

Key Indices Update

Indices	Close	Change (%)
Nifty	212622.40	0.75 ↗
Sensex	71728.46	0.76 ↗
Midcap	47815.95	1.52 ↗
Smallcap	15487.45	1.09 ↗

Trend Strength Indicator

Nifty 50 Stocks above 200 EMA	NSE Advance / Decline
45	1665/796

Key Data

Data	Current	Previous
Dow Jones	37,863.8	37,468.6
U.S. Dollar Index	103.29	103.54
Brent Crude (USD/BBL)	78.71	79.10
US 10Y Bond Yield (%)	4.30	4.14
India 10Y Bond Yield (%)	7.18	7.18

Sectoral Data

Sector	Close	Change (%)
Banking	45742.40	0.06 ↗
Auto	18691.10	1.05 ↗
Energy	35027.05	1.29 ↗
Finservice	22136.55	1.26 ↗
FMCG	56715.10	1.36 ↗
IT	37079.75	0.95 ↗
Media	2363.50	1.23 ↘
Metal	7731.00	1.34 ↗
Pharma	17386.50	0.32 ↗
Realty	867.70	0.60 ↗

FII's F&O Data

Sector	Buy/Sell	Change in OI
Index Futures	-1057.09	3.63%
Index Options	267.58	31.95%
Stock Futures	4795.15	1.97%
Stock Options	501.90	0.45%

FII & DII Cash Segment (₹ in cr)

Category	Amount	MTD	YTD
FII	-3690	-23038	-23038
DII	2638	10993	10993

Fundamental

Refer Page 02

Stock for Investment

Stock Name	Sector	*CMP (₹)	^TP (₹)	Upside (%)
POLYCAB	Consumer Electricals	4,423	5,268	19.1%

*Time horizon - 9-12 Months

*CMP as on Jan 19, 2024

Top News

- ✦ **UltraTech Cement** reported **Q3FY24 consolidated revenue of Rs 16,740 Cr**, registering a **growth of 7.9% YoY**.
- ✦ **Hindustan Unilever** consolidated **revenue for Q3FY24** remained **flat at Rs 15,567 Cr**.

Technical

Refer Page 03-04

- ✦ **Nifty** witnessed some **respite after 3 days of decline** and gained over **half a percent**.
- ✦ **Mixed trend on the sectoral front** kept traders occupied wherein **FMCG, metal and energy** edged higher while **banking** continued to reel under pressure.
- ✦ It has **reclaimed its short term moving average** but lacks decisiveness.
- ✦ Stock of the Day - **RECLTD**.

Derivatives

Refer Page 05-06

- ✦ FIIs **sold** Index futures worth INR 1057 cr, forming 10k shorts however they **bought** stock futures worth INR 4795 cr.
- ✦ Nifty & Banknifty futures **added** 1% & 3% in their OI respectively.
- ✦ Nifty 21,600-650-700 straddle **added** plentiful OI with decline in IVs; PCR-OI at 0.96.
- ✦ Noticeable OI **addition** seen in Banknifty **Near the Money calls** and ITM 46100 PE; PCR-OI at 0.59.
- ✦ Longs formed in **COALINDIA, ONGC, TITAN, BHARTIARTL & NTPC** whereas Short formation seen in **HDFCBANK & INDUSINDBK**.

Fundamental

Top News

- 01** **UltraTech Cement** reported **Q3FY24 consolidated revenue** of **Rs 16,740 Cr**, registering a **growth of 7.9% YoY** with **volume growth** of **5.6% YoY** to **27.3MT** and **realization improved** by **2.1% YoY**. **EBITDA** came in **higher** by **39.3% YoY** to **Rs 3,255cr** and **EBITDA margin** stood at **19.4%**, an **improvement of 439bps YoY**. **PAT** grew by **67% YoY** to **Rs 1,775 Cr** and **PAT margin** came in at **10.6%**, **up** by **376bps YoY**.
- 02** **Hindustan Unilever** consolidated **revenue** for **Q3FY24** remained **flat** at **Rs 15,567 Cr**. Amongst segments mixed trend was seen. **Gross profit grew** by **8% YoY** to **Rs 8,088 Cr** and **gross margin improved** by **394bps YoY** to **52%**. **EBITDA declined** by **0.8% YoY** to **Rs 3,666 Cr** with a **margin of 23.5%** while **net profit grew** by **1.1% YoY** to **Rs 2,508 Cr**.
- 03** **Reliance Industries Q3FY24 consolidated revenue** from operations **grew by 3.5% YoY** to **Rs 2.3 Lakh Cr**. Amongst **key verticals**, **O2C declined** by **2.4% YoY** to **Rs 1.4 Lakh Cr**, **Retail grew** by **22.8% YoY** to **Rs 83,040 Cr** followed by **Digital Services** which **grew by 10.3% YoY** to **Rs 33,463 Cr**. **EBITDA** was **Rs 42,371 Cr**, **higher by 15.9% YoY** while **PAT grew** by **10.3% YoY** to **Rs 19,641 Cr**.
- 04** **One 97 Communications revenue** from operations for **Q3FY24 grew by 38.2% YoY** to **Rs 2,850 Cr**. **EBITDA** before ESOP was **Rs 219 Cr** against **Rs 31 Cr** in the same period last year while **losses narrowed from 392 Cr to Rs 222 Cr**. Amongst KPIs, **Average MTUs were up by 18% YoY** to **10 Cr**, **Number of loans distribution grew by 10% YoY** to **1.2 Cr** while **Value of loans grew by 56% YoY** to **Rs 15,535 Cr**.
- 05** **CreditAccess Grameen consolidated Q3FY24 Net Interest Income** came in at **Rs 802.4 Cr**, **up by 41.6% YoY** with a **margin of 13.1%** which **improved by 120bps YoY**. **PAT** registered a **growth of 63.8% YoY** to **Rs 353.3 Cr**. Amongst **key ratios**, **Portfolio Yield** was **21%** followed by **Cost/Income ratio at 29.5%** while **Opex/GLP ratio** was at **4.4%**.

Stock for Investment

Polycab India Ltd.

Stock Symbol	POLYCAB
Sector	Consumer Electricals
*CMP (₹)	4,423
^Target Price (₹)	5,268
Upside %	19.1%

- + **Polycab India** is **largest player** in the **organized Wires & Cables industry** with a **market share of ~24-26%** while it also has **strong presence in FMEG verticals** and has a **competitive edge** with a robust **distribution network** comprising of **~4,600 dealers & distributors**.
- + Its **Q3FY24 revenue grew by 16.8% YoY/2.9% QoQ** mainly **led by its cables & wires business**. **Gross margin expanded by 269bps YoY/148bps QoQ** to **29.6%** benefitting from stable prices of raw material. **EBITDA margin contracted by 44bps YoY/132bps QoQ** to **13.1%** owing to high ad spends.
- + It has given **consistent quarters of double digit volume growth** in its **core cables & wires segment** and has been **consistently adding capacity**. Given the **favorable demand momentum** from infra and power sector, it will **continue to post healthy double digit growth** in the coming quarters.
- + The company has **reiterated** that it has not received any notice from the respective authority towards tax evasion claims, however, it intends to **fully co-operate** with the **respective authorities** to provide them with **necessary clarifications**.
- + **Financially**, we estimate its **revenue/EBITDA/PAT** to grow at a CAGR of **20.7%/26.2%/26.7%** over **FY23-FY26E** and recommend **Buy** rating with a target price of **Rs 5,268**.

*CMP as on Jan 19, 2024

^Time horizon - 9-12 Months

Technicals

Reclaimed 20 EMA but lacks decisiveness. Stay stock-specific.

NIFTY

21622.40 ↗ 160.15 (0.75%)

S1

21480

S2

21360

R1

21700

R2

21850

Technical Chart : Daily



- ✦ **Nifty** witnessed some **respite after 3 days of decline** and gained over **half a percent**.
- ✦ **Mixed trend on the sectoral front** kept traders occupied wherein **FMCG, metal and energy** edged higher while **banking** continued to reel under pressure.
- ✦ It has **reclaimed its short term moving average** but lacks decisiveness.
- ✦ Traders should **continue stock-specific approach** and prefer **hedged trades**.

BANKNIFTY

45701.15 ↘ 12.40 (0.03%)

S1

45350

S2

45000

R1

46200

R2

46500

Technical Chart : Daily



- ✦ **Banking index** opened higher but **failed to hold its gains** and closed on a **flat note**.
- ✦ Mixed trend continued among the banking majors. Wherein **ICICI bank and Axis bank** closed higher whereas **HDFC bank and Indusind bank** remained subdued.
- ✦ It has **key support around 45350 zone** which coincides with **50% retracement ratio** of its prior upmove.
- ✦ Thus a **breakdown below 45350 zone** could **propel further weakness** in the index.

Technical

Stock of the day

RECLTD

Recom.

BUY

CMP (₹)

451.60

Range*

450-452

SL

440

Target

468

Technical Chart : Weekly



Note- * We may review initiation range based on opening

- ✦ **RECL** has been in a **strong uptrend from last more than 5 months** and currently trading **near record high levels**.
- ✦ It has registered a **breakout from Squeeze Bollinger Bands** suggests **volatility expansion** on the higher side.
- ✦ The stock has **recorded a breakout from brief range** with noticeable **surge in volumes** indicates **bullish tone to continue**.
- ✦ **We thus recommend creating fresh longs** in the mentioned range.

Momentum Stocks
Midcap

Name	Price	Price %
RVNL	292.30	19.99 ↗
GICRE	355.70	16.36 ↗
HUDCO	159.00	15.47 ↗
NIACL	243.30	9.99 ↗
JKPAPER	431.40	7.82 ↗

Name	Price	Price %
AARTIIND	675.00	10.37 ↗
RECLTD	453.00	6.76 ↗
IRCTC	983.80	6.10 ↗
CUMMINSIND	2113.40	4.07 ↗
PNB	102.15	3.71 ↗

Range Breakout/
Breakdown

Top 5 F&O Gainers ↗

Name	Price	Price %
AARTIIND	675.00	10.37 ↗
RECLTD	453.00	6.76 ↗
IRCTC	983.80	6.10 ↗
INDIAMART	2635.00	5.88 ↗
MANAPPURAM	178.90	5.36 ↗

Name	Price	Price %
ZEEL	232.50	6.33 ↘
RBLBANK	260.00	3.65 ↘
INDUSINDBK	1560.50	3.25 ↘
DIXON	6100.00	3.22 ↘
CHAMBLFERT	373.85	2.29 ↘

Top 5 F&O Losers ↘

Bullish Charts

Name	Price	Price %
RECLTD	453.00	6.76 ↗
PFC	412.40	5.02 ↗
BHEL	222.25	4.76 ↗
CUMMINSIND	2113.40	4.07 ↗
INDHOTEL	481.90	3.95 ↗

Name	Price	Price %
BALRAMCHIN	382.80	0.51 ↘
KOTAKBANK	1760.90	0.92 ↘
RBLBANK	260.00	3.65 ↘
SYNGENE	695.00	0.24 ↘
ZEEL	232.50	6.33 ↘

Bearish Charts

Derivatives

Expect Index Consolidation with Stock Specific action !!

Nifty

Nifty	21672.15
OI (In contracts)	302395
CHANGE IN OI (%)	1.00
PRICE CHANGE (%)	0.70
IMPLICATION	LONG BUILDUP

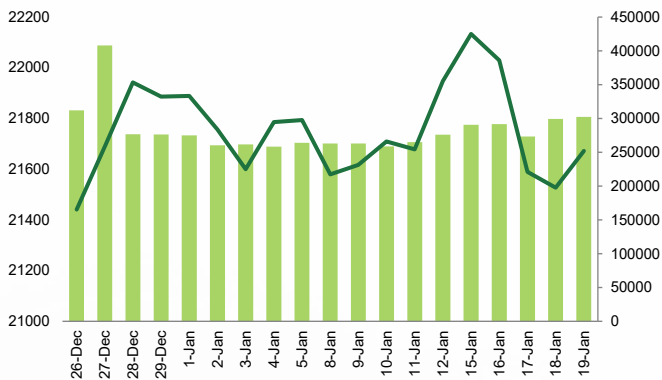
- ✦ Nifty futures closed above VWAP of 21,652 with an addition of 1% OI. 21,600-650-700 straddle added plentiful OI.
- ✦ The Index consolidated in a range after opening higher and settled around the 21,620 mark. Marginal OI addition was seen in its futures. It was METAL, ENERGY & FMCG sectors that edged higher whereas Banking traded weak. With the underperformance from the banking space and FIIs maintaining their negative bias, we believe it's **Prudent to Hold on for Fresh Longs & Continue Look for SHORTING on bounce with 21,850 as a Stop.**

Banknifty

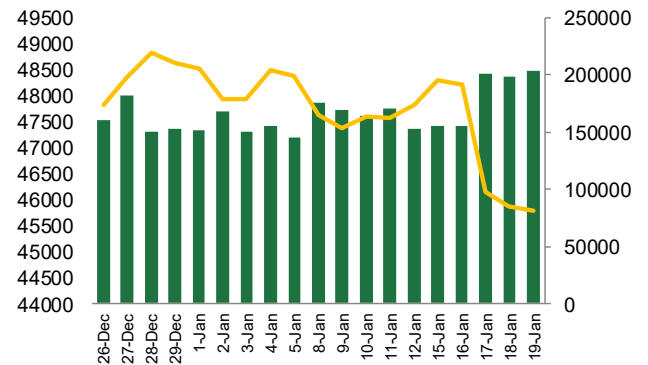
Banknifty	45797.20
OI (In lakhs)	204165
CHANGE IN OI (%)	3.00
PRICE CHANGE (%)	-0.20
IMPLICATION	SHORT BUILDUP

- ✦ Banknifty futures closed below VWAP of 45,989 with 3% OI addition. Meaningful Call addition seen in Near the Money strikes.
- ✦ Failing to sustain at higher levels, Banking Index ended on a flattish note. Meanwhile 3% OI was added in its futures. A mixed participation from the majors where AXISBANK & ICICIBANK ended gaining over a percent each. With the giant HDFCBANK still not out of the woods and Shorting continued in index futures, we believe there is a room for further negativity. **It's Prudent to Continue Look for SHORTING on bounce with 47,500 as a Stop.**

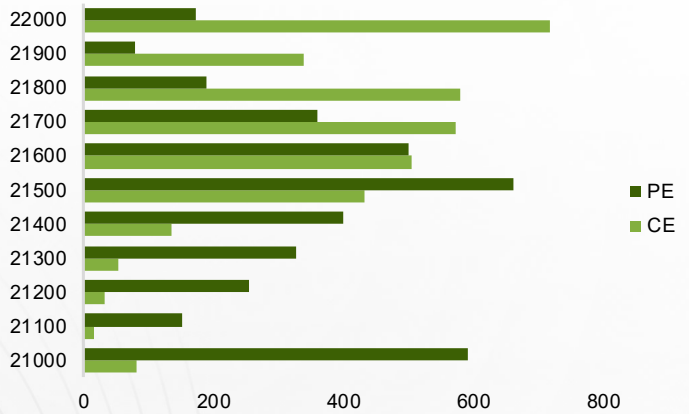
NIFTY (CLOSE VS OI)



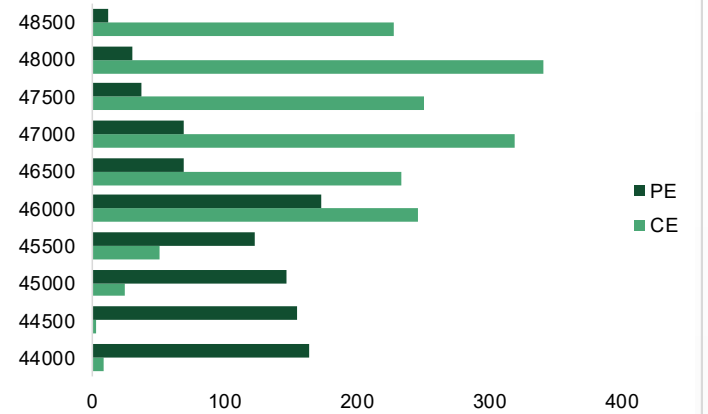
BANKNIFTY (CLOSE VS OI)



NIFTY OPTION CHAIN



BANKNIFTY OPTION CHAIN



Derivatives

Long Buildup

Symbol	Price	Price %	OI	OI %
IRCTC	987.4	6.2	23684	11.9
CANFINHOME	795.85	1.9	6649	9.4
ONGC	241.75	3.4	25660	8.1
TITAN	3819.65	2.0	27473	8.1
OFSS	6891.05	5.9	7091	7.3

Short Buildup

Symbol	Price	Price %	OI	OI %
INDUSINDBK	1564.55	-3.3	42100	22.7
RBLBANK	264	-2.6	28022	6.7
GUJGASLTD	554.05	-0.7	5455	5.9
AUBANK	733.3	-0.4	22414	5.6
BATAINDIA	1515.7	-0.1	5925	4.8

Nifty 50

Symbol	Price	Price %	OI	OI %
ADANIANT	2928.3	-0.1	47764	0.4
ADANIPTS	1155.3	-0.1	51717	0.5
APOLLOHOSP	6096.6	1.6	16772	1.4
ASIANPAINT	3165.6	0.0	29732	-0.8
AXISBANK	1118.8	1.8	76909	1.9
BAJAJ-AUTO	7165.2	0.8	16595	-7.0
BAJAJFINSV	1600.0	1.1	21114	-0.7
BAJFINANCE	7331.4	0.6	45970	-0.1
BHARTIARTL	1123.7	3.1	34882	5.9
BPCL	482.9	2.0	24044	5.2
BRITANNIA	5141.2	2.2	12270	-2.5
CIPLA	1327.8	0.3	14610	-0.6
COALINDIA	384.4	2.0	32024	6.0
DIVISLAB	3700.6	-0.3	21236	0.3
DRREDDY	5682.7	0.4	17753	1.5
EICHERMOT	3713.7	0.3	23761	1.8
GRASIM	2083.3	1.2	19887	2.4
HCLTECH	1567.2	0.6	20183	0.1
HDFCBANK	1476.1	-1.1	312303	4.3
HDFCLIFE	615.5	1.2	27245	-2.8
HEROMOTOCO	4401.0	0.0	12744	-0.4
HINDALCO	558.5	0.4	29990	0.9
HINDUNILVR	2564.7	0.7	37855	0.9
ICICIBANK	998.3	1.2	121454	-7.3
INDUSINDBK	1564.6	-3.3	42100	22.7

Stock Dynamics

- Substantial OI addition in **INDUSINDBK** after its results, probably Shorts. But since the stock is near to its support of 1540, Do Wait & Watch.
- After forming a fresh buying pivot, **IRCTC** resumed its upward journey with formation of Longs. **BUY THE DIPS** in the stock with a stop at 930.
- On the verge of a breakout, **CANFINHOME** added OI probably Longs. Do wait for it to sustain above 800 to create Fresh Longs.
- A brief consolidation at higher levels for **TITAN**. Hold Longs with Trailing Stop at 3660.
- A fresh breakout in **ONGC** with 8.1% Longs addition makes it a **BUY ON DIPS** candidate with a stop at 226.
- Substantial OI added in **RBLBANK** as Shorts. Since the stock is now hovering around its major support of 250 -255, Avoid Fresh Shorts.
- Some consolidation at higher levels for **GUJGASLTD** with marginal downtick in price. Tighten Stop for Longs at 530.

Symbol	Price	Price %	OI	OI %
INFY	1657.2	0.9	72127	-1.3
ITC	451.8	1.3	55091	1.5
JSWSTEEL	844.1	1.6	25633	0.1
KOTAKBANK	1846.5	-1.0	84041	0.8
LT	3397.2	1.4	33188	2.9
LTIM	5726.9	0.7	13098	2.6
M&M	1675.6	2.6	39557	-2.0
MARUTI	10655.9	1.0	69461	0.6
NESTLEIND	24935.7	0.5	156680	2.8
NTPC	286.4	2.9	38870	5.4
ONGC	196.9	3.4	25660	8.1
POWERGRID	229.8	1.2	21717	5.3
RELIANCE	2465.1	0.1	133133	4.9
SBILIFE	1470.1	2.2	8303	-0.8
SBIN	616.8	-0.1	80162	1.9
SUNPHARMA	1239.6	0.0	19070	-0.3
TATACONSUM	952.7	1.2	11528	0.6
TATAMOTORS	718.8	0.4	44547	2.4
TATASTEEL	130.0	2.5	45475	-3.7
TCS	3644.5	1.6	73882	-3.5
TECHM	1232.2	2.5	23963	4.5
TITAN	3645.2	2.0	27473	8.1
ULTRACEMCO	9422.7	1.9	19982	-0.4
UPL	587.1	1.5	32499	-0.3
WIPRO	425.0	0.4	37537	-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? [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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