

### Key Indices Update

Indices	Close	Change (%)
Nifty	21462.25	0.51 ↘
Sensex	71186.86	0.44 ↘
Midcap	47099.85	0.11 ↘
Smallcap	15320.60	0.18 ↘

### Trend Strength Indicator

Nifty 50 Stocks above 200 EMA	NSE Advance / Decline
45	1253/1288

### Key Data

Data	Current	Previous
Dow Jones	37,468.6	37,266.7
U.S. Dollar Index	103.54	103.45
Brent Crude (USD/BBL)	78.96	77.88
US 10Y Bond Yield (%)	4.14	4.11
India 10Y Bond Yield (%)	7.18	7.16

### Sectoral Data

Sector	Close	Change (%)
Banking	45713.55	0.76 ↘
Auto	18496.25	0.27 ↗
Energy	34580.50	0.78 ↘
Finservice	21862.15	0.70 ↘
FMCG	55953.60	0.54 ↘
IT	36730.50	0.62 ↘
Media	2392.90	0.49 ↘
Metal	7629.10	0.84 ↘
Pharma	17331.25	1.03 ↗
Realty	862.50	0.72 ↗

### FII & DII F&O Data

Sector	Buy/Sell	Change in OI
Index Futures	-2508.39	4.27%
Index Options	-45354.82	-21.54%
Stock Futures	-1873.25	0.10%
Stock Options	378.19	2.12%

### FII & DII Cash Segment (₹ in cr)

Category	Amount	MTD	YTD
FII	-9902	-19348	-19348
DII	5977	8355	8355

## Fundamental

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### Stock for Investment

Stock Name	Sector	*CMP (₹)	^TP (₹)	Upside (%)
<b>VGUARD</b>	<b>Consumer Appliances</b>	<b>293</b>	<b>340</b>	<b>16.4%</b>

\*Time horizon - 9-12 Months

\*CMP as on Jan 18, 2024

### Top News

- ✦ **IndusInd Bank** announced that during **Q3FY24**, its **net interest income increased** by **4% QoQ/18% YoY** to **Rs 5,296 Cr.**
- ✦ **Polycab India consolidated revenue** for **Q3FY24** came in at **Rs 4,340 Cr, up by 16.8% YoY.**

## Technical

Refer Page 03-04

- ✦ **Nifty extended fall** and lost nearly **half a percent** amid volatility.
- ✦ On the sectoral front **energy, banking and metal** were among the top losers while **pharma and realty** showed some strength.
- ✦ Indications are now in **favor of some consolidation after the recent fall** and any rebound to **21,700-21,850 would attract fresh shorts.**
- ✦ Stock of the Day- **CIPLA.**

## Derivatives

Refer Page 05-06

- ✦ 3rd **consecutive session** of FIIs being **sellers** in the futures segment; they sold index futures worth INR 2508 cr.
- ✦ Nifty futures **added** 9.6% in its OI whereas Banknifty futures reduced marginal.
- ✦ Some **decline** in IVs for Nifty, now at 15.3% whereas no major change for Banknifty.
- ✦ Nifty 21,400 PE & 21,500 CE added **noticeable** OI with other strikes also seeing some; PCR-OI at 0.94.
- ✦ Shorts formed in **HDFCBANK, LTIM & ICICIPRULI** whereas Long formation seen in **OFSS, APOLLOTYRE & MCX.**

# Fundamental

## Top News

- 01** **IndusInd Bank** announced that during **Q3FY24**, its **net interest income increased by 4% QoQ/18% YoY** to **Rs 5,296 Cr** while **net profit was Rs 2,301 Cr** with a **growth of 5% QoQ/17% YoY**. **Advances/deposits increased by 20% YoY/13% YoY** while **net interest margin was 4.29% improving by 2bps YoY**. **GNPA/NNPA stood at 1.92%/0.57%** while **restructured advances stood at 0.48%**.
- 02** **Polycab India consolidated revenue** for **Q3FY24** came in at **Rs 4,340 Cr, up by 16.8% YoY**. **EBITDA was Rs 570 Cr**, registering a **growth of 13% YoY** while **margin contracted by 44bps YoY to 13.1%**. **PAT grew by 15.4% YoY to Rs 417 Cr** with an **EPS of 27.7/share**.
- 03** **Metro Brands consolidated revenue** for **Q3FY24** came in at **Rs 636 Cr, up by 6.1% YoY**. **EBITDA was Rs 200 Cr, down by 2.8% YoY** with a **margin of 31.4%** which contracted by **290bps YoY**. Consequently, **PAT de-grew by 12.6% YoY to Rs 99 Cr** with a **PAT margin of 15.5%**.
- 04** **Poonawala Fincorp** reported its **consolidated Q3FY24 Interest Income** of **Rs 714.4 Cr**, with a **growth of 56.1% YoY** while **PAT from continuing operations was up by 78.9% YoY to Rs 265.1 Cr**. **AUM growth was 58% YoY/9% QoQ** to **Rs 21,946 Cr** while **Disbursements were up by 159% YoY/12% QoQ** to **Rs 8,731 Cr**. **Gross NPA/Net NPA declined by 36bps/19bps YoY** to **1.33% and 0.7% respectively**.
- 05** **360 ONE consolidated revenue** from operations for **Q3FY24** came in at **Rs 439 Cr, up by 5.9% YoY/2.8% QoQ**. **PAT was Rs 192 Cr, up by 12% YoY/3.3% QoQ**. **Total AUM growth was 31.7% YoY to Rs 4.5 Lakh Cr**, **ARR AUM growth was 32.6% YoY** and **cost to income ratio was 49.6%**.

### Stock for Investment

### V-Guard Industries Ltd.

<b>Stock Symbol</b>	<b>VGUARD</b>
<b>Sector</b>	<b>Consumer Appliances</b>
<b>*CMP (₹)</b>	<b>293</b>
<b>^Target Price (₹)</b>	<b>340</b>
<b>Upside %</b>	<b>16.4%</b>

- ✦ **V-Guard Industries** has a **diversified product portfolio** and **strong presence** in segments such as **electronics** (23.8% of revenue), **electricals** (46.1% of revenue) and **consumer durables** (30.1% of revenue).
- ✦ During **Q2FY24**, its **revenue increased by 15% YoY** as the **south region growth increased by 7.3% YoY** while **non-south regions witnessed growth of 10.5% YoY**. Its **margins saw an improvement as EBITDA/PAT margin improved by 78bps/77bps YoY**.
- ✦ Amongst segments, **electricals and consumer durables increased by 9.7%/5.1% YoY** while **electronic grew by 12.1% YoY**. On profit front, **Electricals grew by 67.8% YoY** while **electronics increased by 13.5% YoY**, however, **consumer durables saw de-growth**.
- ✦ The company's strategy is to **expand geographically in non-South markets, expand distribution reach** and focus on **premium products** which would aid in **margin growth**.
- ✦ On the financial front, we have estimated its **revenue/EBITDA** to grow at a **16%/36.4% CAGR** over **FY23-25E** and maintain **Accumulate** rating with a **target price of Rs 340**.

\*CMP as on Jan 18, 2024

^Time horizon - 9-12 Months

## Technicals

**Expect a breather after the decline. Reduce positions on rise.**

### NIFTY

21462.25  $\downarrow$  109.70 (0.51%)

S1

21320

S2

21200

R1

21550

R2

21700

Technical Chart : Daily



- ✦ **Nifty extended fall** and lost nearly **half a percent** amid volatility.
- ✦ On the sectoral front **energy, banking and metal** were among the top losers while **pharma and realty** showed some strength.
- ✦ Indications are now in **favor of some consolidation after the recent fall** and any rebound to **21,700–21,850 would attract fresh shorts**.
- ✦ We thus **reiterate our view to reduce positions on the rise** and wait for **some stability in the trend**.

### BANKNIFTY

45713.55  $\downarrow$  350.90 (0.76%)

S1

45350

S2

45000

R1

46200

R2

46500

Technical Chart : Daily



- ✦ **Banking index** remained **volatile and declined second straight** session losing over **0.70 percent**.
- ✦ **Mixed trend** was witnessed among the banking majors. Wherein **Axisbank and ICICI bank** capped the downside whereas **HDFC Bank and Indusind bank** remained under pressure.
- ✦ It has closed around its **long term moving average i.e. 100 DEMA**.
- ✦ Going ahead, **45350 is the crucial support for the banking index** to watch out for.

**Technicals**

Stock of the day	Recom.	CMP (₹)	Range*	SL	Target
<b>CIPLA</b>	<b>BUY</b>	1322.95	1320-1325	1280	1390

Technical Chart : Weekly



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

- ✦ **Pharma sector regained its upward momentum and CIPLA is trading insync.**
- ✦ **It has rebounded higher finding support near its previous resistance zone while holding above its short term moving average.**
- ✦ **Following price action and buoyancy in pharma space suggests prevailing trend to strengthen further.**
- ✦ **We thus recommend creating fresh longs in the mentioned range.**

Momentum Stocks Midcap	Name	Price	Price %
	SOBHA	1474.95	11.19 ↗
	VAIBHAVGBL	487.55	8.16 ↗
	APTUS	363.00	6.20 ↗
	CASTROLIND	177.45	5.66 ↗
	NIITLTD	122.95	5.13 ↗

Range Breakout/ Breakdown	Name	Price	Price %
	APOLLOTYRE	500.05	6.00 ↗
	BATAINDIA	1516.70	1.73 ↘
	ADANIANT	2918.90	1.76 ↘
	AUBANK	734.10	3.08 ↘
	MFSL	898.95	3.13 ↘

Top 5 F&O Gainers ↗	Name	Price	Price %
	OFSS	6545.50	28.69 ↗
	APOLLOTYRE	500.05	6.00 ↗
	AARTIIND	611.60	4.90 ↗
	TATACOMM	1769.60	4.25 ↗
	MGL	1301.55	3.63 ↗

Top 5 F&O Losers ↘	Name	Price	Price %
	LTIM	5603.00	10.72 ↘
	IEX	137.20	6.83 ↘
	ICICIPRULI	486.20	5.58 ↘
	RBLBANK	269.85	4.58 ↘
	INDIAMART	2488.65	4.32 ↘

Bullish Charts	Name	Price	Price %
	APOLLOTYRE	500.05	6.00 ↗
	BHEL	212.15	2.44 ↗
	CIPLA	1322.95	2.24 ↗
	MGL	1301.55	3.63 ↗
	PETRONET	240.20	3.20 ↗

Bearish Charts	Name	Price	Price %
	ICICIPRULI	486.20	5.58 ↘
	IEX	137.20	6.83 ↘
	IPCALAB	1081.40	3.75 ↘
	MFSL	898.95	3.13 ↘
	RBLBANK	269.85	4.58 ↘

# Derivatives

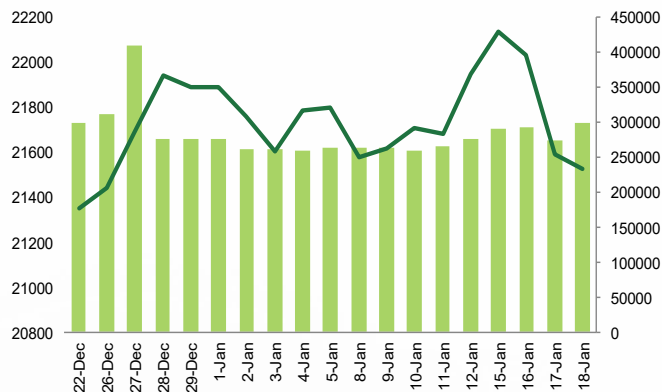
**Nifty futures added 9.6% OI as FIIs formed 18k Shorts. Stay Light and Be Stock Specific !!**

## Nifty

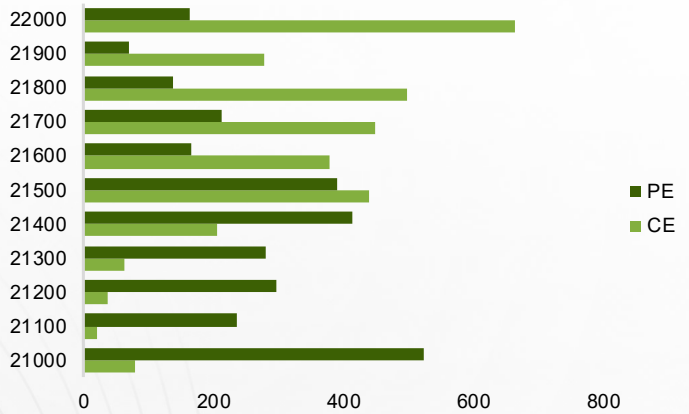
Nifty	<b>21527.45</b>
OI (In contracts)	<b>299391</b>
CHANGE IN OI (%)	<b>9.60</b>
PRICE CHANGE (%)	<b>-0.30</b>
IMPLICATION	<b>SHORT BUILDUP</b>

- ✦ Nifty futures closed above VWAP of 21,468 with an addition of 9.6% OI. 21,400 PE & 21,500 CE added meaningful OI.
- ✦ In continuation to the short term trend, Index declined further however witnessed good support around 21,300. Meanwhile 9.6% OI addition was seen in its futures. A mixed participation from the sectoral front wherein PHARMA & REALTY edged higher. With further shorting by FIIs in index & stock futures, we believe this negative tone might continue. **It's Prudent to Avoid Fresh Longs & Look for SHORTING on bounce with 21,850 as a Stop.**

### NIFTY (CLOSE VS OI)



### NIFTY OPTION CHAIN

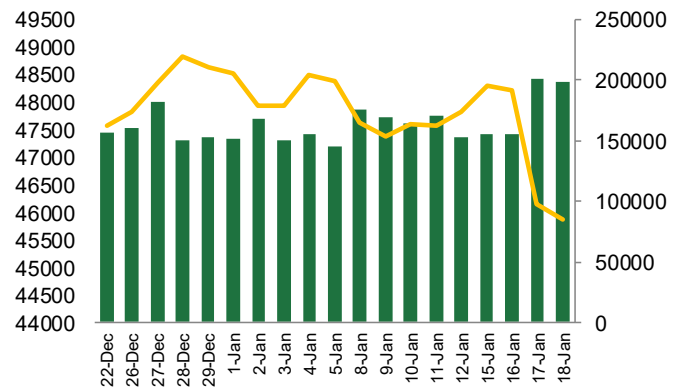


## Banknifty

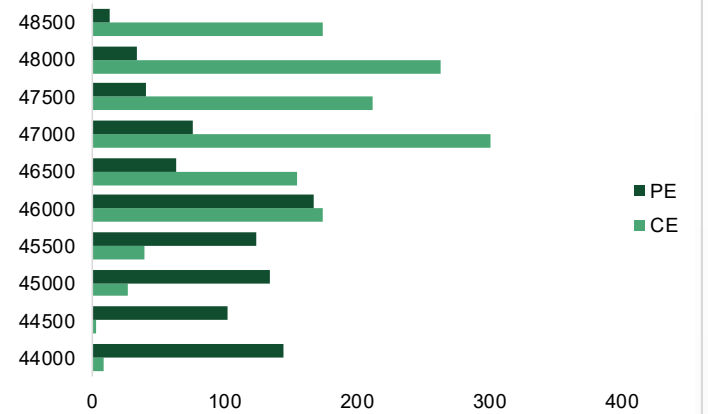
Banknifty	<b>45869.25</b>
OI (In lakhs)	<b>198165</b>
CHANGE IN OI (%)	<b>-1.30</b>
PRICE CHANGE (%)	<b>-0.60</b>
IMPLICATION	<b>LONG UNWINDING</b>

- ✦ Banknifty futures closed below VWAP of 45,912 with reduction of marginal OI. Noticeable OI added in Near the Money options.
- ✦ The banking index ended further lower but witnessed support around 45,500 and finally ended with a cut of 350 points. A mixed trend continued from the majors wherein HDFCBANK remained the top loser. With heavyweights still pointing towards further decline, we believe the index is poised to test lower levels. A breach of 45,500 might lead to a test of 44,800. **So, Avoid Fresh Longs & Continue Look for SHORTING on bounce with a stop at 47,200.**

### BANKNIFTY (CLOSE VS OI)



### BANKNIFTY OPTION CHAIN





## Derivatives

### Long Buildup

Symbol	Price	Price %	OI	OI %
OFSS	6506.6	27.9	6611	53.8
APOLLOTYRE	501.85	6.0	9130	13.5
MCX	3196.35	1.1	7406	11.3
INDUSTOWER	216.4	1.8	27906	10.5
BHEL	212.9	2.5	19579	7.9

### Short Buildup

Symbol	Price	Price %	OI	OI %
LTIM	5605.55	-10.9	12771	33.7
HDFCBANK	1491.8	-3.2	299471	14.8
ICICIPRULI	486.15	-5.9	10543	14.7
MFSL	899	-3.1	8231	12.0
NTPC	299.65	-3.4	36875	6.9

### Nifty 50

Symbol	Price	Price %	OI	OI %
ADANIANT	2930.2	-1.4	47555	0.4
ADANIPTS	1157.0	-1.2	51459	-0.2
APOLLOHOSP	6003.4	0.9	16542	4.3
ASIANPAINT	3164.3	-2.6	29960	-3.4
AXISBANK	1098.7	1.5	75483	0.5
BAJAJ-AUTO	7108.0	-1.1	17845	-4.2
BAJAJFINSV	1582.9	-0.2	21270	-0.2
BAJFINANCE	7288.0	-1.2	46033	4.1
BHARTIARTL	1089.6	0.5	32947	4.7
BPCL	473.4	0.4	22863	-2.2
BRITANNIA	5031.8	-0.8	12583	1.9
CIPLA	1323.3	2.2	14700	-0.2
COALINDIA	377.0	-0.8	30222	2.0
DIVISLAB	3712.7	-0.6	21181	0.5
DRREDDY	5657.6	0.0	17498	2.2
EICHERMOT	3701.4	-1.4	23339	-0.9
GRASIM	2059.1	-0.4	19429	0.7
HCLTECH	1558.4	-0.4	20153	-4.6
HDFCBANK	1491.8	-3.2	299471	14.8
HDFCLIFE	608.3	0.1	28039	-1.2
HEROMOTOCO	4402.2	0.7	12792	-1.6
HINDALCO	556.2	-0.8	29721	0.2
HINDUNILVR	2548.2	-0.5	37531	-0.6
ICICIBANK	986.4	0.6	131082	-2.3
INDUSINDBK	1618.7	-1.6	34315	-2.2

## Stock Dynamics

- ✦ **OFSS** opened higher and continued trading on a positive note through out the day. It added substantial OI which are likely longs. Stay with the trend.
- ✦ **APOLLOTYRE** added substantial OI with positive price action suggesting likely continuation of the up move. Look for buying the dips near 480.
- ✦ **MCX** added 11% OI however continues to remain range bound. Wait for a clear trend to emerge.
- ✦ **INDUSTOWER** tested support of 205 and managed to hold above the same while adding sizeable OI. Continue holding longs with a stop at 198.
- ✦ **LTIM** opened sharply lower traded sideways with substantial OI addition. Avoid shorting at current levels.
- ✦ **HDFCBANK** witnessed the 2<sup>nd</sup> day of massive decline with a sharp rise in IVs. Avoid attempts for bottom fishing and wait for the stock to stabilize.
- ✦ **ICICIPRULI** opened lower but managed to hold near the 480 levels and consolidated. It added substantial OI for the 5<sup>th</sup> consecutive day. Maintain a negative bias.

Symbol	Price	Price %	OI	OI %
INFY	1643.0	0.2	73087	-1.9
ITC	451.8	-0.1	54286	-0.1
JSWSTEEL	844.1	-1.0	25621	-2.3
KOTAKBANK	1846.5	0.1	83369	2.1
LT	3397.2	0.9	32264	-1.1
LTIM	5726.9	-10.9	12771	33.7
M&M	1675.6	1.2	40378	-1.5
MARUTI	10655.9	-1.1	69035	-0.4
NESTLEIND	24935.7	-1.7	152470	-0.4
NTPC	286.4	-3.4	36875	6.9
ONGC	196.9	0.5	23746	0.8
POWERGRID	229.8	-2.3	20618	0.4
RELIANCE	2465.1	0.4	126886	-0.6
SBILIFE	1470.1	-1.1	8367	-2.8
SBIN	616.8	0.6	78688	0.2
SUNPHARMA	1239.6	2.7	19119	0.1
TATACONSUM	952.7	0.5	11460	-5.0
TATAMOTORS	718.8	1.8	43512	-1.3
TATASTEEL	130.0	-0.3	47224	-1.0
TCS	3644.5	0.4	76595	-1.8
TECHM	1232.2	2.2	22927	1.8
TITAN	3645.2	-2.2	25427	-0.7
ULTRACEMCO	9422.7	0.2	20060	1.6
UPL	587.1	-0.9	32611	-0.4
WIPRO	425.0	0.0	37822	-0.9

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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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