

## 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.

### FII DERIVATIVES POSITION FOR 08-July-2020

	Net (Amt. in crs)
INDEX FUTURES	1,002
INDEX OPTIONS	922
STOCK FUTURES	(1,176)
STOCK OPTIONS	(19)

### Institutional Turnover

FII	Buy(cr.)	Sell(cr.)	Net(cr.)
08-Jul-20	5,473	6,468	(995)
Jul-20	27,174	28,387	(1,213)
DII	Buy(cr.)	Sell(cr.)	Net(cr.)
08-Jul-20	3,722	4,575	(853)
Jul-20	23,338	22,759	579

Market	Value	% Change
SGX Nifty (at 8.30 am IST)	10718.50	0.34%

### Nifty Key Levels For The Week

Support	S1: 10675	S2 : 10560
Resistance	R1 : 10800	R2 : 10850

### Market Outlook

Formation of Bearish engulfing near 200 DMA suggesting a loss of momentum for the near term. It was in the last hour of the trade that Nifty gave up and saw some unwinding of positions. Sustainability below 10675 can push lower towards 10560 & 10500 levels. Upside resistance stands at 10800 followed by 10850 levels.

### 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	16775	63696	20048	132377
Future Stock	38381	929382	130937	437911
Option Index Call	267	196710	235975	751057
Option Index Put	41972	249298	242180	907318
Option Stock Call	0	24422	97654	299148
Option Stock Put	0	20893	99629	147624

	Short Position			
	DII	FII	Pro	Other
Future Index	25065	42331	34297	131203
Future Stock	804093	417804	87785	226929
Option Index Call	0	136590	344782	702637
Option Index Put	0	182888	361764	896116
Option Stock Call	7264	34582	166987	212391
Option Stock Put	0	20303	92723	155120

## High ES & High PS Stock Maintaining Strength

BSE Code	NSE CODE	1 Month Return %
500049	BEL	38.7
500034	BAJFINANCE	27.8
500266	MAHSCOOTER	25.0
533179	PERSISTENT	24.0
532922	EDELWEISS	23.1
532187	INDUSINDBK	22.4
533248	GPPL	22.2
523598	SCI	22.1
532644	JKCEMENT	21.8
532772	DCBbank	18.8

## High ES & Low PS Stock Showing Strength

BSE Code	NSE CODE	1 Month Return %
532654	MCLEODRUSS	57.1
534690	LAKSHVILAS	57.0
532370	RAMCOSYS	43.6
500302	PEL	32.0
532720	M&MFIN	27.0
532374	STRTECH	22.8
500171	GHCL	21.6
522287	KALPATPOWR	20.0
500144	FINCABLES	19.7
532175	CYIENT	18.5

## Low ES & Low PS Stock Maintaining Weakness

BSE Code	NSE CODE	1 Month Return %
532822	IDEA	(22.8)
500840	EIHOTEL	(13.6)
500031	BAJAJELEC	(10.8)
526586	WIMPLAST	(8.5)
505163	ZFSTEERING	(7.5)
530965	IOC	(6.7)
532349	TCI	(5.4)
500413	THOMASCOOK	(4.7)
507880	VIPIND	(4.7)
500101	ARVIND	(4.6)

## Low ES & High PS Stock Showing Weakness

BSE Code	NSE CODE	1 Month Return %
500330	RAYMOND	(18.5)
505744	FMGOETZE	(13.5)
505714	GABRIEL	(10.9)
500570	TATAMOTORS	(8.7)
500123	DRBECK	(8.4)
532555	NTPC	(7.7)
500067	BLUESTARCO	(7.2)
523398	HITACHIOM	(4.5)
505726	IFBIND	(4.3)
500547	BPCL	(4.1)

\* 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 09-07-2020****STDC (3)**

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

### 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-

- After four days of consolidation, index reversed losses and reclaimed 61.8% retracement levels indicate a bullish signal
- Formation of higher peak and trough on weekly chart with improving market breadth are also adding confidence among Bulls
- Sustainability of weekly RSI and bullish crossover in MACD favouring this price action
- Contrary to this, prices are also forming rising wedge pattern on weekly chart which arises the possibility of minor hiccups
- Next resistance stands at 10750 level (100 Weekly EMA) above which it can scale higher till 10900-11000 zone
- 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

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.



## 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.

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