

# Market Insight

7<sup>th</sup> Feb, 2019

NSE Indices	Curr Close	Points Chg	Chg %
NIFTY	11062.45	128.1	1.17
NIFTY 100	11206	126.35	1.14
NIFTY 500	9118.7	85.1	0.94
NIFTY MIDCAP	16720.8	10.8	0.06
INDIA VIX	15.63	-0.15	-0.95

BSE Indices	Curr Close	Points Chg	Chg %
SENSEX	36975.23	358.42	0.98
BSE 100	11242.71	117.8	1.06
BSE200	4653.46	44.44	0.96
BSE 500	14450.95	128.69	0.9
BSE MID CAP	14425.08	-17.21	-0.12
BSE SMALL CAP	13668.01	6.3	0.05

Sectorial Indices	Curr Close	Points Chg	Chg %
NIFTY AUTO	8567.4	99.1	1.17
NIFTY FIN SERVICE	11610.15	90.6	0.79
NIFTY FMCG	30029	269.15	0.9
NIFTY IT	16055.6	316.9	2.01
NIFTY MEDIA	2201.2	86.05	4.07
NIFTY METAL	2832.95	64.65	2.34
NIFTY PHARMA	8906.9	106.3	1.21
NIFTY PSU BANK	2951.5	41.3	1.42
NIFTY PVT BANK	15541.75	50.75	0.33
NIFTY REALTY	225.1	1.15	0.51
NIFTY COMMODITIES	3259.15	49.35	1.54
NIFTY CONSUMPTION	4860.8	49.75	1.03
NIFTY CPSE	1968.8	31.2	1.61
NIFTY ENERGY	15394.15	195.2	1.28
NIFTY INFRA	2932.1	6.45	0.22
NIFTY MNC	13315.45	87.7	0.66
NIFTY SERV SECTOR	15264.3	134.1	0.89
NIFTY PSE	3190	42.6	1.35
NIFTY BANK	27402.35	130.65	0.48

Nifty 50 Top 3 Gainers	Curr Close	Points Chg	Chg %
TECH MAHINDRA LT	811.35	60.35	8.04
ZEE ENTERTAINMEN	388	22.65	6.20
CIPLA LTD	534.95	26.95	5.31

Nifty 50 Top 3 Losers	Curr Close	Points Chg	Chg %
ADANI PORTS AND	330.35	-9.45	-2.78
DR REDDY'S LABS	2789.7	-31.75	-1.13
INDUSIND BANK	1526.05	-15.7	-1.02

Exchange	Advance	Decline	Unchg
NSE	737	977	345
BSE	1034	1527	151

## Market Wrap

Indian shares extended gains for a fifth straight session on Wednesday as investors awaited the RBI's decision on key rates.

It is expected that the central bank will change its monetary policy stance to "neutral" from "calibrated tightening" when it ends a three-day policy meeting on Thursday.

While there is room to cut rates, fiscal challenges and rising crude oil prices may prevent RBI from being too dovish.

The benchmark 30-share BSE Sensex ended the session up 358.42 points or 0.98 percent at 36,975.23 while the broader Nifty index jumped 128.10 points or 1.17 percent to 11,062.45.

Tata Steel, Bajaj Finance, Zee Entertainment Enterprises, Cipla and Tech Mahindra jumped 4-8 percent in the Nifty pack, while Dr Reddy's Laboratories, IndusInd Bank and Adani Ports dropped 1-3 percent.

Globally, Asian stocks closed broadly higher after U.S. President Donald Trump said that he would hold a two-day summit with North Korea leader Kim Jong Un in Vietnam at the end of February as part of a bold new diplomacy.

## Technical View



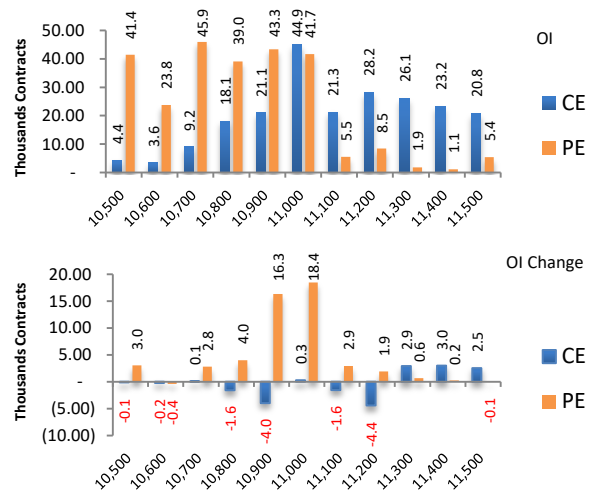
Nifty gained for a fifty straight session to close above 11000 mark. It closed at 11,062 level with the gains of 128 points on Wednesday. Nifty first time closed above 11000 mark after 3<sup>rd</sup> of October 2018. It took three failed attempt to cross 11000 mark and several weeks of narrow range consolidation, but with the help of RBI rate cut expectation Nifty managed break-out with huge gains.

Nifty made Strong bullish candle on Wednesday which indicate bullishness among traders. We expect bullishness to continue, one can use any dip to add long positions in nifty till the time its trading above 50 DMA of 10726. For intraday support can be seen near 10970, and 10910 levels. While resistance can be seen near 11095 and 11170 levels.

## Nifty Derivative Activity

Index	NIFTY	Change
Fut Closing	11090.3	1.3%
Prem /Disc	27.85	10.50
OI Qty	2.29 cr.	15.1%
Nifty PCR	1.50	
Highest OI	11000 CE	10700 PE

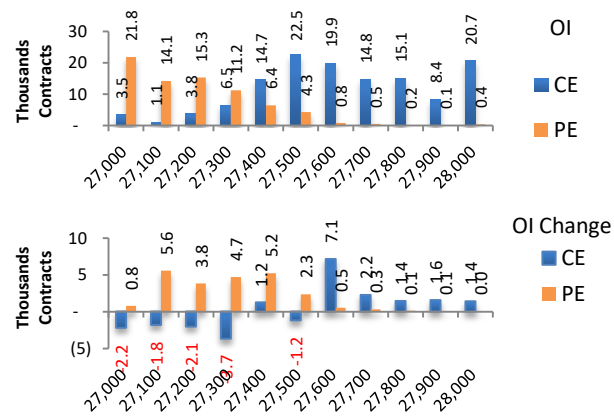
- Yesterday NIFTY future was up 1.27% with increase in O I by 15.1%. Put O I addition was seen at 11000 followed by 10900 and Call O I reduction was seen at 11200 followed by 10900.
- As per current option data Immediate Resistance is around 11200 & Major Resistance is around 11400.
- As per current option data Immediate Support is around 11000 & Major Support is around 10900.



## Bank Nifty Derivative Activity

Index	BANKNIFTY	Change
Fut Closing	27452.15	0.4%
Prem/Disc	49.80	-18.65
OI Qty	0.65 cr.	18.2%
Highest OI	27500 CE	27500 PE

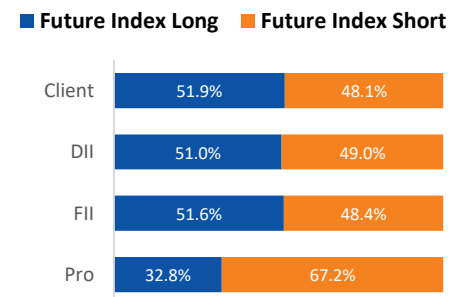
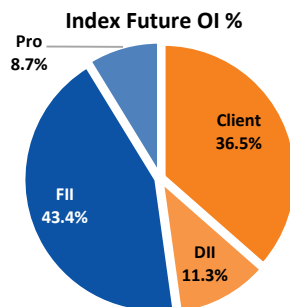
- Yesterday BANKNIFTY future was up 0.41% with increase in O I by 18.16%.
- Put O I addition was seen at 27100 followed by 27400 which can act as short term support.
- Call O I addition was seen at 27600 followed by 27700 which can act as short term resistance.



## Participants wise OI Activity

Participant wise OI Activity ( Fig in '000 Contracts)

Participant Type	Index Fut Activity	Call Activity	Put Activity
Client	-13.8	-25.8	49.0
DII	-7.6	0.0	5.0
FII	33.0	7.8	-1.5
Pro	-11.6	17.9	-52.4



- Yesterday, FII had added Long 33K Contracts in Index Futures and Clients had added Short 13.8K Contracts
- FII had added Call Long by 7.8K Contracts and added Put Short by 1.5K Contracts
- Clients had added Call Short by 25.8K Contracts and added Put Long by 49K Contracts

## Market Buzz

- **Cipla** reported a drop of 17 percent (year on year) in its profit for the December quarter at Rs 332.2 crore against Rs 400.5 crore posted last year. The company's consolidated revenue rose over 2 percent at Rs 4,077.5 crore against Rs 3,914 crore in Q3FY19. At an operating level, the company's EBITDA fell 14 percent at Rs 707.7 crore, against Rs 818.7 crore last year. The operating margin was reported at 18 percent against 20.9 percent last year.
- **Lupin** has posted Q3FY19 consolidate net loss at Rs 151.7 crore which included one-time loss of Rs 342.2 crore. The company had reported profit of Rs 222.2 crore in the same quarter last fiscal. Operating profit or EBITDA was up 9 percent at Rs 753 crore, while margin at was down at 16.7 percent. The revenue of the company up 13.3 percent at Rs 4,505 crore against Rs 3,976 crore. The tax expense at Rs 247.8 crore versus Rs 160.8 crore, YoY.
- **JSW Steel** reported a 9.96 percent fall in consolidated net profit to Rs 1,603 crore for the October-December quarter of 2018-19. The company had clocked a consolidated net profit of Rs 1,774 crore in the year-ago period, JSW Steel said in a BSE filing. Its total income in the quarter under review increased 11 percent to Rs 20,355 crore from Rs 18,306 crore in the October-December period of 2017-18. Total expenses too increased almost 11 percent to Rs 17,916 crore during the December quarter of 2018 as against Rs 16,188 crore in the corresponding period of the previous fiscal.
- **Adani Power** reported a significant improvement in revenue and earnings due to additional revenue recognition on account of compensation for higher coal costs. Revenue grew by 31.7% yoy to Rs6,380cr. EBITDA stood at Rs1,086cr, up 54% yoy. EBITDA margins rose by 246bps yoy to 17%. Net Loss stood at Rs1,181cr, against a net loss of Rs1,303cr in the corresponding quarter previous year.
- **Allahabad Bank's** Net Interest Income (NII) at Rs 1,398.67 crore in December 2018 up 3.84% from Rs. 1346.91 crore in December 2017. Quarterly Net Loss at Rs. 732.81 crore in December 2018 up 42.01% from Rs. 1,263.79 crore in December 2017. Operating Profit stands at Rs. 768.97 crore in December 2018 down 16.61% from Rs. 922.17 crore in December 2017.
- **Zydus Wellness** reported decent set of numbers for the quarter. Revenue grew by 11.9% yoy to Rs138.2cr. Company reported EBITDA growth of 10% yoy to Rs38.5cr. Due to higher employee expense as percent of net sales, EBITDA margin contracted by 48bps yoy to 27.9%. On account of higher other income (up 20.7% yoy), company posted 14.2% yoy growth in PAT to Rs42.2cr.
- **Adani Power's** Net Sales at Rs 6,380.33 crore in December 2018 up 31.7% from Rs. 4,844.46 crore in December 2017. Quarterly Net Loss at Rs. 1,180.78 crore in December 2018 up 8.52% from Rs. 1,290.74 crore in December 2017. EBITDA stands at Rs. 1,372.45 crore in December 2018 up 71.58% from Rs. 799.88 crore in December 2017.
- **Siemens** Net Sales at Rs 2,807.10 crore in December 2018 up 15.54% from Rs. 2,429.50 crore in December 2017. Quarterly Net Profit at Rs. 228.00 crore in December 2018 up 19.69% from Rs. 190.50 crore in December 2017. EBITDA stands at Rs. 394.20 crore in December 2018 up 14.96% from Rs. 342.90 crore in December 2017. Siemens EPS has increased to Rs. 6.40 in December 2018 from Rs. 5.35 in December 2017.
- **Venkys** Net Sales at Rs 812.00 crore in December 2018 up 16.69% from Rs. 695.85 crore in December 2017. Quarterly Net Profit at Rs. 67.67 crore in December 2018 down 2.52% from Rs. 69.42 crore in December 2017. EBITDA stands at Rs. 119.79 crore in December 2018 down 7.54% from Rs. 129.56 crore in December 2017. Venkys EPS has decreased to Rs. 48.04 in December 2018 from Rs. 49.28 in December 2017.
- **Birla Corporation's** Net Sales at Rs 1,086.80 crore in December 2018 up 21.48% from Rs. 894.61 crore in December 2017. Quarterly Net Profit at Rs. 6.99 crore in December 2018 up 128.51% from Rs. 24.52 crore in December 2017. EBITDA stands at Rs. 96.00 crore in December 2018 up 88.86% from Rs. 50.83 crore in December 2017. Birla Corp EPS has increased to Rs. 0.91 in December 2018 from Rs. 3.18 in December 2017.
- **Graphite India's** Net Sales at Rs 1,855.00 crore in December 2018 up 80.98% from Rs. 1,024.98 crore in December 2017. Quarterly Net Profit at Rs. 764.00 crore in December 2018 up 112.81% from Rs. 359.00 crore in December 2017. EBITDA stands at Rs. 1,149.00 crore in December 2018 up 107.52% from Rs. 553.69 crore in December 2017. Graphite India EPS has increased to Rs. 39.11 in December 2018 from Rs. 0.00 in December 2017.
- **HCL Infosystems** Net Sales at Rs 1,116.76 crore in December 2018 down 14.72% from Rs. 1,309.50 crore in December 2017. Quarterly Net Loss at Rs. 29.71 crore in December 2018 up 52.12% from Rs. 62.05 crore in December 2017. EBITDA stands at Rs. 8.10 crore in December 2018 up 206.3% from Rs. 7.62 crore in December 2017.
- **Results to watch** :ARVIND AUROPHARMA BAJAJELEC BRITANNIA CADILAHC ENDURANCE GILLETTE GRASIM MINDACORP MRF MRPL NBVENTURES PGHH TATAMOTORS TATAMTRDVR

## Nifty 50 Daily Volatility Levels

Symbol	Futures Close	O I Activity	Trend	Highest Call OI	Highest Put OI	R3	R2	R1	Mid Point	S1	S2	S3
BANKNIFTY	27452.15	Long Built-up	Neutral	27500	27500	27806.5	27601.0	27462.4	27396.2	27329.9	27191.3	26985.8
NIFTY	11090.3	Long Built-up	Up	11000	10700	11184.7	11102.7	11047.4	11021.0	10994.6	10939.3	10857.3
ADANIPTS	332.2	Short Built-up	Down	350	320	358.5	347.7	340.4	336.9	333.4	326.1	315.2
ASIANPAINT	1474.95	Neutral	Up	1440	1400	1503.8	1485.1	1472.5	1466.5	1460.5	1447.9	1429.3
AXISBANK	724.75	Neutral	Neutral	760	640	751.6	739.1	730.7	726.6	722.6	714.1	701.6
BAJAJ-AUTO	2785.9	Short Covering	Up	2800	3000	2839.3	2796.4	2767.4	2753.6	2739.8	2710.8	2667.9
BAJAJFINSV	6234.6	Long Built-up	Up	6500	6000	6359.8	6251.7	6178.8	6144.0	6109.1	6036.2	5928.1
BAJFINANCE	2718.15	Neutral	Up	2750	2400	2772.5	2720.1	2684.7	2667.8	2650.9	2615.6	2563.2
BHARTIARTL	309.55	Long Built-up	Neutral	310	300	319.9	314.5	310.8	309.1	307.3	303.7	298.2
BPCL	332.85	Long Built-up	Up	350	330	340.5	335.2	331.7	330.0	328.3	324.8	319.6
CIPLA	530.6	Long Built-up	Up	520	500	537.4	528.3	522.2	519.3	516.3	510.2	501.2
COALINDIA	220.6	Neutral	Up	230	200	223.7	221.0	219.2	218.3	217.5	215.6	212.9
DRREDDY	2806.4	Short Built-up	Down	2900	3000	2902.6	2861.9	2834.4	2821.3	2808.1	2780.7	2740.0
EICHERMOT	21215.55	Short Covering	Up	21000	18000	21793.4	21341.7	21037.2	20891.5	20745.7	20441.2	19989.5
GAIL	335.15	Long Built-up	Up	350	320	342.5	336.9	333.1	331.4	329.6	325.8	320.2
GRASIM	736.6	Short Covering	Up	760	700	747.6	734.8	726.2	722.1	717.9	709.3	696.5
HCLTECH	1061.25	Neutral	Up	1100	1000	1088.0	1071.9	1061.0	1055.8	1050.6	1039.8	1023.6
HDFC	1999	Neutral	Neutral	2000	1900	2041.8	2017.3	2000.9	1993.0	1985.1	1968.7	1944.2
HDFCBANK	2126.65	Neutral	Neutral	2140	2100	2160.2	2141.6	2129.1	2123.1	2117.1	2104.6	2086.0
HEROMOTOCO	2834.75	Neutral	Neutral	3000	2700	2948.3	2885.4	2842.9	2822.6	2802.3	2759.8	2696.9
HINDALCO	211.95	Long Built-up	Up	230	190	216.0	212.4	210.0	208.9	207.7	205.3	201.7
HINDPETRO	228.7	Long Built-up	Up	250	230	233.7	229.5	226.6	225.2	223.8	220.9	216.7
HINDUNILVR	1839.8	Neutral	Neutral	1840	1700	1871.9	1853.3	1840.7	1834.7	1828.7	1816.2	1797.5
IBULHSGFIN	647.9	Long Built-up	Up	700	700	676.8	659.4	647.7	642.1	636.4	624.7	607.3
ICICIBANK	360	Neutral	Up	380	350	369.3	363.2	359.1	357.1	355.1	351.0	344.9
INDUSINDBK	1523.6	Short Built-up	Down	1560	1480	1573.7	1552.5	1538.2	1531.4	1524.6	1510.3	1489.2
INFRADEL	297.75	Long Built-up	Up	300	290	307.5	301.0	296.6	294.5	292.4	288.0	281.5
INFY	767.7	Long Built-up	Up	760	620	783.5	773.3	766.5	763.2	760.0	753.1	743.0
IOC	138.2	Neutral	Up	140	130	140.3	138.3	136.9	136.2	135.6	134.2	132.1
ITC	279.3	Neutral	Up	300	260	284.3	280.9	278.6	277.5	276.4	274.1	270.7
JSWSTEEL	280.75	Neutral	Up	300	270	286.9	282.3	279.2	277.7	276.2	273.1	268.5
KOTAKBANK	1282.75	Neutral	Neutral	1300	1200	1319.4	1301.7	1289.7	1284.0	1278.3	1266.4	1248.7
LT	1308.05	Neutral	Up	1400	1260	1327.2	1313.3	1303.9	1299.4	1294.9	1285.5	1271.6
M&M	697.95	Short Covering	Up	800	680	713.0	702.8	695.9	692.6	689.2	682.3	672.1
MARUTI	7203.55	Neutral	Up	8000	6500	7450.3	7301.9	7201.8	7154.0	7106.1	7006.0	6857.6
NTPC	136.9	Neutral	Up	150	135	138.7	137.2	136.2	135.7	135.2	134.2	132.8
ONGC	143.3	Long Built-up	Up	150	140	145.9	143.8	142.4	141.7	141.0	139.5	137.4
POWERGRID	185.15	Long Built-up	Up	190	180	188.5	186.4	185.0	184.3	183.6	182.2	180.1
RELIANCE	1317.45	Long Built-up	Up	1300	1200	1350.9	1328.3	1313.0	1305.7	1298.4	1283.1	1260.5
SBIN	289.85	Short Covering	Up	300	280	295.4	291.5	288.8	287.5	286.2	283.5	279.6
SUNPHARMA	418	Short Covering	Neutral	450	400	435.5	425.1	418.1	414.8	411.5	404.5	394.1
TATAMOTORS	179.45	Short Covering	Up	200	175	184.1	181.1	179.0	178.0	177.0	175.0	171.9
TATASTEEL	486.2	Short Covering	Up	500	460	494.8	485.4	479.0	475.9	472.8	466.4	457.0
TCS	2085.65	Long Built-up	Up	2100	1700	2120.1	2095.3	2078.5	2070.5	2062.5	2045.8	2021.0
TECHM	815.5	Long Built-up	Up	820	780	820.9	803.5	791.7	786.1	780.5	768.7	751.3
TITAN	1065.25	Long Unwinding	Neutral	1120	1000	1102.1	1084.6	1072.8	1067.2	1061.5	1049.7	1032.3
ULTRACEMCO	3531.25	Long Built-up	Up	3600	3500	3637.6	3570.0	3524.4	3502.6	3480.8	3435.2	3367.6
UPL	807.95	Long Built-up	Up	840	760	827.2	815.4	807.4	803.6	799.8	791.8	780.0
VEDL	164.95	Long Built-up	Neutral	200	150	178.5	171.4	166.6	164.3	162.0	157.2	150.1
WIPRO	374.2	Long Built-up	Neutral	400	350	384.3	378.3	374.3	372.3	370.4	366.3	360.3
YESBANK	177.45	Short Covering	Neutral	200	180	188.3	182.6	178.8	177.0	175.1	171.3	165.6
ZEEL	388.65	Short Covering	Up	400	300	429.2	403.3	385.9	377.5	369.2	351.7	325.9

## DISCLOSURES

Research Team Tel: 022 – 71148579

E-mail: [research@inventuregrowth.com](mailto:research@inventuregrowth.com)

Website: [Inventuregrowth.com](http://Inventuregrowth.com)

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Research Team	Profile	Email ID
Mr. Prashant Barwaliya	Head- Research	Prashant.b@inventuregrowth.com
Mr. Yash Doshi	Fundamental Analyst	Yash.doshi@Inventuregrowth.com
Mr. Smeet Gala	Fundamental Analyst	Smeet.Gala@Inventuregrowth.com

**Created by:** **IGSL - Research**  
Inventure Growth & Securities Ltd, 201, Viraj Tower, Near Landmark Building,  
Western Express Highway, Andheri (East), Mumbai -400 093  
Tele: 91-22-71148500 , Fax: 91-22-40751511.  
E-mail: [Research@inventuregrowth.com](mailto:Research@inventuregrowth.com) , website : <http://www.inventuregrowth.com>

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