few days with higher trough and crests as well. Positive crossover of 20 and 50 dma's suggest firm support on dips. Looking at above rationale traders can accumulate this stock for higher levels.

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.

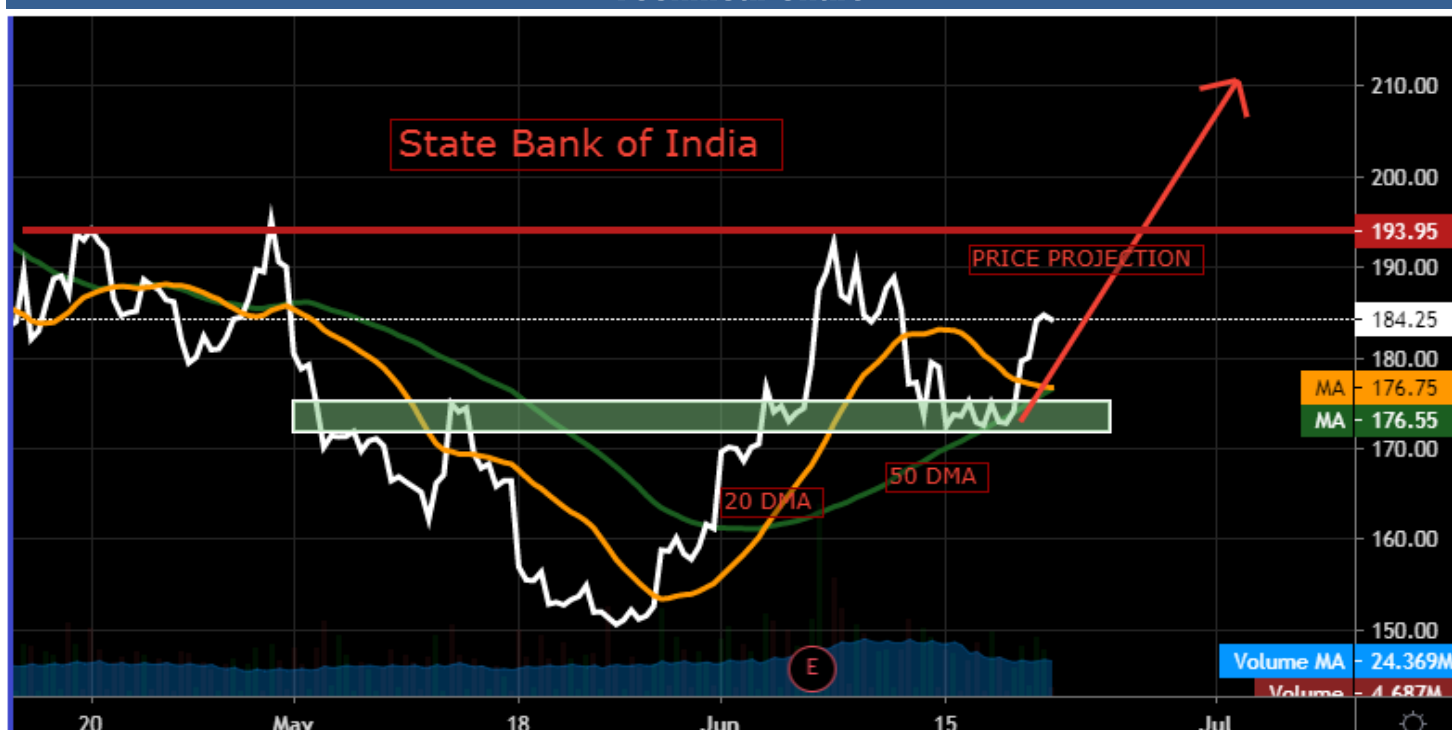
STDC : Long / BUY

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.

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 Commerze Limited (Formerly Microsec Commerze 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.