

Key Indices Update

Indices	Close	Change (%)
Nifty	19901.40	1.15 ↘
Sensex	66800.84	1.18 ↘
Midcap	40543.85	0.28 ↘
Smallcap	12613.05	0.88 ↘

Trend Strength Indicator

Nifty 50 Stocks above 200 EMA	NSE Advance / Decline
46	806/1494

Key Data

Data	Current	Previous
Dow Jones	34,440.9	34,517.7
U.S. Dollar Index	105.46	105.20
Brent Crude (USD/BBL)	93.19	94.34
US 10Y Bond Yield (%)	4.40	4.37
India 10Y Bond Yield (%)	7.15	-

Sectoral Data

Sector	Close	Change (%)
Banking	45440.60	1.17 ↘
Auto	16497.20	0.40 ↘
Energy	27431.70	0.38 ↘
Finservice	20766.35	0.92 ↘
FMCG	51919.80	0.53 ↘
IT	32945.25	0.56 ↘
Media	2292.30	0.22 ↘
Metal	6851.30	1.53 ↘
Pharma	15460.20	0.28 ↘
Realty	572.60	1.09 ↘

FII & DII Cash Data

Sector	Buy/Sell	Change in OI
Index Futures	-2182.26	-18.52%
Index Options	-53043.82	-11.46%
Stock Futures	-925.12	0.17%
Stock Options	-167.23	3.57%

FII & DII Cash Segment (₹ in cr)

Category	Amount	MTD	YTD
FII	-3111	-13928	-7748
DII	-573	10210	117867

Fundamental

Refer Page 02

Stock for Investment

Stock Name	Sector	*CMP (₹)	TP (₹)	Upside (%)
KOTAKBANK	Bank	1,789	2,070	15.7%

*CMP as on Sep 20, 2023

Top News

- ✦ **Cipla** announced that an **inspection** was **conducted by USFDA** at the manufacturing facility of **InvaGen Pharmaceuticals** in New York, USA.
- ✦ **Infosys** reported that it has **expanded its strategic collaboration** with **NVIDIA** with a view to provide expertise and technology.

Technical

Refer Page 03-04

- ✦ **Nifty traded under pressure and lost over a percent**, after the days of steady rise.
- ✦ **Decline was widespread** wherein **metal, financials and banking** were badly hit.
- ✦ We expect the **19,600-19,750 zone to provide a cushion** in case the fall continues.
- ✦ Stock of the Day- **VEDL**.

Derivatives

Refer Page 05-06

- ✦ **Substantial Long Unwinding** by FIIs as they **sold** index futures worth INR 2182 cr. They were **sellers** in stock futures as well.
- ✦ Nifty futures OI **reduced** by 7.6%; Price Movement indicates this is **Unwinding of Longs**.
- ✦ Second day of rise in IVs; Nifty @ 11.3% & Banknifty @ 13.65%.
- ✦ Substantial OI addition in Near the Money calls and some Put unwinding **reduced** PCR-OI to 0.8 for Nifty.
- ✦ Shorts formed in names like **RELIANCE, HDFCBANK, VEDL, HEROMOTOCO & JSWSTEEL**.

Fundamental

Top News

- 01** **Cipla** announced that an **inspection** was **conducted by USFDA** at the manufacturing facility of its **wholly owned subsidiary's** facility of **InvaGen Pharmaceuticals** in New York, USA. On the conclusion of inspection it has **received 5 inspectional observations** for which the company will work with the USFDA to address these observations.
- 02** **DCB Bank** announced **Reserve Bank of India** has **granted** the **approval** to **HDFC Asset Management Company** to **acquire 9.5%** paid up share capital of **DCB Bank**. Furthermore, RBI stated that the **stake** shall be acquired **within 1 year** while the holding shall not exceed 9.5%.
- 03** **Zydus Lifescience** reported it has **received final approval** from the **USFDA** for **Clindamycin Phosphate Gel USP 1%** which is an antibiotic which works by stopping the growth of bacteria used to treat acne. The drug will be **manufactured** at its facility in **Ahmedabad**.
- 04** **Infosys** reported that it has **expanded** its **strategic collaboration** with **NVIDIA** with a view to provide expertise and technology needed to **drive productivity gains** with generative **AI** applications and **solutions across industries**. This collaboration will enable 50,000 Infosys employees to train on NVIDIA AI technology.
- 05** **Exide Industries** announced it has **invested ~Rs 125 Cr** in its **wholly owned subsidiary Exide Energy Solutions (EESL)** by the way of **acquiring ~4.03 Mn shares** at a **premium of Rs 21/share**. EESL is in the process of setting up a plant for manufacturing & selling lithium-ion battery cells, modules and pack business.

Stock for Investment

Stock Symbol	KOTAKBANK
Sector	Bank
*CMP (₹)	1,789
Target Price (₹)	2,070
Upside %	15.7%

*CMP as on Sep 20, 2023

Kotak Mahindra Bank Ltd.

- ✦ **Kotak Mahindra Bank** is a financial services group providing **diversified range of services** such as **banking and financial services, retail broking, treasury and corporate banking**, etc.
- ✦ The bank has shown **consistent uptick** in its **advances** with a growth of **14% CAGR** over **FY18-23** with **retail loans** forming **55%** of the **total loan portfolio**. It has maintained a **healthy CASA ratio** as compared to its peers which was led by **leveraging technology** and **introducing innovative products**. We expect **advances/deposits** to grow at **16.7%/15.9% CAGR** over **FY23-25E**.
- ✦ Its **asset quality** remains **strong** as the bank maintains **lowest GNPA/NNPA** ratio as compared to its peers. The **risk averse approach** along with **emphasizing** on the **risk adjusted returns** has led to **stable asset quality** over the years.
- ✦ Going forward, we remain **positive** on the **bank's profit growth** which is led by **stable margins** and **growing asset book**. Its **subsidiaries** shall continue to **remain crucial** for bank's growth and add value.
- ✦ Financially, we expect **NII/PPOP/PAT** to **grow** at **26.7%/31.2%/30.8% CAGR** over **FY23-25E**. We maintain **Buy rating** with a **target price** of **Rs 2,070**.

Technicals

Expect a pause after dip. Maintain positions on both sides.

NIFTY

19901.50 ↘ 231.90 (1.15%)

S1

19840

S2

19750

R1

20020

R2

20120

Technical Chart : Daily



- ✦ **Nifty traded under pressure and lost over a percent**, after the days of steady rise.
- ✦ **Decline was widespread** wherein **metal, financials and banking** were badly hit.
- ✦ We expect the **19,600-19,750 zone to provide a cushion** in case the fall continues.
- ✦ **Focus on risk management** citing the possibility of a **rise in volatility**.

BANKNIFTY

45384.60 ↘ 595.25 (1.29%)

S1

45150

S2

44900

R1

45700

R2

45950

Technical Chart : Daily



- ✦ Biggest four month Intraday fall in **HDFC Bank, banknifty ended losing over a percent**.
- ✦ Barring **AU Bank and Axis Bank** all other banking major **closed in red**. Wherein **HDFC Bank, ICICI Bank and Indusind Bank** contributed the maximum.
- ✦ It is trading near the **crucial support area**, which coincides with its **short term average** i.e 20 DEMA.
- ✦ **Positive bias** would turn to range bound, if it **breaks below 45000**.

Technicals

Stock of the day

VEDL

Recom.

BUY 230 PE

CMP (₹)

3.45

Range*

3-4

SL

1

Target

8

Technical Chart : Daily



- ✦ **VEDL has been underperforming within the metal pack** and looks set for a fresh decline.
- ✦ Its has **reversed finding resistance around its short term average**, suggests bearish tone to continue.
- ✦ Its has registered a **fresh breakdown** and has **closed beneath 78.6% retracement level** of its prior advance.
- ✦ **We thus recommend initiating fresh shorts** through the Put option.

Note- * We may review initiation range based on opening

Momentum Stocks
Midcap

Name	Price	Price %
BLUESTARCO	907.30	13.41 ↗
VARROC	493.90	4.39 ↗
JSWENERGY	407.50	3.44 ↗
ASAHIINDIA	625.20	0.29 ↗
APLLTD	776.35	0.89 ↘

Name	Price	Price %
AUBANK	755.45	3.62 ↗
M&MFIN	309.50	2.67 ↗
LALPATHLAB	2415.40	2.28 ↗
POWERGRID	204.65	2.27 ↗
GRANULES	331.60	1.44 ↗

Range Breakout/
Breakdown

Top 5 F&O Gainers ↗

Name	Price	Price %
AUBANK	755.45	3.62 ↗
M&MFIN	309.50	2.67 ↗
LALPATHLAB	2415.40	2.28 ↗
POWERGRID	204.65	2.27 ↗
APOLLOTYRE	378.95	1.58 ↗

Name	Price	Price %
HDFCBANK	1563.70	4.01 ↘
JKCEMENT	3218.60	3.05 ↘
ZYDUSLIFE	624.75	2.90 ↘
MANAPPURAM	139.70	2.75 ↘
JSWSTEEL	786.75	2.73 ↘

Top 5 F&O Losers ↘

Bullish Charts

Name	Price	Price %
LUPIN	1149.55	0.88 ↗
M&MFIN	309.50	2.67 ↗
ONGC	188.20	0.78 ↗
PETRONET	239.60	0.55 ↗
POWERGRID	204.65	2.27 ↗

Name	Price	Price %
BPCL	352.55	2.16 ↘
INDUSTOWER	181.70	1.84 ↘
METROPOLIS	1463.25	2.23 ↘
RAMCOCEM	875.00	1.29 ↘
ZYDUSLIFE	624.75	2.90 ↘

Bearish Charts

Derivatives

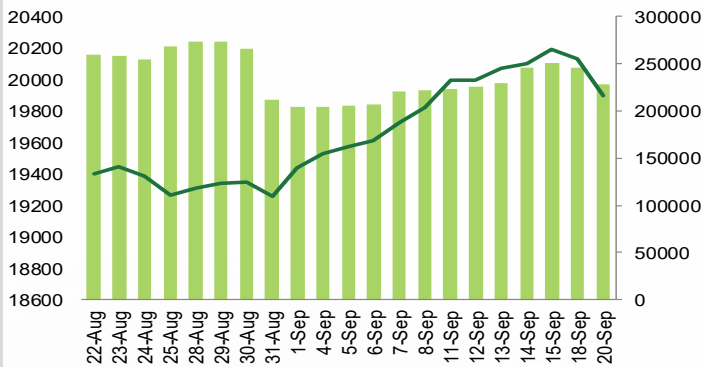
Nifty Futures reduced 7.6% OI. Frontline names like RELIANCE, HDFCBANK added Shorts.

Nifty

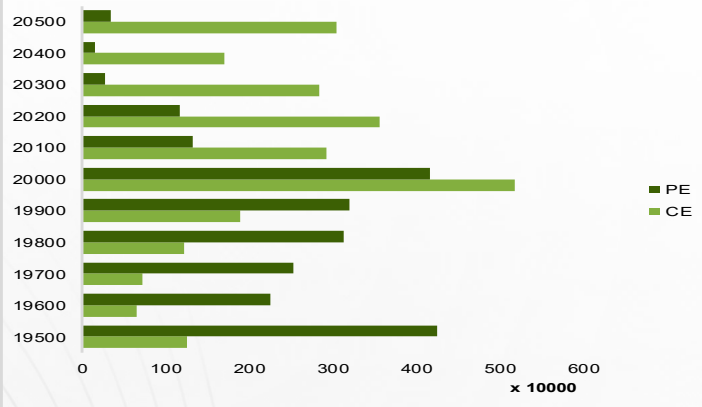
Nifty	19901.40
OI (In contracts)	227708
CHANGE IN OI (%)	-7.59
PRICE CHANGE (%)	-1.15
IMPLICATION	LONG UNWINDING

- ✦ Nifty futures closed below VWAP of 20,018 with decline of 7.6% OI. Substantial Call addition in Near the Money strikes reduced PCR-OI to 0.8.
- ✦ After Finding rejection around 20,200, profit taking extended further & the Index lost over a percent. Meanwhile reduction of 7.6% OI seen from its futures. All sectors traded in line with the benchmark. Flls data (Substantial Long Unwinding in Index futures) suggests this profit taking bias might continue. **It's Prudent to Stay Stock Specific & Intraday, Play the Range: 19,750-20,000 with Negative Bias.**

NIFTY (CLOSE VS OI)



NIFTY OPTION CHAIN

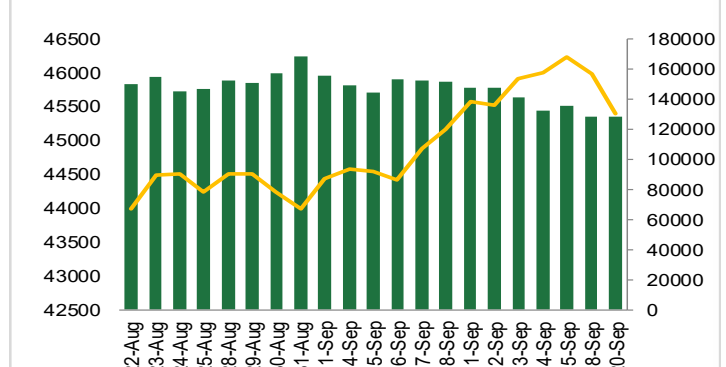


Banknifty

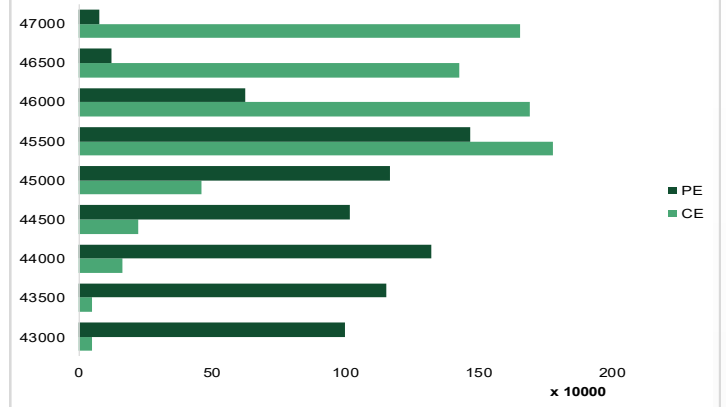
Banknifty	45384.60
OI (In lakhs)	128236
CHANGE IN OI (%)	0.32
PRICE CHANGE (%)	-1.29
IMPLICATION	SHORT BUILDUP

- ✦ Banknifty futures closed below VWAP of 45,608 with no major change in positioning. 45,500 straddle added meaningful OI; PCR-OI at 0.82.
- ✦ Underperforming the benchmark, Banking Index continued to retrace. Meanwhile marginal OI added in its futures. The move was primarily led by the giant **HDFCBANK** which lost 4% in price. Data points indicate this profit taking might extend further. Tighten Stop for Positional Longs at 44,800 & Intraday, **Play the Range: 45,100-45,700 being Stock Specific.**

BANKNIFTY (CLOSE VS OI)



BANKNIFTY OPTION CHAIN



Derivatives

Long Buildup

Symbol	Price	Price %	OI	OI %
HINDCOPPER	158.85	1.0	7404	19.8
GLENMARK	860.95	0.9	6102	8.2
IDEA	11.05	0.9	17544	5.6
GAIL	124.05	0.1	16204	4.2
POLYCAB	5294.75	2.8	6243	3.7

Short Buildup

Symbol	Price	Price %	OI	OI %
HDFCBANK	1568.35	-4	239320	18.1
RELIANCE	2391.25	-2.1	201478	11.2
HEROMOTOCO	3064.35	-1.4	14199	8.3
BERGEPAIN	689.05	-1.2	9885	7.3
VEDL	232.75	-1.8	35100	6.7

Nifty 50

Symbol	Price	Price %	OI	OI %
ADANIANT	2477.7	-1.2	33786	0.9
ADANIPTS	821.4	-1.4	63183	0.3
APOLLOHOSP	5019.8	-1.4	18862	-1.4
ASIANPAINT	3218.9	0.1	27158	-1.6
AXISBANK	1030.4	0.5	62469	3.2
BAJAJ-AUTO	5198.9	0.1	9995	-3.4
BAJAJFINSV	1554.6	-0.6	23498	0.4
BAJFINANCE	7561.9	0.1	33986	-0.3
BHARTIARTL	913.0	-0.7	48642	-0.7
BPCL	354.1	-1.8	15826	5.7
BRITANNIA	4542.1	-1.2	10873	1.0
CIPLA	1243.2	-0.1	16690	-1.0
COALINDIA	285.1	1.1	20746	1.6
DIVISLAB	3793.4	-0.1	11445	-2.5
DRREDDY	5634.1	-1.9	21368	0.3
EICHERMOT	3444.6	0.2	22380	-3.3
GRASIM	1949.1	-0.5	28061	0.3
HCLTECH	1297.2	-0.5	16353	-3.5
HDFCBANK	1568.4	-4.0	239320	18.1
HDFCLIFE	649.6	-1.8	16086	-1.9
HEROMOTOCO	3064.4	-1.4	14199	8.3
HINDALCO	480.1	-1.2	19218	-3.9
HINDUNILVR	2475.5	-0.6	35755	-1.8
ICICIBANK	988.9	-0.4	124811	-0.2
INDUSINDBK	1445.8	-1.1	43602	4.2

Stock Dynamics

- Substantial OI added in **HINDCOPPER** with indecisive price action. Wait for it to come out of the range of 155-163.
- Bounced off after taking support at 840, **GLENMARK** added Longs. Holding that, the stock has the potential to test 875 levels.
- Further OI added in **IDEA** with rejection at higher levels. Avoid Fresh Longs.
- Huge Shorting seen in **HDFCBANK** to the tune of 18.1% but since the stock is hovering around its major support at 1540-1550; Do Wait & Watch.
- Significant OI added in **RELIANCE** with a downtick in price makes it a **SELL ON RISE** candidate with a stop 2450.
- Engulfing the previous day's move, **HEROMOTOCO** added Shorts. The immediate support for the stock lies at 3000.
- On the verge of breakdown, **VEDL** attracted OI as Shorts. Initiate Shorts with Stop at 242.

Symbol	Price	Price %	OI	OI %
INFY	1492.1	0.0	56654	-3.4
ITC	454.3	0.2	47060	-1.0
JSWSTEEL	789.5	-2.7	14905	6.2
KOTAKBANK	1796.2	-0.4	68632	0.0
LT	2900.4	-0.8	30185	-2.2
LTIM	5487.6	-0.5	10069	-1.8
M&M	1637.3	-0.1	21772	-0.7
MARUTI	10383.7	-1.6	29313	-1.7
NESTLEIND	22743.0	-0.4	8141	0.0
NTPC	242.6	0.4	27804	0.6
ONGC	188.1	0.5	16354	0.6
POWERGRID	204.8	2.3	20026	0.0
RELIANCE	2391.3	-2.1	201478	11.2
SBILIFE	1349.8	-1.8	11374	-1.9
SBIN	603.4	-0.1	53684	-0.3
SUNPHARMA	1154.2	0.4	34761	-3.8
TATACONSUM	870.5	-1.3	11951	0.7
TATAMOTORS	640.9	-0.1	48199	-0.1
TATASTEEL	128.7	-1.4	42376	-6.8
TCS	3613.6	0.2	57812	-2.6
TECHM	1278.9	-0.7	20091	-3.8
TITAN	3302.2	-0.9	15020	1.1
ULTRACEMCO	8488.6	-1.9	13884	-4.5
UPL	623.7	-1.0	27165	-0.1
WIPRO	431.7	-1.2	26004	-2.1

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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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