

Trading Calls

TATAMOTORS BUY 03-Jul-20

Daily chart of stock reveals that demand is increasing and supply is diminishing as stock is taking support from line of parity showing rebound from its lower levels. Prices took support from the base of cup and handle price pattern suggest the possibility of pullback. Moreover, one larger degree cup and handle pattern formation is in progress which can give breakout above 119 levels which is also giving bullish tone in the stock. Stock needs to close above 109 marks for accelerating up move with ease. With the chart looking attractive and decent volume participation witnessed, we recommend a buy around 105 in this stock for an upside target of 120/130, keep a stop loss of 89 marks.

PNB BUY 03-Jul-20

This Scrip spurted from a low of 26 after forming cup and handle pattern, it showed pullback on upside marked the high of 35.50 marks and started consolidating there. Currently, it is waiting for another breakout on upside so that it can accelerate buying momentum further. Line of polarity on daily time frame of chart standing around 34 is suggesting bullish momentum in the scrip. Indicators and oscillators are also showing conducive scenario in the coming sessions. So based on the mentioned technical structure one can go long in the scrip around 36 and lower towards 32 for the target of 45/52 marks keeping a stop loss of 28.50.

AXISBANK BUY 29-Jun-20

AXIS BANK- Scrip spurted from a low of 368 after forming Hammer candlestick pattern, it showed pullback on upside marked the high of 409 marks and started consolidating there. Currently, it is waiting for the breakout on upside so that it can accelerate buying momentum further. Line of polarity on daily time frame of chart is suggesting bullish momentum in the scrip around 390-400 zone. Indicators and oscillators are also showing conducive scenario in the coming sessions. Looking at a consolidation in a range of 370-440 one can take support of lower time frame and make a bullish view; however strong movement will erupt on a close above 440. Furthermore, larger positive parameters suggests buying in Axisbank around 409 levels for higher targets of 520/600 keeping a stop loss of 335 on a closing basis.

INDUSINDBK BUY 29-Jun-20

INDUSINDBK- The stock witnessed sustained sell off over the past few days around 530-540 zone; however strong demand zone around 470-480 zone which has emerged as the support for the same. Recently it has given a breakout of major resistance line standing around 475 levels shows strength in current momentum. On daily chart, line of polarity suggest strong base and until this break decisively. Formation of flat bottom Heikin-Ashi candlestick pattern on weekly time frame indicates the consistency of positive rhythm in the stock. We expect the stock can perform going ahead and recommend buying in stock around 479 with stop loss of 403 for the target of 600/700.

Institutional Turnover

FII	Buy(cr.)	Sell(cr.)	Net(cr.)
07-Jul-20	6,580	5,750	830
Jul-20	21,701	21,919	(218)
DII	Buy(cr.)	Sell(cr.)	Net(cr.)
07-Jul-20	3,512	4,297	(784)
Jul-20	19,617	18,184	1,433

Market	Value	% Change
SGX Nifty (at 8.30 am IST)	10800.80	0.42%

Nifty Key Levels For The Week

Support	S1: 10695	S2 : 10630
Resistance	R1 : 10810	R2 : 10890

Market Outlook

Late hour buying interest among market participants helped nifty to pare its morning losses and in this process nifty showed distribution at higher levels. However, price pattern still in favor of bulls but overbought nature of oscillator suggest caution at higher levels.

Fresh buying is expected above 200 DMA which stands near 10890 levels from where it can extend up to 11000 levels. On the downside, support lies at 10695 followed by 10630 levels.

FII DERIVATIVES POSITION FOR 07-July-2020

	Net (Amt. in crs)
INDEX FUTURES	(409)
INDEX OPTIONS	435
STOCK FUTURES	(638)
STOCK OPTIONS	45

Sectoral Performance (%)

	1 Day	1 Week	1 Month	1 Year
Auto Components	1.56	4.61	5.34	(11.39)
Automobiles	2.77	7.40	8.91	(5.91)
Chemicals	1.01	2.05	3.82	12.53
Construction & Engineering	0.80	3.42	4.57	(30.86)
Construction Materials	1.08	3.39	3.82	(8.51)
Diversified Financial Services	1.43	6.01	14.58	(21.48)
Electrical Equipment	2.87	6.34	8.78	(21.81)
Energy	2.87	5.80	12.92	13.64
Financials	1.58	4.32	8.41	(25.66)
Health Care	(0.17)	(0.96)	0.53	31.65
Household Durables	1.66	3.05	2.86	(4.61)
Household & Personal Products	(0.56)	(0.01)	4.04	10.25
Information Technology	1.58	5.56	7.67	1.43
Metals/Mining/Minerals	1.67	2.78	2.45	(27.76)
Telecom	(0.73)	0.64	(0.62)	36.58
Utilities	0.24	0.86	3.97	(13.00)

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

	Long Position			
	DII	FII	Pro	Other
Future Index	19674	52178	22819	140401
Future Stock	37122	932829	129112	440454
Option Index Call	287	192213	228380	602171
Option Index Put	41972	227342	256613	941067
Option Stock Call	0	22263	96991	276139
Option Stock Put	0	19573	92619	147230

	Short Position			
	DII	FII	Pro	Other
Future Index	26456	45138	36022	127456
Future Stock	803380	407388	85855	242894
Option Index Call	0	139620	272146	611285
Option Index Put	0	168648	388671	909675
Option Stock Call	5470	31559	154795	203569
Option Stock Put	0	19615	91912	147895

High ES & High PS Stock Maintaining Strength

BSE Code	NSE CODE	1 Month Return %
500034	BAJFINANCE	40.1
500049	BEL	38.1
533248	GPPL	34.4
500266	MAHSCOOTER	28.9
532922	EDELWEISS	26.2
523598	SCI	26.1
532978	BAJAJFINSV	26.0
532772	DCBbank	24.9
532644	JKCEMENT	24.7
532187	INDUSINDBK	24.5

High ES & Low PS Stock Showing Strength

BSE Code	NSE CODE	1 Month Return %
534690	LAKSHVILAS	70.9
532654	MCLEODRUSS	65.3
532370	RAMCOSYS	42.4
500171	GHCL	32.6
532720	M&MFIN	32.2
500302	PEL	25.7
532374	STRTECH	22.8
522287	KALPATPOWR	22.5
532175	CYIENT	22.4
500690	GSFC	20.1

Low ES & Low PS Stock Maintaining Weakness

BSE Code	NSE CODE	1 Month Return %
500840	EIHOTEL	(12.9)
505163	ZFSTEERING	(11.8)
500031	BAJAJELEC	(11.4)
532822	IDEA	(8.9)
500101	ARVIND	(6.8)
526586	WIMPLAST	(6.7)
532331	AJANTPHARM	(4.2)
500413	THOMASCOOK	(3.9)
530965	IOC	(3.7)
526612	BLUEDART	(3.6)

Low ES & High PS Stock Showing Weakness

BSE Code	NSE CODE	1 Month Return %
500330	RAYMOND	(12.5)
505744	FMGOETZE	(11.0)
500067	BLUESTARCO	(6.5)
532555	NTPC	(5.6)
517334	MOTHERSUMI	(5.1)
505726	IFBIND	(4.9)
515030	ASAHIINDIA	(4.4)
500123	DRBECK	(4.1)
505192	SMLISUZU	(3.8)
523398	HITACHIOM	(3.3)

* 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 08-07-2020**STDC (4)**

No	Date	Type	Buy/Sell	Stock	Entry1	Entry2	SL	Tgt 1	Tgt 2
1	03-Jul-20	STDC	BUY	TATAMOTORS	105	95.6	89	120	130
2	03-Jul-20	STDC	BUY	PNB	35.5	31.5	28.5	45	52
3	29-Jun-20	STDC	BUY	AXISBANK	407	377	335	520	600
4	29-Jun-20	STDC	BUY	INDUSINDBK	477	446	403	600	700

VIEW

Domestic market pushed to four-months high due to the progress of the vaccine trial which helped offset jitter on border tension between India and China. Bulls appear to be solidifying their position as they remained in northward trajectory for the majority of the session and successfully crossed over the Wall of Worry level. At the sectorial front, FMCG, Auto & NBFC outperformed during the week while Metal & Pharma underperformed the market. India VIX expanded its losing streak and closed below 200 EMA's suggest stability in the market. We expect the market momentum to continue in the near term on the back of changed sentiment and improved liquidity.

Technical Outlook-

- a) After four days of consolidation, index reversed losses and reclaimed 61.8% retracement levels indicate a bullish signal
- b) Formation of higher peak and trough on weekly chart with improving market breadth are also adding confidence among Bulls
- c) Sustainability of weekly RSI and bullish crossover in MACD favouring this price action
- d) Contrary to this, prices are also forming rising wedge pattern on weekly chart which arises the possibility of minor hiccups
- f) Next resistance stands at 10750 level (100 Weekly EMA) above which it can scale higher till 10900-11000 zone
- g) Support levels are elevated towards the Bullish gap area of thursday's session in the range of 10485-10447 followed by 10190-10200 zone

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

	NIFTY LEVEL	JUSTIFICATION
Resistance 2	10900	200 SMA
Resistance 1	10750	100 weekly EMA
Close	10607	
Support 1	10447	Low of Bullish Gap area
Support 2	10200	Base of price pattern

VIEW

After opening with a subdued session, Banknifty rose to make a weekly high of 22345 and closed the week with a net gain of 1.2% over its previous week's close.

OBSERVATIONS:

1) Banknifty is consolidating in between 50 DMA & 100 DMA since 1st June 2020.

Banknifty is getting strong support at 50 DMA (currently is at 20108) and facing stiff resistance at 100 DMA (currently is at 22418) since last one month. This is indicative of the fact that the index is in the consolidation process. A sustainable move beyond 100 DMA would help the index to move in the Northward direction. However a breach of 50 DMA is likely to take the index further lower. At this juncture, we recommend to adopt a wait and watch strategy and fresh long should initiate in the index only above 100 DMA (closing basis).

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

RESISTANCE/SUPPORT	BANKNIFTY LEVEL
Resistance 2	22420
Resistance 1	21980
Close	21852
Support 1	21210
Support 2	20800

VIEW

Earlier USDINR pair was heading towards the north where bulls were leading in the game and it also gave breakout above 76.15 mark after few weeks of consolidation but after arriving at key resistance level bulls could not sustain. Last week we had also changed our stance as we saw some price reversal on chart where bears were leading the game and taking the charge. Well, the current sell off is a trend reversal signal as we got a weekly close below 74.90 mark which was our major support from last few weeks and we may further selloff in this coming week also.

TECHNICAL FACTORS-

- a) This week pair opened on a weaker note and treaded in the bearish zone, remained in that zone for most part of the session
- b) On daily chart, pair has given breakdown below lower band of bollinger indicate negative bias for pair
- c) Negative crossover of 50 EMA and 20 EMA on daily chart imply selling pressure
- d) Now next support lies at 74.35-74 zone from where where we can expect pullback
- e) As long as pair sustain below lower band followed by central band of bollinger i.e. 74.90 followed by 75.70 mark, pair will continue to trade with negative biasness

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

USDINR LEVEL

Resistance 2	76.90
Resistance 1	75.7
Close	74.63
Support 1	74.35
Support 2	74.00

STDC : Long / BUY

3-Jul-20

BSE Code	500570
NSE Symbol	TATAMOTORS
52wk Range H/L	201/63
Mkt Capital (Rs Cr)	19958
Av.Cash Volume(00000)	37.42

Buy Price	104.50-105.50 & 95-96
Stop Loss	89
Target Price1	120
Target Price2	130
Upside in Tgt1	14.00%
Upside in Tgt2	23.00%

Technical Chart



STDC BUY TATAMOTORS AROUND 105.50-104.50 AND 95-96 SL 89 TARGET 120/130

Daily chart of stock reveals that demand is increasing and supply is diminishing as stock is taking support from line of parity showing rebound from its lower levels. Prices took support from the base of cup and handle price pattern suggest the possibility of pullback. Moreover, one larger degree cup and handle pattern formation is in progress which can give breakout above 119 levels which is also giving bullish tone in the stock. Stock needs to close above 109 marks for accelerating up move with ease. With the chart looking attractive and decent volume participation witnessed, we recommend a buy around 105 in this stock for an upside target of 120/130, keep a stop loss of 89 marks.

STDC : Long / BUY

3-Jul-20

BSE Code	532461
NSE Symbol	PNB
52wk Range H/L	83/26
Mkt Capital (Rs Cr)	3877
Av.Cash Volume(00000)	12.25

Buy Price	35.50-36 & 31.50-32
Stop Loss	28.5
Target Price1	45
Target Price2	52
Upside in Tgt1	25.00%
Upside in Tgt2	44.00%



STDC BUY PNB AROUND 36-35.50 AND 32-31.50 SL 28.50 (CLOSING) TARGET 45/52

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STDC : Long / BUY

29-Jun-20

BSE Code	532215
NSE Symbol	AXISBANK
52wk Range H/L	813/286
Mkt Capital (Rs Cr)	96462
Av.Cash Volume(00000)	56.4

Buy Price	405-409 & 375-379
Stop Loss	335
Target Price1	520
Target Price2	600
Upside in Tgt1	27.00%
Upside in Tgt2	46.00%

Technical Chart



STDC BUY AXISBANK AROUND 409-405 AND 375-379 SL 335(CLOSING) TARGET 520/600

AXIS BANK- Scrip spurted from a low of 368 after forming Hammer candlestick pattern, it showed pullback on upside marked the high of 409 marks and started consolidating there. Currently, it is waiting for the breakout on upside so that it can accelerate buying momentum further. Line of polarity on daily time frame of chart is suggesting bullish momentum in the scrip around 390-400 zone. Indicators and oscillators are also showing conducive scenario in the coming sessions. Looking at a consolidation in a range of 370-440 one can take support of lower time frame and make a bullish view; however strong movement will erupt on a close above 440. Furthermore, larger positive parameters suggests buying in Axisbank around 409 levels for higher targets of 520/600 keeping a stop loss of 335 on a closing basis.

STDC : Long / BUY

29-Jun-20

BSE Code	532187
NSE Symbol	INDUSINDBK
52wk Range H/L	1596/235
Mkt Capital (Rs Cr)	30144
Av.Cash Volume(00000)	86.53

Buy Price	475-479 & 444-448
Stop Loss	403
Target Price1	600
Target Price2	700
Upside in Tgt1	25.00%
Upside in Tgt2	46.00%

Technical Chart



STDC BUY INDUSINDBANK AROUND 479-475 AND 444-448 SL 403 (CLOSING) TARGET 600/700

INDUSINDBK- The stock witnessed sustained sell off over the past few days around 530-540 zone; however strong demand zone around 470-480 zone which has emerged as the support for the same. Recently it has given a breakout of major resistance line standing around 475 levels shows strength in current momentum. On daily chart, line of polarity suggest strong base and until this break decisively. Formation of flat bottom Heikin-Ashi candlestick pattern on weekly time frame indicates the consistency of positive rhythm in the stock. We expect the stock can perform going ahead and recommend buying in stock around 479 with stop loss of 403 for the target of 600/700.

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