

### Key Indices Update

Indices	Close	Change (%)
Nifty	19811.50	0.40 ↗
Sensex	66428.09	0.39 ↗
Midcap	40733.35	0.35 ↗
Smallcap	13054.95	0.88 ↗

### Trend Strength Indicator

Nifty 50 Stocks above 200 EMA	NSE Advance / Decline
45	1463/899

### Key Data

Data	Current	Previous
Dow Jones	33,997.7	33,984.5
U.S. Dollar Index	106.22	106.24
Brent Crude (USD/BBL)	90.86	89.65
US 10Y Bond Yield (%)	4.84	4.70
India 10Y Bond Yield (%)	7.33	7.33

### Sectoral Data

Sector	Close	Change (%)
Banking	44441.40	0.49 ↗
Auto	16505.30	0.09 ↘
Energy	27502.30	0.90 ↗
Finservice	20766.00	0.74 ↗
FMCG	52675.90	0.52 ↗
IT	31802.70	0.16 ↗
Media	2318.50	0.17 ↗
Metal	6903.80	0.31 ↗
Pharma	15197.90	0.22 ↗
Realty	610.25	0.07 ↘

### FII & DII Data

Sector	Buy/Sell	Change in OI
Index Futures	464.51	-1.10%
Index Options	8838.4	3.33%
Stock Futures	2187.67	-0.34%
Stock Options	-474.01	1.37%

### FII & DII Cash Segment (₹ in cr)

Category	Amount	MTD	YTD
FII	264	-12713	-33225
DII	113	12816	140784

## Fundamental

Refer Page 02

### Stock for Investment

Stock Name	Sector	*CMP (₹)	TP (₹)	Upside (%)
MUTHOOTFIN	NBFC	1,252	1,529	22.1%

\*CMP as on Oct 17, 2023

### Top News

- ✦ **Bajaj Finance** announced that during **Q2FY24** its **consolidated net interest income** was **Rs 8,845 Cr, up by 26% YoY**.
- ✦ **ICICI Prudential** **Q2FY24 net premium income** increased by **4.6% YoY** to **Rs 10,022.4 Cr**.

## Technical

Refer Page 03-04

- ✦ **Nifty edged higher after a muted session** and gained nearly half a percent.
- ✦ **Mixed trend continued** on the sectoral front wherein **energy and financials** were among the top gainers while **auto and realty** closed flat.
- ✦ We **reiterate our mildly bullish view** on Nifty and suggest **continuing with a "buy on dips" approach** till it manages to hold **19,600**.
- ✦ Stock of the Day- **IRCTC**.

## Derivatives

Refer Page 05-06

- ✦ FIIs were **buyers** in the futures segment. With marginal buying in index futures, they **bought** stock futures worth INR 2187 cr.
- ✦ Nifty futures **added** 2.2% OI whereas Banknifty futures OI **declined** by 6.1%.
- ✦ Substantial unwinding visible in Nifty ITM calls with addition seen in OTMs indicates base **shifting higher**; PCR-OI at 1.08.
- ✦ Longs formed in **APOLLOTYRE, L&TFH, DEEPAKNTR, DIXON, GAIL & IRCTC**.
- ✦ Short covering seen in **HDFCLIFE, BHEL, GODREJCP, NESTLEIND & POWERGRID**.

# Fundamental

## Top News

- 01** **ICICI Prudential Q2FY24 net premium income increased by 4.6% YoY to Rs 10,022.4 Cr as Annualized Premium Equivalent (APE) saw a growth of 3% YoY to Rs 2,063 Cr. New Business Premium (NBP) was up by 4.4% YoY to Rs 4,360 Cr. Value of New Business (VNB) declined by 7.1% YoY to Rs 577 Cr with a margin of 28%.**
- 02** **Tata Elxsi revenue for Q2FY24 came in at Rs 881.7 Cr, experiencing a growth of 15.5% YoY/3.7% QoQ and in terms of constant currency it grew by 10.1% YoY/3.4% QoQ. EBITDA was reported at Rs 263.6 Cr with a margin of 29.9%. PAT stood at Rs 200 Cr, up by 14.8% YoY/5.9% QoQ with an EPS of Rs 32.1/share.**
- 03** **Zensar Technologies consolidated revenue for Q2FY24 grew by 0.5% YoY/1.1% QoQ to Rs 1,240.8 Cr. Amongst geographies, the US accounted for 66.1% of the revenue followed by Europe and Africa at 21.6% and 12.3% respectively. It reported an EBITDA of Rs 230.9 Cr, up by 118.9% YoY/0.4% QoQ with a margin of 18.6%. PAT was Rs 173.9 Cr, up by 206.3% YoY/11.3% QoQ while the attrition rate declined to 13.1%.**
- 04** **L&T Technology Services Q2FY24 consolidated revenue from operations was Rs 2,386.5 Cr, up by 4.6% YoY/3.7% QoQ. Amongst segments, Transportation reported the highest growth of 15% YoY/5.4% QoQ to Rs 793.1 Cr. Net profit for the period was up by 5.1% YoY/1.2% QoQ to Rs 315.9 Cr with an EPS of 29.8/share.**
- 05** **Bajaj Finance announced that during Q2FY24 its consolidated net interest income was Rs 8,845 Cr, up by 26% YoY while PAT was reported at Rs 3,551 Cr increasing by 28% YoY. AuM stood at Rs 290,264 Cr growing by 33% YoY while new loans booked grew by 26% YoY to 8.5 Mn. GNPA/NNPA was 0.9%/0.3%.**

### Stock for Investment

### Muthoot Finance Ltd.

Stock Symbol	MUTHOOTFIN
Sector	NBFC
*CMP (₹)	1,252
Target Price (₹)	1,529
Upside %	22.1%

- ✦ **Muthoot Finance** provides **gold loans** to its customers. It has a **market share** of **44%** in the **organized gold loan market**. The company predominately operates in **Southern India**.
- ✦ It's **AuM increased** by **19.3% YoY** in **Q1FY24** which was led by **gold loans** as well as **other loans** while **margins improved** by **84bps YoY** to **11.6%**. As a result, **net interest income** grew by **27.6% YoY** while **net income** was **up** by **26.6% YoY**.
- ✦ The company's recorded high **disbursement/collections** as it **increased** by **41%/25% YoY**. The uptick in **disbursement/collections** is expected to improve as the company **increases** its **branch count** as well as the **ticket size of customer** inches **higher**.
- ✦ Going forward, we expect the company to grow on the back of **rising average ticket size** of **customers** and its **diversification** in **micro-finance sector**. Also, they remain confident of **passing on** the **increased cost to customers** in coming quarters.
- ✦ Financially, we expect the **AuM** to **grow** at **12% CAGR** along with **NII/PAT growth** of **9%/10% CAGR** over **FY23-25E** and maintain **Buy** with a **target price** of **Rs 1,529**.

\*CMP as on Oct 17, 2023

# Technicals

**Tone Positive but move would be gradual. Stay stock-specific.**

NIFTY
19811.50 <span style="color: green;">↑</span> 79.75 (0.40%)

S1	S2	R1	R2
19710	19600	19900	20050

Technical Chart : Daily



- ✦ **Nifty edged higher after a muted session** and gained nearly half a percent.
- ✦ **Mixed trend continued** on the sectoral front wherein **energy and financials** were among the top gainers while **auto and realty** closed flat.
- ✦ We **reiterate our mildly bullish view** on Nifty and suggest **continuing with a "buy on dips" approach** till it manages to hold **19,600**.
- ✦ Traders should keep a check on stock selection and risk management aspects.

BANKNIFTY
44409.50 <span style="color: green;">↑</span> 183.60 (0.42%)

S1	S2	R1	R2
44100	43850	44750	45200

Technical Chart : Daily



- ✦ **Banking index opened gap up but failed to hold** at higher levels and closed near days low with marginal gains.
- ✦ On the stocks front, **HDFC Bank, Kotak Bank and ICICI Bank** were among the top gainers wherein **Indusind Bank and Bankdhan Bank** remained subdued.
- ✦ It failed to **sustain above intermediate hurdle 44700 zone** which coincides with its short term moving average.
- ✦ **Trade in sync with the trend** while keeping a check on position size.

**Technicals**

Stock of the day	Recom.	CMP (₹)	Range*	SL	Target
<b>IRCTC</b>	<b>BUY</b>	714.60	712-715	694	755

Technical Chart : Daily



- ✦ IRCTC has been **witnessing recovery for the last 6 months.**
- ✦ It has **recently ended nearly 2-year long corrective phase** as well.
- ✦ It has formed a **fresh buying pivot** holding above its **short term average i.e 20 EMA.**
- ✦ **We thus recommend creating fresh longs** in the mentioned zone.

Note- \* We may review initiation range based on opening

Momentum Stocks Midcap	Name	Price	Price %
	KIOCL	476.40	20.00 ↗
	FACT	748.75	13.83 ↗
	MRPL	112.20	8.46 ↗
	LATENTVIEW	431.95	5.29 ↗
	HOMEFIRST	956.45	5.18 ↗

Name	Price	Price %	Range Breakout/ Breakdown
CANFINHOME	768.25	3.97 ↗	
L&TFH	139.10	3.11 ↗	
APOLLOTYRE	389.90	2.44 ↗	
BPCL	354.70	2.15 ↗	
JKCEMENT	3293.00	2.07 ↗	

Top 5 F&O Gainers ↗	Name	Price	Price %
	CANFINHOME	768.25	3.97 ↗
	L&TFH	139.10	3.11 ↗
	APOLLOTYRE	389.90	2.44 ↗
	BPCL	354.70	2.15 ↗
	JKCEMENT	3293.00	2.07 ↗

Name	Price	Price %	Top 5 F&O Losers ↘
MPHASIS	2290.75	2.91 ↘	
DALBHARAT	2255.90	2.85 ↘	
GNFC	652.60	2.45 ↘	
HAVELLS	1384.05	2.14 ↘	
BANDHANBNK	239.70	1.80 ↘	

Bullish Charts	Name	Price	Price %
	APOLLOTYRE	389.90	2.44 ↗
	COALINDIA	317.40	1.73 ↗
	L&TFH	139.10	3.11 ↗
	POWERGRID	207.15	2.02 ↗
	SBILIFE	1348.35	1.98 ↗

Name	Price	Price %	Bearish Charts
AARTIIND	488.80	0.37 ↘	
AUBANK	706.60	0.39 ↘	
MPHASIS	2290.75	2.91 ↘	
TATACOMM	1787.60	0.52 ↘	
TATACOMM	1787.60	0.52 ↘	

# Derivatives

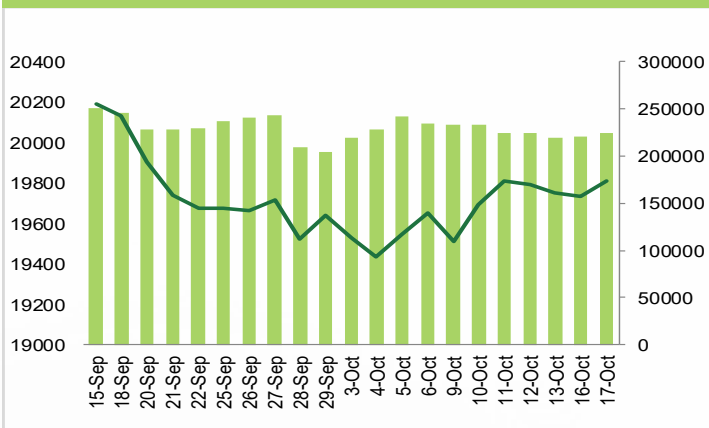
**Index Consolidation Continues. Be Stock Specific, more on the Long side.**

## Nifty

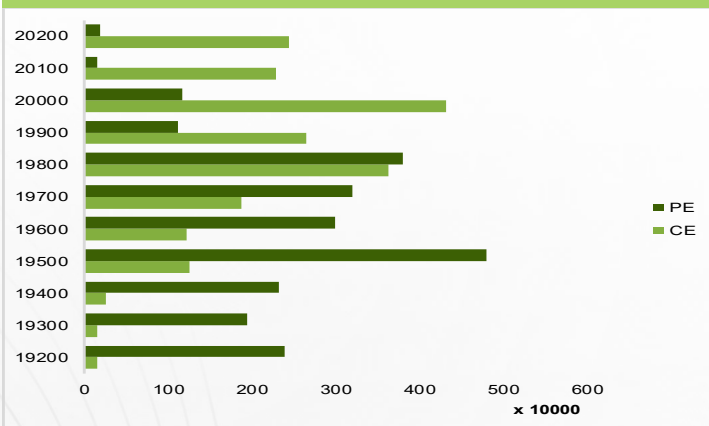
Nifty	<b>19811.50</b>
OI (In contracts)	<b>225027</b>
CHANGE IN OI (%)	<b>2.21</b>
PRICE CHANGE (%)	<b>0.40</b>
IMPLICATION	<b>LONG BUILDUP</b>

- ✦ Nifty futures closed below VWAP of 19,819 with the addition of 2.2% OI. Substantial unwinding visible in ITM calls; PCR-OI at 1.08.
- ✦ The Index consolidated in a range, tested its resistance around 19,850-19,870 and finally settled with some gains. Some addition of OI seen in its futures. Mixed trend was visible on the sectoral front wherein **ENERGY & FINANCIALS** posted gains. With some buying by FIIs (in stock futures), we believe the index might continue its rebound. **Intraday, It's Prudent to Play the Range: 19,700-19,950 being Stock Specific Long.**

### NIFTY (CLOSE VS OI)



### NIFTY OPTION CHAIN

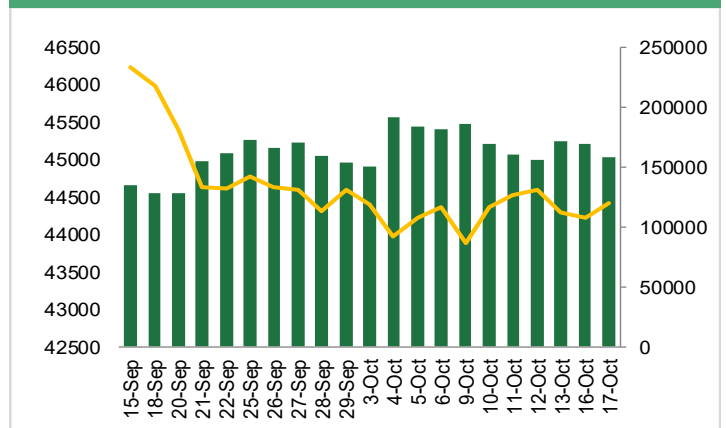


## Banknifty

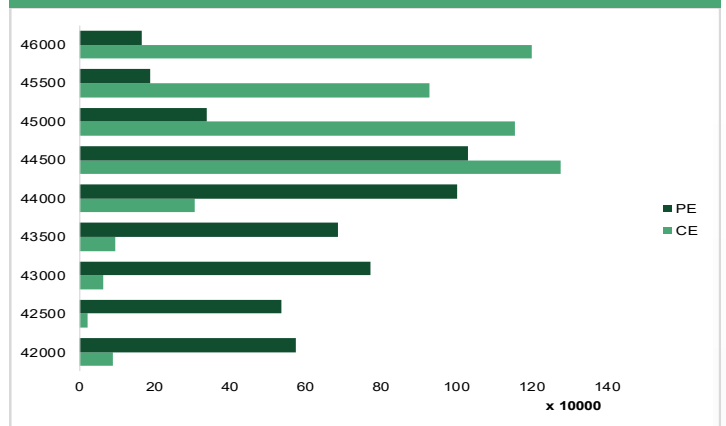
Banknifty	<b>44409.50</b>
OI (In lakhs)	<b>158295</b>
CHANGE IN OI (%)	<b>-6.11</b>
PRICE CHANGE (%)	<b>0.42</b>
IMPLICATION	<b>SHORT COVERING</b>

- ✦ Banknifty futures closed below VWAP of 44,538 with a decline of 6.1% OI. Significant addition of OI seen at 44,500 & 44,600 calls with decline in IVs; PCR-OI at 0.75.
- ✦ In line with the benchmark, Index consolidated in a range & settled with gain of half a percent. Further reduction of OI seen as Short covering. Barring **INDUSINDBK**, all majors ended in green. Data points indicate the index to continue finding supply at higher levels. **It's Prudent to Continue Looking to SHORT on bounce with a stop at 45,000.**

### BANKNIFTY (CLOSE VS OI)



### BANKNIFTY OPTION CHAIN



## Derivatives

### Long Buildup

Symbol	Price	Price %	OI	OI %
APOLLOTYRE	386.9	2.1	8640	20.7
CANFINHOME	770.6	4.0	5234	12.2
EXIDEIND	269.7	1.6	5021	10.5
L&TFH	139.65	3.4	8236	7.8
DEEPAKNTR	2128.85	0.8	9968	6.0

### Short Buildup

Symbol	Price	Price %	OI	OI %
HAVELLS	1384	-2.1	13344	11.7
MPHASIS	2298	-2.3	11040	9.8
BANDHANBNK	240.25	-1.8	26557	4.9
FEDERALBNK	148.5	-0.1	26758	4.8
LT	3074.35	-1.2	30341	4.7

### Nifty 50

Symbol	Price	Price %	OI	OI %
ADANIANT	2435.8	-0.1	33074	0.2
ADANIPTS	808.0	0.0	68352	0.6
APOLLOHOSP	5030.1	0.1	20575	-1.3
ASIANPAINT	3122.0	0.3	31043	-0.6
AXISBANK	1011.2	0.3	79387	-2.6
BAJAJ-AUTO	5160.4	1.3	9569	0.6
BAJAJFINSV	1660.0	0.8	19708	0.7
BAJFINANCE	8119.5	0.8	37016	3.0
BHARTIARTL	955.8	0.8	42814	1.6
BPCL	355.1	2.2	16126	2.1
BRITANNIA	4598.3	0.3	9996	-1.5
CIPLA	1175.2	0.8	14570	-2.2
COALINDIA	317.6	1.7	17763	3.6
DIVISLAB	3658.5	0.2	12443	0.0
DRREDDY	5559.3	1.0	22212	0.6
EICHERMOT	3512.8	0.5	18798	-0.5
GRASIM	1974.8	-0.2	23008	-1.6
HCLTECH	1264.9	0.5	16383	2.6
HDFCBANK	1541.6	0.7	273676	-1.8
HDFCLIFE	642.3	1.9	14646	-10.8
HEROMOTOCO	3183.0	0.3	13605	-0.1
HINDALCO	485.6	0.2	19366	5.2
HINDUNILVR	2554.8	-0.2	30812	-3.3
ICICIBANK	955.0	0.1	127683	-0.9
INDUSINDBK	1436.8	-0.8	47502	-2.7

## Stock Dynamics

- ✦ A breakout in **APOLLOTYRE** with substantial Long Formation makes it a **BUY ON DIPS** candidate with a stop at 373.
- ✦ Bouncing off from 735 odd levels, **CANFINHOME** engulfed the move of the past few sessions. The stock might test its previous swing highs around 794.
- ✦ Finding rejection from around 1420, **HAVELLS** attracted Shorts. The immediate support for the stock lies at 1350.
- ✦ A positive momentum fizzled out in **EXIDEIND** with plentiful OI addition. Be **POSITIVE** in the stock till it holds 258.
- ✦ A breakdown in **MPHASIS** with substantial Shorting makes it a **SELL ON RISE** candidate with a stop at 2380.
- ✦ Fresh breakout in **L&TFH** with long formation to the tune of 7.8%. **DIPS TO BE BOUGHT** in the stock with a stop at 130.
- ✦ Hovering around its support, **BANDHANBNK** added meaningful OI. Breakdown from current levels might invite some damage in the stock.

Symbol	Price	Price %	OI	OI %
INFY	1426.3	0.6	69807	-3.1
ITC	453.3	0.9	35034	-1.6
JSWSTEEL	791.7	0.1	12990	-1.2
KOTAKBANK	1773.7	1.1	75122	-1.0
LT	3074.4	-1.2	30341	4.7
LTIM	5221.6	0.8	13047	-1.1
M&M	1575.4	0.0	21675	0.5
MARUTI	10747.5	0.1	30750	0.7
NESTLEIND	23357.6	1.0	7597	-4.6
NTPC	246.3	1.1	26549	0.6
ONGC	186.5	-0.2	12178	1.6
POWERGRID	207.2	2.0	17239	-4.1
RELIANCE	2359.2	0.4	213666	-1.2
SBILIFE	1350.1	1.8	8661	1.2
SBIN	578.2	0.1	67169	-1.3
SUNPHARMA	1138.0	0.2	31397	-0.1
TATACONSUM	910.7	0.1	11081	-0.7
TATAMOTORS	657.0	-1.5	51347	0.1
TATASTEEL	127.4	0.3	38810	-1.0
TCS	3509.4	-0.4	71921	2.8
TECHM	1201.1	1.1	24133	-0.8
TITAN	3318.9	0.2	14840	0.5
ULTRACEMCO	8313.4	0.1	15653	2.8
UPL	626.7	-0.8	24681	1.5
WIPRO	412.9	0.3	33259	-0.8

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S. No.	Statement	Answer	
		Yes	No
	I/we or any of my/our relative has any financial interest in the subject company? <b>[If answer is yes, nature of interest is given below this table]</b>		No
	I/we or any of my/our relatives, have actual/beneficial ownership of one percent. or more securities of the subject company, at the end of the month immediately preceding the date of publication of the research report or date of the public appearance?		No
	I/we or any of my/our relative, has any other material conflict of interest at the time of publication of the research report or at the time of public appearance?		No
	I/we have received any compensation from the subject company in the past twelve months?		No
	I/we have managed or co-managed public offering of securities for the subject company in the past twelve months?		No
	I/we have received any compensation for brokerage services from the subject company in the past twelve months?		No
	I/we have received any compensation for products or services other than brokerage services from the subject company in the past twelve months?		No
	I/we have received any compensation or other benefits from the subject company or third party in connection with the research report?		No
	I/we have served as an officer, director or employee of the subject company?		No
	I/we have been engaged in market making activity for the subject company?		No

Nature of Interest if answer to F(a) above is Yes: ..... Name(s) with Signature(s) of RA(s).

[Please note that only in case of multiple RAs and if the answers differ inter-se between the RAs, then RA specific answer with respect to questions under F(a) to F(j) above, are given below]

SS. No.	Name(s) of RA.	Signatures of RA	Serial Question of question which the signing RA needs to make a separate declaration / answer	Yes	No

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