

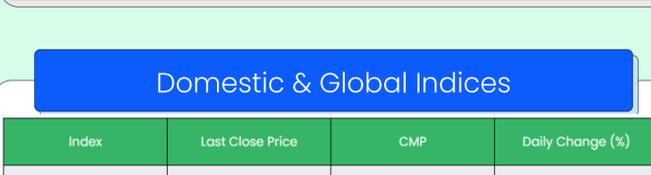
Equity Research Desk MORNINGER

Gap-Up Opening Seen For Nifty Today

Trends in the GIFT Nifty index futures for February delivery, which was trading at 25,930 at 7:30 am, indicates a gap up opening for Nifty today.

Nifty Technical Outlook

On Friday, the Nifty opened gap-down but rebounded strongly to reclaim the 25,600 level. The index faced rejection twice at the 50-day EMA, each time finding support at the 20-day EMA, and eventually closed decisively above the 50-day EMA in the final hour, signalling bullish momentum on RBI policy day. FMCG supported the index, led by a 5% surge in ITC on proposed cigar price hikes and block deals, while IT stocks lagged amid AI concerns and weakness in TCS and Tech Mahindra. IndiaVIX fell 20% for the week, signalling cooling volatility. Despite volatility during the Union Budget week, the Nifty gained 3.5% for the week. RBI MPC unanimously held the repo rate at 5.25%, the third pause in four meetings after 100 bps cuts in Feb–Jun 2025 and a 25 bps cut in December 2025. Market sentiment to be driven by the fine print of the India-US trade pact. The Nifty gained 50.90 points closing at 25,693.70. The Nifty formed a bullish candlestick pattern on the daily chart, and we expect the buying interest to continue for the day. The volatility index IndiaVIX has closed below 12 and we expect the volatility to ease in the short term. The Nifty short-term trend remains bullish and the trend will turn bearish only below 25,450 levels. The 9-day simple moving average is placed at 25,426.



Domestic & Global Indices

Index	Last Close Price	CMP	Daily Change (%)
NIFTY	25642.80	25693.70	0.20%
NIFTY BANK	60063.65	60120.55	0.09%
INDIA VIX	12.17	11.94	-1.87%
DOW 30	48908.72	50115.67	2.47%
NASDAQ 100	22540.59	23031.21	2.18%
FTSE 100	10309.22	10369.75	0.59%
DAX	24491.06	24721.46	0.94%
NIKKEI 225	53817.99	54253.68	0.81%
Brent Crude (\$)	67.31	68.09	1.16%
Gold (\$)	4776.48	4967.27	3.99%
Silver (\$)	70.93	77.94	9.88%

U.S. stocks rebounded sharply on Friday, with the Dow closing above 50,000 for the first time, driven by bargain hunting after recent weakness. For the week, the Dow gained 2.5%, while the S&P 500 slipped 0.1% and the Nasdaq fell 1.8% amid tech-led pressure. Sentiment was also supported by improved U.S. consumer confidence data for February. The Dow index moved up by 1,206 points to close at 50,115.67 and the S&P 500 index moved up by 133 points to close at 6,932.30.

Index Levels

Index Levels	S2	S1	Close	R1	R2
NIFTY	25450.00	25560.00	25693.70	25820.00	25940.00
NIFTY BANK	59550.00	59800.00	60120.55	60400.00	60700.00

Sectors in Focus (Intraday)

Bias	Sector
Positive Bias	Banks, PSE, Energy, Metal, Infra & Auto
Negative Bias	IT, Realty, FMCG, Pharma & Defence

Intraday Recommendation

Script	Buy/Sell	Entry Price	Target	Stop Loss
BHARTIARTL	Buy	2039.00	2070.00	2022.00
MANAPPURAM	Buy	301.00	306.00	298.00

Invest Now

Equity Research Desk ALPHA

Stock Pick for the Week

Stock Name	Upside Potential	Report
TITAN COMPANY	18%	Click Here

Trading Activity (Cash) -06/02/2026

Category	Buy Value	Sell Value	Net Value
FII / FPI	16718.66	14767.89	1950.77
DII	13215.74	14480.80	-1265.06

Derivatives Watch

- Based on Open Interest in Futures, FII's have increased their long position by 1160 contracts and have increased their short position by 7388 contracts. FII's are net bearish by 6228 contracts.
- Based on Open Interest in Options, FII's were net bullish by 19002 contracts. In Nifty, the highest PUT OI was seen at 25500 and the highest CALL Open Interest was seen at 26000 strike.
- Based on Open Interest, we are bullish on PowerIndia, LICI, Nykaa, ITC, Amber Enterprise, Muthoot Finance, Kotak Bank, Hindustan Unilever, Kaynes Technologies and Bharti Airtel. We are bearish on Uno Minda, Tata Technologies, TataElxsi, Siemens, Coforge, IEX, PB Fintech, Naukri, Solar Industries and NBCC.

Economy & Stocks to Watch

- Under the interim **India-US trade agreement**, Indian exporters benefit from lower US reciprocal tariffs of 18% and eventual tariff-free access for sectors like generic pharmaceuticals, gems & diamonds, textiles and aircraft parts, while US producers gain from reduced Indian tariffs on industrial goods and a wide range of agricultural products such as tree nuts, dried distillers' grains, fruits, soybean oil, wine and spirits, enhancing bilateral market access and boosting trade volumes.
- **India and Malaysia** has signed 11 Memorandums of Understanding (MoUs) and exchanged several bilateral documents across a broad range of sectors during Prime Minister Narendra Modi's two-day official visit to Kuala Lumpur. The agreements, signed in the presence of PM Modi and his Malaysian counterpart Anwar Ibrahim following delegation-level talks, span trade and investment, semiconductors, digital economy, healthcare, security cooperation and peacekeeping, officials said. The visit marks Modi's first to Malaysia since both countries elevated relations to a Comprehensive Strategic Partnership in August 2024.
- The **Reserve Bank of India's Monetary Policy Committee (MPC)** on Friday chose caution over clarity, keeping the policy repo rate unchanged at 5.25% and retaining a "neutral" stance, even as bond markets reacted negatively and banks struck an optimistic tone on growth and liquidity. The decision taken unanimously on rates and by a 5:1 majority on the stance comes after a cumulative 100 basis points of rate cuts between February and June 2025, and marks the third pause in the last four policy meetings.
- **India slips to fourth in MSCI EM Index weight** as South Korea pulls ahead. India is steadily losing weight in the MSCI Emerging Markets (EM) Index as global investors chase artificial intelligence- and semiconductor-led rallies elsewhere, while sustained foreign fund outflows continue to pressure domestic equities. As of end-January 2026, India's weight in the MSCI EM Index stood at 13.34%, ranking fourth after China (26.6%), Taiwan (21.04%) and South Korea (15.65%). The index's top constituents underscore the dominance of technology-heavy markets. Taiwan Semiconductor Manufacturing Company (TSMC) alone accounts for 12.5% of the MSCI EM Index, followed by South Korea's Samsung Electronics at 4.7%. Chinese giants Tencent Holdings and Alibaba Group Holding together command over 7.8% weight.
- The key focus of the **government's ₹12.2 lakh crore capex** for the next fiscal will be mainly on sectors like **shipbuilding, national highways, railways, and metro train projects**, Infrastructure Secretary V Vualnam said. The government has budgeted total expenditure in 2026-27 at over ₹53.47 lakh crore, of which about ₹12.22 lakh crore is projected to be the capital expenditure, meaning it would be spent on building physical infrastructure. In a post-Budget interview to PTI, Vualnam said the sectors, which have huge ongoing and new projects, like the national highways, railways, and the urban sector, to the extent of metro train projects, will continue to dominate the government public capex spending in the next fiscal.
- **State Bank of India** on Saturday, February 7, raised its FY26 credit growth guidance to 13–15% from 12–14% earlier, after reporting a strong December-quarter performance that saw net profit jump 24.5% year-on-year to ₹21,028 crore, comfortably beating market expectations. Net interest income (NII) rose 9% YoY to ₹45,190 crore, also ahead of estimates, driven by broad-based loan growth across retail, agriculture, MSME and corporate segments.

Login

Warm Regards, Equity Research Desk
Perumal Raju K.J
Associate Director – Equity Research

Disclaimer: Wealth India Financial Services Pvt. Ltd is registered under the SEBI (Research Analyst) Regulations, 2014 (SEBI Regulations) as a Research Analyst vide Registration No. INH20000394.

The analyst further certifies that all the views expressed in this report accurately reflect his/her personal views about the subject company or companies, and its/their securities. No part of his/her comments will be, directly or indirectly related to specific recommendations or views expressed in this report. This material is for the personal information of the authorized recipient, and no action is solicited on the basis of this. It is not to be construed as an offer to sell, or the solicitation of an offer to buy any security, in any jurisdiction where such an offer or solicitation would be illegal. We have reviewed the report, and in so far as it includes current or historical information, it is believed to be reliable, though its accuracy or completeness cannot be guaranteed. Neither Wealth India Financial Services Pvt. Ltd, nor any person connected with it, accepts any liability arising from the use of this document. The recipients of this material should rely on their own investigations and take their own professional advice. Price and value of the investments referred to in this material may go up or down. Past performance is not a guide for future performance. We and our affiliates, officers, directors, and employees worldwide:

- Do not have any financial interest in the subject company/companies in this report;
- Do not have any actual/beneficial ownership of one percent or more in the company/companies mentioned in this document, or in its securities at the end of the month immediately preceding the date of publication of the research report, or the date of public appearance;
- Do not have any other material conflict of interest at the time of publication of the research report, or at the time of public appearance;
- Have not received any compensation from the subject company/companies in the past 12 months;
- Have not managed or co-managed the public offering of securities for the subject company/companies in the past 12 months;
- Have not received any compensation for investment banking, or merchant banking, or brokerage services from the subject company/companies in the past 12 months;
- Have not served as an officer, director, or employee of the subject company;
- Have not been engaged in market-making activity for the subject company.

This document is not for public distribution. It has been furnished to you solely for your information, and must not be reproduced or redistributed to any other person.

You are receiving this mail because you are a registered user at www.FundsIndia.com. Our mailing address is: Wealth India Financial Services Pvt. Ltd, 3rd Floor, Indique Wave, 438/1 Sundaram Avenue, Anna Salai, Chennai-600006.

Copyright (C) 2025 Wealth India Financial Services All rights reserved.