

Key Indices Update

Indices	Close	Change (%)
Nifty	22620.35	3.36 ↗
Sensex	74382.24	3.20 ↗
Midcap	51266.70	4.30 ↗
Smallcap	16289.40	3.81 ↗

Trend Strength Indicator

Nifty 50 Stocks above 200 EMA	NSE Advance / Decline
39	1915/699

Key Data

Data	Current	Previous
Dow Jones	38,803.7	38,711.3
U.S. Dollar Index	104.11	104.15
Brent Crude (USD/BBL)	78.77	77.16
US 10Y Bond Yield (%)	4.30	4.33
India 10Y Bond Yield (%)	7.03	7.03

Sectoral Data

Sector	Close	Change (%)
BANKNIFTY	49054.60	4.53 ↗
NIFTYAUTO	24283.75	4.70 ↗
NIFTYENERG	38712.35	2.89 ↗
NIFTYFINSR	23232.20	4.24 ↗
NIFTYFMCG	57567.40	4.34 ↗
NIFTYIT	33087.95	2.39 ↗
NIFTYMEDIA	1873.40	3.96 ↗
NIFTYMETAL	9496.60	5.75 ↗
NIFTYPHARM	19281.25	3.65 ↗
NIFTYREALT	1000.80	2.53 ↗

FII's F&O Data

Sector	Buy/Sell	Change in OI
Index Futures	2510.76	0.46%
Index Options	43981.31	-16.47%
Stock Futures	1890.82	-0.12%
Stock Options	-991.36	12.17%

FII & DII Cash Segment (₹ in cr)

Category	Amount	MTD	YTD
FII	-5656	-11241	-133349
DII	4555	3148	209904

Fundamental

Refer Page 02

Stock for Investment

Stock Name	Sector	*CMP (₹)	^TP (₹)	Upside
DALBHARAT	Cement	1,735	2,208	27.3%

*Time horizon - 9-12 Months

*CMP as on Jun 05, 2024

Top News

- ✦ **Kotak Mahindra Bank** proposed **acquisition** of 70% shareholding in **Kotak Mahindra General Insurance Company**.
- ✦ **Bharat Heavy Electricals** said it received **Rs 3,500-crore** order from **Adani Power** for the **establishment of 1,600 MW Thermal Power Plant (TPP)** at Raipur.

Technical

Refer Page 03-04

- ✦ **Nifty** witnessed **recovery** and **gained over 3%**, taking a **breather after a sharp plunge**.
- ✦ **Metal, auto, banking and FMCG** were among the **top performers** on the sectoral front.
- ✦ The **rebound in the index** is **encouraging** however **sustainability** above the **22,600 zone** would be the **key now to inch towards 23,000**. On the flip side, the **21,800-22,000 zone** should offer a **cushion** in case of **profit taking**.
- ✦ Stock of the Day - **CIPLA**.

Derivatives

Refer Page 05-06

- ✦ **FII's** have not been consistent in forming positions of late, this time they were buyers in the futures segment.
- ✦ Nifty futures **reduced** 10.5% from its OI whereas Bank nifty futures **added** 13.4%.
- ✦ Substantial **decline** in IVs; Nifty @ 21.6% & Bank nifty @ 26.7%.
- ✦ Bank nifty 49,000 **straddle added substantial** OI with PCR-OI increasing to 0.83.
- ✦ Longs formed in names like **RECLTD, CROMPTON, TVSMOTOR & MCDOWELL-N**.

Fundamental

Top News

- 01** **Kotak Mahindra Bank** proposed **acquisition** of 70% shareholding in **Kotak Mahindra General Insurance Company** by **Zurich Insurance Company** by way of a combination of primary and secondary acquisitions, for a total consideration of approximately **Rs. 5,560 crore** ("Transaction").
- 02** **Bharat Heavy Electricals** said it received **Rs 3,500-crore** order from **Adani Power** for the **establishment of 1,600 MW Thermal Power Plant (TPP)** at Raipur. The company has received an order from Adani Power for **setting up the 2x800 MW TPP** in Chhattisgarh
- 03** **RVNL** bags **Rs 390 crore** order from **Indian Railways** with the duration of the project is **24 months**. It further stated that RVNL has obtained a **Letter of Acceptance** from the Railway to build the **Sitarampur bypass line** under the **Eastern Railway's Asansol Division**.
- 04** **Indian Energy Exchange** achieved **monthly overall volume of 10,633 MU**, in May'24, marking a **28.9% year-over-year increase**. The **electricity volumes** at 9,568 MU, **increased 21% YoY**. The renewable energy certificates (REC) at 1,055 MU, increased 640.3% YoY. The **Real-Time Electricity Market (RTM)** reported **highest ever monthly traded volume in May'24**.
- 05** **Torrent Pharmaceuticals** Enters into Non-Exclusive Patent Licensing Agreement with **Takeda Pharmaceuticals** to Commercialize its **Novel Gastrointestinal Drug in India**. **Vonoprozán** is a novel **potassium-competitive acid blocker (P-CAB)**, used for the treatment of acid related disorders - **Gastroesophageal Reflux Disease (GERD)**. Torrent will market Vonoprozán under its own trademark, **Kabvie**.

Stock for Investment

Dalmia Bharat Ltd.

Stock Symbol	DALBHARAT	<ul style="list-style-type: none"> ✦ Dalmia Bharat is the 4th largest cement player in India with a capacity of ~44.6MnT. It has presence across 22 states covering south, east and central India.
Sector	Cement	<ul style="list-style-type: none"> ✦ Dalmia Bharat reported mixed set of numbers with strong topline but subdued performance of EBITDA margin.
*CMP (₹)	1,735	<ul style="list-style-type: none"> ✦ Going ahead, management remains positive on the growth prospects as there are strong opportunities in the cement sector driven by overall infrastructure development, strong demand from housing and real estate sector as well as private capex investment.
^Target Price (₹)	2,208	<ul style="list-style-type: none"> ✦ Management plan is to improve utilization & capacity, invest behind brands and expand distribution which would aid in gaining market share where they have weak presence.
Upside	27.3%	<ul style="list-style-type: none"> ✦ The company would focus on driving volume led growth with improvement in realization, and take cement capacity to 49.5MT and also add JP capacity of 9.4MT in FY25.
		<ul style="list-style-type: none"> ✦ On the financial front, we expect its revenue/EBITDA to grow by 14.1%/18.3% CAGR over FY24-26E and have maintained Buy rating with target price of Rs 2,208.

*CMP as on Jun 05, 2024
^Time horizon - 9-12 Months

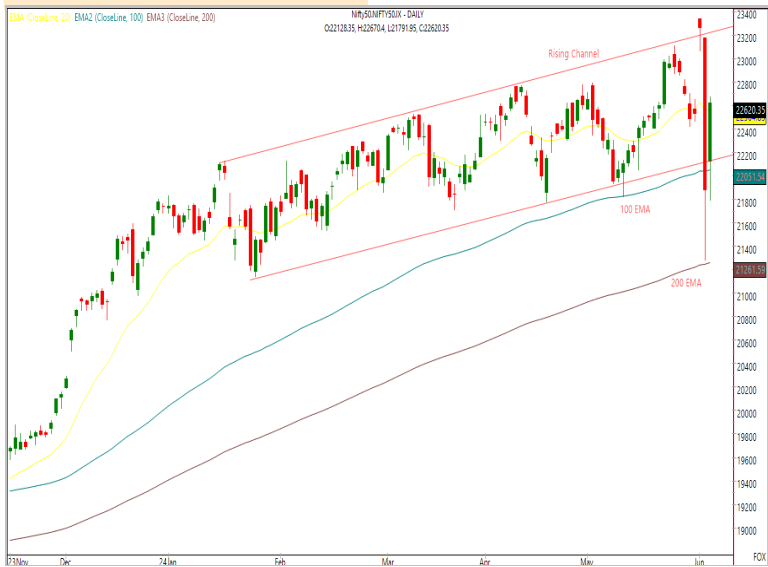
Technicals

Reclaimed some lost ground. Prefer defensive for now.

NIFTY
22620.35 ↗1735.85 (3.36%)

S1	S2	R1	R2
22400	22200	22800	23000

Technical Chart : Daily



- ✦ **Nifty** witnessed **recovery** and **gained over 3%**, taking a **breather** after a **sharp plunge**.
- ✦ **Metal, auto, banking and FMCG** were among the **top performers** on the sectoral front.
- ✦ The **rebound in the index** is **encouraging** however **sustainability** above the **22,600 zone** would be the **key now to inch towards 23,000**. On the flip side, the **21,800-22,000 zone** should offer a **cushion** in case of **profit taking**.
- ✦ We **reiterate our preference** for **defensive** viz. **FMCG, IT and pharma** and suggest staying selective in others.

BANKNIFTY
49054.60 ↗2126 (4.53%)

S1	S2	R1	R2
48600	48200	49500	50000

Technical Chart : Daily

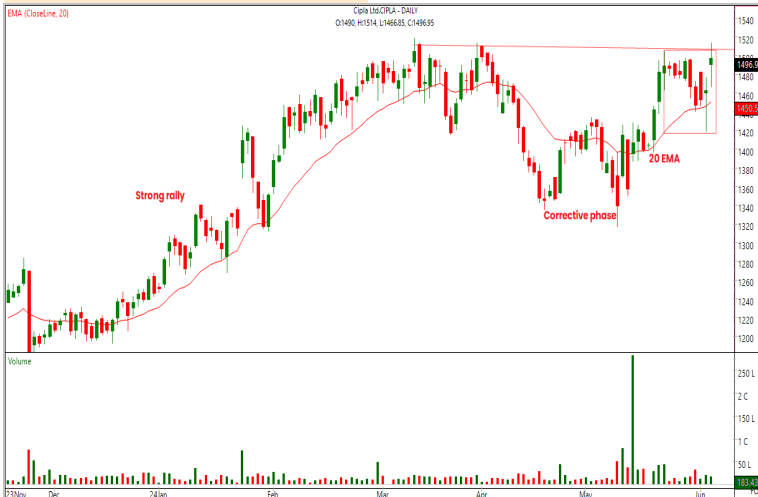


- ✦ **Banking index** too **witnessed a recovery** after **yesterday's fall** and **gained over four percent**.
- ✦ The **rebound** was seen in **all banking stocks**, however, **private banking majors** contributed the **maximum**.
- ✦ Going ahead, expect **index to be choppy** and **trade in a broader range** with **49500** acting as **immediate hurdle** and **48200** as **intermediate support**.
- ✦ Thus traders should **align their trades accordingly** and focus more on stock selection.

Technicals

Stock of the day	Recom.	CMP (₹)	Range*	SL	Target
CIPLA	BUY	1496.95	1495-1500	1455	1590

Technical Chart : Daily



- ✦ Post the **result outcome, defensive sectors** are **witnessing strong action** and **pharma is left no behind.**
- ✦ Among the space, **CIPLA** has recorded a **fresh breakout** from the **consolidation range** to the **record high zone** with **strong surge in volume.**
- ✦ Considering, **the price action** and **buoyancy in space**, we expect **bullish tone to continue.**
- ✦ **Traders can consider fresh longs** in the mentioned range.

Momentum Stocks Midcap	Name	Price	Price %
	JYOTHYLAB	447.00	13.64 ↗
	VARROC	580.60	13.20 ↗
	EMAMILTD	699.00	11.24 ↗
	JSWENERGY	608.55	9.99 ↗
	KARURVYSYA	194.05	9.63 ↗

Range Breakout/ Breakdown	Name	Price	Price %
	VOLTAS	1459.6	7.38 ↗
	MCDOWELL-N	1291.05	7.23 ↗
	HINDALCO	690.65	6.41 ↗
	JUBLFOOD	529.7	6.31 ↗
	BATAINDIA	1420.1	6.20 ↗

Top 5 F&O Gainers ↗	Name	Price	Price %
	ABFRL	305.00	14.92 ↗
	IDEA	14.85	12.50 ↗
	NATIONALUM	176.15	11.10 ↗
	CHAMBLFERT	390.60	10.98 ↗
	SAIL	145.55	9.39 ↗

Top 5 F&O Losers ↘	Name	Price	Price %
	BPCL	581.10	0.16 ↘
	LT	3409.00	0.17 ↘
	HAL	4364.90	0.73 ↘
	IRCTC	918.90	0.75 ↘
	TCS	3746.45	0.85 ↘

Bullish Charts	Name	Price	Price %
	ABFRL	305.00	14.92 ↗
	JUBLFOOD	530.60	6.49 ↗
	SUNTV	748.25	8.11 ↗
	TRENT	4,903.80	8.06 ↗
	VOLTAS	1,459.70	7.39 ↗

Bearish Charts	Name	Price	Price %
	HAL	4,364.90	0.73 ↘
	LT	3,409.00	0.17 ↘
	RECLTD	459.50	1.61 ↘
	RELIANCE	2,841.50	1.68 ↘
	SBIN	789.75	1.88 ↘

Derivatives

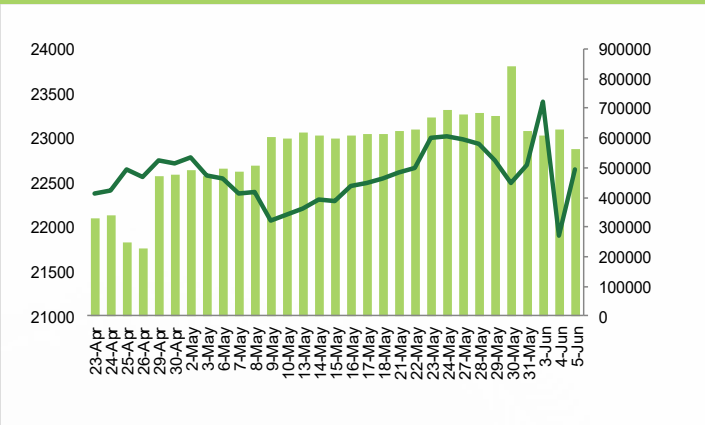
FII's not Being Consistent & Markets being Indecisive. Stay Light & Be Stock Specific!!

Nifty

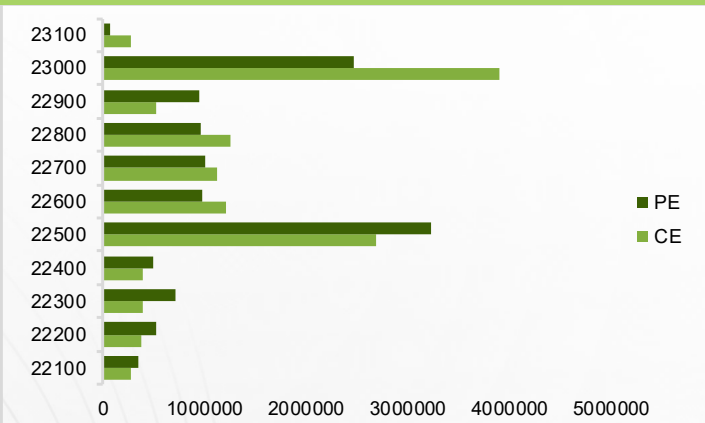
Nifty	22642.90
OI (In contracts)	562170
CHANGE IN OI (%)	-10.50
PRICE CHANGE (%)	3.40
IMPLICATION	SHORT COVERING

- ✦ Nifty futures closed above VWAP of 22,299 with 10.5% reduction. Significant decline in IVs, now at 21.6%.
- ✦ Trading in the previous session's range, Index ended the session with more than 3% gains. Some reduction of OI was seen from its futures. Almost all sectors contributed to the move where Banking & FMCG contributed the most. With FIIs still maintaining their Negative Bias, we believe it's just a pullback & Index would find supply at higher levels. **It's Prudent to Avoid Fresh Longs being Stock Specific.**

NIFTY (CLOSE VS OI)



NIFTY OPTION CHAIN

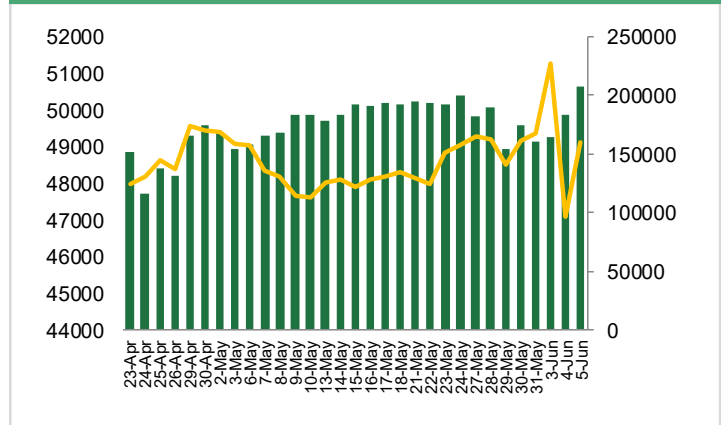


Banknifty

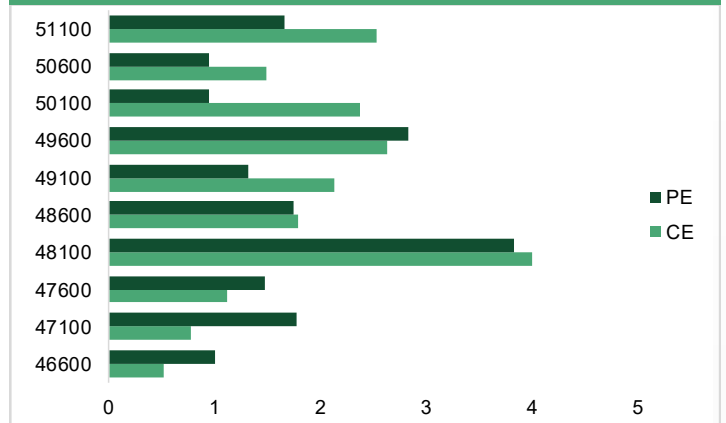
Banknifty	49117.65
OI (In lakhs)	208019
CHANGE IN OI (%)	13.40
PRICE CHANGE (%)	4.30
IMPLICATION	LONG BUILDUP

- ✦ Banknifty futures closed above VWAP of 48,094 with an addition of 13.4% OI. PCR-OI induced to 0.83.
- ✦ Retracing the previous session's move, Banking Index ended up gaining over 4% on its weekly expiry day. Meanwhile some OI addition was seen in its futures. All giants participated in the move with INDUSINDBK being the top gainer. Going forward, we believe Index would find supply at higher levels. **It's reasonable to Hold on for Fresh Longs and Wait for Clarity.**

BANKNIFTY (CLOSE VS OI)



BANKNIFTY OPTION CHAIN



Derivatives

Long Buildup

Symbol	Price	Price %	OI	OI %
BPCL	583.5	0.2	38891	18.0
RECLTD	461.35	1.7	30992	17.1
CROMPTON	404.7	7.0	8100	12.4
HAL	4385.5	0.8	40599	12.0
TVSMOTOR	2360.55	6.5	20005	12.0

Short Buildup

Symbol	Price	Price %	OI	OI %

Nifty 50

Symbol	Price	Price %	OI	OI %
ADANIANT	3122.0	6.0	44477	1.4
ADANIPTS	1353.1	8.5	76416	1.1
APOLLOHOSP	5944.7	1.5	17323	-0.6
ASIANPAINT	2943.6	3.6	56968	-0.3
AXISBANK	1186.0	4.6	71366	-2.5
BAJAJ-AUTO	9546.0	4.0	16555	0.6
BAJAJFINSV	1521.8	3.0	21802	0.8
BAJFINANCE	6827.1	5.2	67768	-2.5
BHARTIARTL	1346.5	3.5	85586	1.7
BPCL	583.5	0.2	38891	18.0
BRITANNIA	5494.2	3.0	10935	-8.7
CIPLA	1499.9	2.4	16121	4.4
COALINDIA	461.5	4.3	24267	-4.1
DIVISLAB	4514.1	4.2	12486	4.6
DRREDDY	5846.9	1.6	19357	-1.3
EICHERMOT	4595.5	1.9	18876	-1.8
GRASIM	2307.4	2.0	15071	-1.3
HCLTECH	1348.0	2.9	61714	2.9
HDFCBANK	1554.4	4.5	335313	-2.2
HDFCLIFE	550.9	3.4	40901	-3.5
HEROMOTOCO	5671.2	6.4	25540	5.1
HINDALCO	696.1	7.2	30307	-14.8
HINDUNILVR	2586.2	4.3	62239	-3.8
ICICIBANK	1111.1	3.6	117329	-1.1
INDUSINDBK	1503.4	7.7	44522	-10.6

Stock Dynamics

- ✦ **BPCL** traded volatile on intraday with addition of OI to the tune of 18%. Stock may see some bounce as it is trading at its support zone.
- ✦ **RECLTD** saw a sharp recovery in the latter half of the day with OI buildup of 17.1%. The immediate support for the stock lies at 420.
- ✦ **CROMPTON** witnessed a sharp rise in its price with 12.4% OI addition. Maintain longs in the stock with a stop at 830.
- ✦ **HAL** saw a sharp recovery from its support zone with 12% OI buildup. Continue holding longs with stop at 4150.
- ✦ **TVSMOTOR** experienced a significant price increase, breaking out of its week-long consolidation phase. Ride the trend in the stock with stop at 2280.

Symbol	Price	Price %	OI	OI %
INFY	1432.3	2.5	121314	-3.3
ITC	431.3	3.7	63903	-6.3
JSWSTEEL	880.2	4.3	22295	4.5
KOTAKBANK	1722.8	5.0	104283	-3.2
LT	3389.4	0.1	100312	9.5
LTIM	4668.6	1.6	24687	0.9
M&M	2747.0	6.5	40959	7.6
MARUTI	12525.9	2.8	40790	-4.0
NESTLEIND	2513.6	3.4	28834	-5.3
NTPC	341.6	2.6	67295	1.5
ONGC	247.9	4.5	40031	-4.0
POWERGRID	300.0	1.3	18269	4.3
RELIANCE	2846.7	1.8	160158	3.0
SBILIFE	1393.9	3.9	25956	-1.0
SBIN	791.6	1.9	131533	11.5
SUNPHARMA	1489.7	3.8	46022	-2.5
TATACONSUM	1144.4	5.0	22321	-10.1
TATAMOTORS	928.0	3.1	50938	-3.9
TATASTEEL	169.7	6.6	38053	-3.3
TCS	3759.0	0.8	99587	-0.2
TECHM	1268.5	2.1	26949	-1.8
TITAN	3314.0	2.5	46651	-1.3
ULTRACEMCO	10057.1	1.3	18570	-3.3
UPL	531.3	7.0	24005	-4.6
WIPRO	452.3	2.8	39742	-5.2

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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? [If answer is yes, nature of interest is given below this table]		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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