

5 November 2019

Indices	Current Value	% 1 D	% YTD
Sensex	40302	0.34	11.74
Nifty	11941	0.43	9.93
BSE – Mid Cap	14892	0.01	(3.54)
BSE – Sml Cap	13631	0.22	(7.32)
SGX Nifty Fut	11970	(0.12)	-

Sectors –Performance (BSE)

Metals	9843	3.20	(16.86)
Telecom	937	2.11	(5.23)
IT	15429	1.02	9.51
Auto	18560	(1.29)	(10.91)
Realty	2066	(0.60)	14.92
Consumer Dura	26466	(0.44)	27.89

Index	FY19E	FY20E	FY21E
SensexEPS	1527	1898	2286
P/E	26	21	18
NiftyEPS	488	601	717
P/E	24	20	17

FII Trading activities in Cash

	Date	Net	MTD	CYTD
FII	04/11	1807	3797	72350
DII	04/11	(500)	(636)	50303

Figs. in Rs Cr., Source: Bloomberg.

Global Indices	Current Value	% 1 D	% YTD
Dow 30	27462	0.42	17.72
Nasdaq	8433	0.56	27.10
DAX	13136	1.35	24.41
Nikkei 225	23180	1.44	15.81
FTSE 100	7370	0.92	9.54
Hang Seng	27572	0.09	6.68
Shanghai	2976	0.02	13.96
Bovespa	108779	0.54	23.77
STI Index	3239	0.08	5.55

Source: Bloomberg; As on 8.30 am IST

Forex Rate			
INR/USD	70.74	0.02	(1.69)
INR/EUR	78.89	(0.11)	1.23
INR/GBP	91.41	0.13	(2.98)
INR/YEN (100)	65.25	0.25	(2.76)

Services and composite PMIs for October to be released

Asian markets are trading in the green tracking positive cues from Wall Street overnight and as investors take note of data from China that showed services sector activity slowing to a eight month low in October. Nikkei is trading higher by 1.50%, Hang Sang is trading higher by 0.13% and Shanghai is trading higher by 0.41%. Indian indices are expected to open marginally lower. Sgx Nifty is trading lower by 0.12%.

The US markets extended previous session's gains following comments from Commerce Secretary Wilbur Ross that phase one of a trade deal could be signed this month. The Dow Jones gained 115 points or 0.42% to close at 27,462 while the NASDAQ gained 47 points or 0.56% to close at 8,433.

What to watch

- Results Today: PNB, Dabur India, Titan Company, REC, Ajanta Pharma, Apollo Tyres, Berger Paints, Birla Corporation, Cholamandalam Investment, Divis Laboratories, Gati, Gillette India, Godrej Properties, GTL Infrastructure, Gujarat Gas, JSPL, NCC, Redington, Tech Mahindra, VST Tillers Tractors.
- SEBI issues clarifications on Insider Trading regulations
- Services and composite PMIs for October to be released
- India opts out of Regional Comprehensive Economic Partnership

Corporate

- **Bajaj Finance** plans to raise approximately Rs 8,500 cr via QIP and has fixed the floor price at Rs. 4,019.78 per share.
- **Tata Steel:** Subsidiary NatSteel Holdings Pte (NSH) has agreed to sell its entire 56.5 % in NatSteel Vina (NSV) for about Rs 36 crore to a Vietnam-based Thai Hung Trading Joint Stock Company.
- **Cadila Healthcare:** Zydus Cadila said it has received a warning letter from the US health regulator for its Moraiya-based formulation facility.
- **Tata Power** has announced a joint venture with Rockefeller Foundation to supply electricity at affordable tariffs to domestic and commercial clusters in rural areas through micro grids.
- **PNB Housing** plans to raise Rs 2,500 cr through Non-Convertible Debentures.
- **Bandhan Bank:** The bank board approved increasing foreign investment limit to 49 % .
- **Yes Bank:** Investor Rakesh Jhunjhunwala bought 1.29 cr shares of the bank on November 4 through open market transactions.

Insight from trading volumes

Scrip	% Chg in Qty Traded (OverAvg 30 days)	Qty Traded (‘000s)	Delivery %	CMP*
Grindwell Norton	866	213	96	605
JK Lakshmi Cem.	850	1011	50	307
Allcargo Logist.	658	1355	26	110
Heritage Foods	618	799	89	346
JSW Energy	471	5146	63	74
Narayana Hrudaya	448	456	81	275
Relaxo Footwear	447	825	34	565

Insight from delivery

Scrip	Delivery %	Total Volume (‘000s)	30 days avg Delivery %	CMP*
Rain Industries	65	3648	35	103
Equitas Holdings	45	4654	25	98
Tata Chemicals	56	715	33	636
IRB Infra.Devl.	51	651	31	79
Arvind Ltd	40	1743	25	55
Texmaco Rail	74	185	47	44
Balmer Lawrie	62	329	40	203

*CMP-Closing Market Price

Company	CMP	Target Price	% Upside	Company	CMP	Target Price	% Upside
Alkem Labs	2015	2200	9	Oriental Carbon	1000	1343	34
Amber Enterp.	1008	1076	7	Phoenix Mills	719	821	14
Apcotex Industri	170	214	26	Reliance Inds	1457	1680	15
APL Apollo Tubes	1507	1597	6	Rites	285	304	7
Apollo Hospitals	1414	1561	10	SBI	314	360	15
Asian Paints	1786	1976	11	Shriram City Union Fin	1335	1700	27
Astral Poly Technik	1089	1250	15	Shriram Transport	1138	1200	5
Biocon	264	300	14	SIS	917	1080	18
Carborundum Universal	322	380	18	Steel Strips	772	1047	36
CCL Products	210	254	21	Sundaram Finance Ltd	1614	1896	17
CDSL	235	270	15	Symphony	1256	1398	11
CG Consumer Electricals	255	270	6	Take Solutions	115	172	49
City Union Bank	212	236	11	Tata Power	60	70	17
Coromandel Intl	464	600	29	Trident Ltd	66	83	27
Cummins	547	675	23	Ujjivan Financial	280	330	18
Cyient	412	500	22	UltraTech Cem	4236	4890	15
Dabur	460	485	5	Varun Beverages	630	850	35
Divi's Lab	1737	1900	9	Westlife Devlp	352	440	25
Dixon Technologies	3020	3649	21	Zensar Technologies	193	214	11
Elgi Equipments	276	290	5				
Emami	329	415	26				
Federal Bank	88	110	25				
Finolex Industries	592	650	10				
GAIL	137	180	31				
GMM PFAUDLER	1399	1541	10				
Gulf Oil Lubricants	887	1125	27				
HCL Tech	1155	1272	10				
HDFC	2181	2380	9				
HDFC Bank	1237	1425	15				
Himadri Specialty Chemical	75	111	48				
Hindalco Inds	198	212	7				
IndusInd Bank	1352	1650	22				
ITC	260	297	14				
JK Cement	1128	1230	9				
JK Lakshmi Cement	307	387	26				
Jyothy Lab	176	215	22				
Karnataka Bank	80	116	45				
L & T	1452	1803	24				
L&T Finance Holdings	97	110	14				
L&T Technology	1501	1770	18				
LIC Housing	421	470	12				
Lumax Inds	1271	1607	26				
Minda Inds	364	410	13				
Mindtree	714	790	11				
Mold-Tek Pack	308	351	14				
Mphasis	938	1010	8				
Natco Pharma	589	690	17				
NOCIL	118	137	16				
Oberoi Realty	500	603	21				

Daily call

Index	CMP	% up/dn	S2	S1	P	R1	R2
Nifty	11,945.15	0.46%	11865	11905	11945	11990	12030
Sensex	40301.96	0.34%	40025	40165	40325	40460	40620

Nifty Daily Chart



Comments:

Nifty opened with an upward gap and buying momentum throughout the session led it to close near day' high. Nifty closed at 11945 with a gain of 55 points.

On the daily chart the index has formed a "Doji" candlestick formation indicating indecisiveness amongst market participants regarding the direction. The index is moving in a Higher Top and Higher Bottom formation on the daily chart indicating sustained up trend. The chart pattern suggests that if Nifty crosses and sustains above 11960 levels it would witness buying which would lead the index towards 12000-12050 levels. However if index breaks below 11900 level it would witness selling which would take the index towards 11880-11850. Nifty is trading above 20, 50,100 and 200 day SMA's which are important short term moving averages, indicating positive bias in the short to medium term. Nifty continues to remain in an uptrend in the short and medium term, so buying on dips continues to be our preferred strategy.

The daily strength indicator RSI is moving upwards and above its reference line indicating positive bias. However momentum oscillator Stochastic has turned negative from the overbought zone indicating a possible consolidation or a down move in the near term.

The trend deciding level for the day is 11945. If NIFTY trades above this level then we may witness a further rally up to 11990-12030-12070 levels. However, if NIFTY trades below 11945 levels then we may see some profit booking initiating in the market, which may correct up to 11905-11865-11820 levels.

STOCKS IDEAS FOR THE DAY

Company Name	BUY/SELL	RANGE	Stop Loss	Target
CESC	Buy Above	830	823	837-848
SUNTV	Sell Below	518	524	512-507

Note- Stocks Ideas are based on previous day's close and are activated only if they trade in buy/sell range

Daily Support/ Resistance of Nifty Companies



Company	Pivot Point	R1	R2	S1	S2	RSI-9D
NIFTY 50	11945	11947	11988	12030	11904	11863
ADANI PORTS	392	392	394	397	389	387
ASIAN PAINT	1785	1780	1795	1804	1771	1757
AXIS BANK	742	744	753	764	733	725
BPCL	522	521	528	535	515	508
BAJAJ-AUTO	3218	3216	3250	3283	3183	3149
BAJFINANCE	4120	4125	4173	4226	4072	4023
BAJAJFINSV	8745	8648	8847	8948	8547	8349
BHARTIARTL	377	378	381	385	374	370
INFRA TEL	215	213	219	224	209	203
CIPLA	468	471	475	483	464	460
COALINDIA	215	212	218	222	209	202
DRREDDY	2802	2787	2825	2848	2764	2725
EICHERMOT	21740	21860	22160	22580	21440	21140
GAIL	137	138	139	141	136	134
GRASIM	785	787	794	803	778	771
HDFC	2180	2165	2210	2239	2136	2091
BRITANNIA	3239	3255	3283	3327	3211	3183
HCLTECH	1154	1157	1163	1172	1148	1143
HDFCBANK	1238	1239	1249	1260	1228	1218
HEROMOTOCO	2641	2665	2691	2742	2614	2588
HINDUNILVR	2154	2164	2178	2201	2141	2127
HINDALCO	198	199	203	208	194	190
IOC	139	140	141	144	137	135
ICICIBANK	471	469	475	478	465	459
NESTLEIND	14838	14910	15019	15201	14729	14620
INDUSINDBK	1352	1365	1381	1409	1337	1321
INFY	710	707	736	761	681	653
ITC	261	262	264	267	259	257
JSWSTEEL	250	248	257	264	241	232
KOTAKBANK	1568	1577	1588	1608	1556	1545
LT	1453	1457	1464	1475	1446	1439
M&M	585	587	593	600	580	575
MARUTI	7430	7487	7567	7705	7350	7270
NTPC	120	121	122	124	119	118
ONGC	148	147	151	153	145	142
POWERGRID	195	196	198	201	193	191
RELIANCE	1461	1459	1473	1485	1447	1433
SBIN	314	315	318	322	311	308
SUNPHARMA	439	438	443	447	434	429
TATAMOTORS	172	174	177	181	169	166
TATASTEEL	407	411	418	429	400	392
TCS	2194	2201	2222	2250	2174	2153
TECHM	769	767	780	791	756	743
TITAN	1299	1297	1312	1326	1283	1268
ULTRACEMCO	4238	4235	4299	4360	4174	4111
UPL	595	594	602	608	588	581
VEDL	157	158	160	163	155	153
WIPRO	257	258	260	263	255	253
YESBANK	66	65	73	79	58	50
ZEEL	295	297	305	315	287	280

Source: Axis Direct.

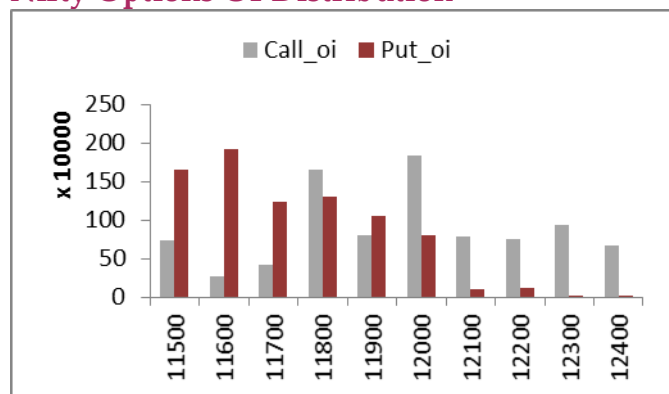
05 November 2019

Nifty Futures View	
Nifty Active Futures	11979.7
Nifty Active Futures OI	14671200
Change in OI	112875
Premium / Discount	38.40
Inference	Long Build Up

Volatility	
India VIX Index	15.92
Nifty ATM Call IV	13.05
Nifty ATM Put IV	16.2
PCR Index Options	1.44
PCR F&O Total	1.04

FII Activity	
INDEX FUTURES	199
INDEX OPTIONS	1087
STOCK FUTURES	-271
STOCK OPTIONS	26
FII Net Activity	1041

Nifty Options OI Distribution

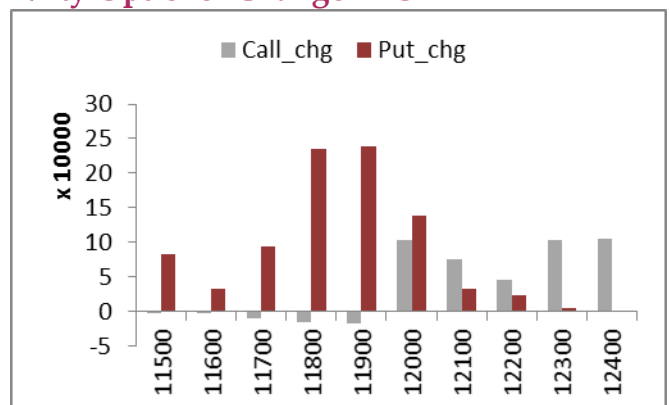


HIGHLIGHTS: Nifty futures closed at 11979.70 on a positive note with 0.78% increase in open interest indicating Long Build. Nifty Futures closed at a premium of 38 points compared to previous day premium of 38 points.

FII's were Buyers in Index Futures to the tune of 199 crores and were Buyers in Index Options to the tune of 1087 crores, Stock Futures were Sellers to the tune of 271 crores. FII's were Net Buyers in derivative segment to the tune of 1041 crores.

India VIX index is at 15.92. Nifty ATM call option IV is currently at 13.05 whereas Nifty ATM put option IV is quoting at 16.20. Index options PCR is at 1.44 and F&O Total PCR is at 1.04..

Nifty Options -Change in OI



Among stock futures CESC, CHOLAFIN, BAJAJFINSV & ONGC have witnessed long build up and may show strength in coming session.

Stock which witnessed short build up are APOLLOTYRE, CADILAH, UBL & MGL may remain weak in coming session.

Nifty Put options OI distribution shows that 11600 has highest OI concentration followed by 11500 & 11800 which may act as support for current expiry.

Nifty Call strike 12000 followed by 11800 witnessed significant OI concentration and may act as resistance for current expiry.

SECURITIES IN BAN PERIOD:

NIL

Stock Futures - Long Build

Symbol	Fut Price	% Chg	Open Interest	% Chg
CESC	829.55	3.22%	929600.00	15.16%
CHOLAFIN	314.00	1.05%	3220000.00	12.29%
BAJAJFINSV	8747.25	3.89%	1564750.00	7.43%
ONGC	144.55	2.37%	20126600.00	6.96%

Stock Futures - Short Build Up

Symbol	Fut Price	% Chg	Open Interest	% Chg
APOLLOTYRE	184.25	-2.18%	7260000.00	19.74%
CADILAH	242.65	-5.31%	9001600.00	14.09%
UBL	1240.30	-1.07%	2335900.00	11.68%
MGL	980.40	-3.22%	1444200.00	10.97%

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