

**Key Indices Update**

Indices	Close	Change (%)
Nifty	19047.25	1.01 ↗
Sensex	63782.80	1.01 ↗
Midcap	38701.85	1.54 ↗
Smallcap	12639.30	2.01 ↗

**Trend Strength Indicator**

Nifty 50 Stocks above 200 EMA	NSE Advance / Decline
35	1023/440

**Key Data**

Data	Current	Previous
Dow Jones	32,417.6	32,784.3
U.S. Dollar Index	106.60	106.56
Brent Crude (USD/BBL)	89.20	87.05
US 10Y Bond Yield (%)	4.88	4.85
India 10Y Bond Yield (%)	7.35	7.37

**Sectoral Data**

Sector	Close	Change (%)
Banking	42837.00	1.32 ↗
Auto	16181.40	1.43 ↗
Energy	26539.55	1.90 ↗
Finservice	19972.60	1.54 ↗
FMCG	51364.95	0.83 ↗
IT	30599.70	1.24 ↗
Media	2181.15	2.61 ↗
Metal	6454.40	0.88 ↗
Pharma	14776.70	0.87 ↗
Realty	581.85	1.75 ↗

**FII's F&O Data**

Sector	Buy/Sell	Change in OI
Index Futures	-111.19	4.27%
Index Options	-1904.76	22.34%
Stock Futures	373.22	11.68%
Stock Options	181.46	274.98%

**FII & DII Cash Segment (₹ in cr)**

Category	Amount	MTD	YTD
FII	-1500	-22520	-48882
DII	314	26584	154552

**Fundamental**

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**Stock for Investment**

Stock Name	Sector	*CMP (₹)	TP (₹)	Upside (%)
<b>ASIANPAINT</b>	<b>Paints</b>	<b>2,955</b>	<b>3,939</b>	<b>33.3%</b>

\*CMP as on Oct 27, 2023

**Top News**

- ✦ **M&M Financial Services net interest income** during **Q2FY24** increased by **17.1% YoY** to **Rs 2,130 Cr.**
- ✦ **Reliance Industries** announced that **Q2FY24** its **consolidated revenue (excl GST)** was **Rs 255,996 Cr, up** by **1.2% YoY.**

**Technical**

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- ✦ **Nifty took a breather after three days of successive falls** and gained nearly a percent.
- ✦ **Mostly sectors** contributed to the move wherein **realty, energy and financials** were among the **top performers.**
- ✦ The earlier **support zone i.e. 19200-19300** would act as a hurdle in case of further rebound.
- ✦ Stock of the Day- **HCLTECH**

**Derivatives**

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- ✦ No major activity by **FIIs** in Index futures but they **bought** stock futures worth INR 373 cr.
- ✦ Despite a percent uptick in each Nifty & Banknifty, **no major change** in OI seen in their futures.
- ✦ After a few days of rise, plentiful **decline** in IVs; Nifty @ 12.5% and Banknifty @ 14.5%.
- ✦ PCR-OI **inched** higher for Nifty now at 0.96 as Call Unwinding & Put addition at 19,000 was substantial.
- ✦ Longs formed in **PERSISTENT, CIPLA, COLPAL, TRENT, CANBK & RBLBANK.**

# Fundamental

## Top News

- 01** **M&M Financial Services net interest income** during Q2FY24 increased by 17.1% YoY to Rs 2,130 Cr, however, PAT declined by 42% YoY to Rs 287 Cr mainly due to increase in provisions by 211.3% YoY to Rs 646 Cr. AuM/Disbursements increased by 27%/12.6% YoY to Rs 93,723 Cr and Rs 13,315 Cr, respectively. Net interest margins declined by 100bps YoY to 6.5% while gross/net stage-3 assets stood at 4.5%/1.7%.
- 02** **Reliance Industries** announced that Q2FY24 its consolidated revenue (excl GST) was Rs 255,996 Cr, up by 1.2% YoY while PAT from continuing operation increased by 29.7% YoY to Rs 19,878 Cr. Revenue from Jio Platform increased by 10.6% YoY to Rs 31,537 Cr led by 7.5% YoY increase in subscriber base and higher ARPU while revenue from Reliance Retail increased by 18.8 YoY. O2C revenue declined by 7.3% YoY with decrease in crude oil prices.
- 03** **NTPC** announced that its consolidated revenue from operations during Q2FY24 was Rs 44,983.4 Cr, up by 1.8% YoY while PAT increased by 38.3% YoY to Rs 4,726.4 Cr. Its Coal supply increased by 2.1% YoY to 55.41 MMT while average tariff declined by 3.35% YoY during H1FY24 to Rs 4.61.
- 04** **Bharat Electronics** consolidated revenue from operations during Q2FY24 was Rs 4,009 Cr, up by 1.2% YoY while PAT increased by 26.5% YoY to Rs 790 Cr. During H1FY24, its revenue from operations was Rs 7,542 Cr with a growth of 6.2% YoY while PAT was Rs 1,328 Cr, up by 34.1% YoY.
- 05** **Dr Reddy** announced that during Q2FY24 its consolidated revenue from operations was Rs 68.8 Bn, up by 9% YoY while PAT was Rs 14.8 Bn increasing by 33% YoY. North America revenue was Rs 31.7 Bn with a growth of 13% YoY while Europe and India region revenue increased by 26% YoY and 3% YoY to Rs 5.3 Bn and Rs 11.9 Bn, respectively.

### Stock for Investment

### Asian Paints Ltd.

Stock Symbol	ASIANPAINT
Sector	Paints
*CMP (₹)	2,955
Target Price (₹)	3,939
Upside %	33.3%

- ✦ **Asian Paints** is 9<sup>th</sup> largest paint company globally and market leader in India which manufactures wide range of coatings and offers wall coverings, adhesives and other services.
- ✦ Its revenue growth in Q2FY24 was flat YoY due to weak consumer sentiments, erratic monsoon as well as delay in festive sales. Gross profit increased by 21.7% YoY while EBITDA was up by 39.8% YoY along with improvement in margins mainly due to moderation in raw material prices and better sourcing capabilities.
- ✦ Its Home Décor performance remained mixed with growth in White Teak and Weatherseal products while the PPGAP/APPPG business saw improvement due to improving demand from Auto OEMs as well as strong growth in Protective & Powder coating segments.
- ✦ Going forward, we believe industry tailwinds such as festive demand, marriage season and government spending towards infrastructure & housing and demand from real-estate will aid growth. The company is also focused on innovating products along with growth in home décor segment.
- ✦ Financially, we estimate its revenue/EBITDA to grow at 18%/27.8% CAGR over FY23-25E and maintain Buy with a target price of Rs 3,939.

\*CMP as on Oct 27, 2023

## Technicals

**Respected 200 EMA. Use rebound to reduce positions.**

### NIFTY

19047.25 ↗190.00 (1.01%)

S1

18890

S2

18800

R1

19180

R2

19320

Technical Chart : Daily



- ✦ **Nifty took a breather after three days of successive falls** and gained nearly a percent.
- ✦ **Mostly sectors** contributed to the move wherein **realty, energy and financials** were among the **top performers**.
- ✦ The earlier **support zone i.e. 19200-19300 would act as a hurdle** in case of further rebound.
- ✦ We thus **suggest utilizing a rebound to reduce longs** and wait for clarity.

### BANKNIFTY

42782.00 ↗501.85 (1.19%)

S1

42500

S2

42150

R1

43000

R2

43300

Technical Chart : Daily



- ✦ **Banking index snaps 3 days decline** and closed higher by **over a percent**.
- ✦ All **major banking constituents** ended in **green**. Wherein **Axis Bank, SBIN and HDFC Bank** were among the top contributors.
- ✦ **Long term moving average (200 DEMA)** which currently lies around **43250 zone** would continue to **act as a key resistance**.
- ✦ Suggest continue with **"Sell on rise" approach** and avoid aggressive positions.

**Technicals**

Stock of the day	Recom.	CMP (₹)	Range*	SL	Target
<b>HCLTECH</b>	<b>BUY</b>	1268.70	1265-1270	1225	1355

Technical Chart : Weekly



- ✦ **HCLTECH has been in steady uptrend** from last more than **12 months**, forming series of **Higher highs and higher lows**.
- ✦ It has formed a **fresh buying pivot** while hold in above its **short term moving average** on the weekly chart.
- ✦ **Price action coupled with supportive volumes** indicates the **resumption of its prior uptrend**.
- ✦ **We thus recommend creating fresh longs** in the mentioned zone.

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

Momentum Stocks Midcap	Name	Price	Price %
	JUBLPHARMA	397.25	16.94 ↗
	SWANENERGY	369.20	12.20 ↗
	WELSPUNIND	145.70	10.55 ↗
	MAZDOCK	2055.90	8.29 ↗
	NLCINDIA	130.80	7.13 ↗

Range Breakout/ Breakdown	Name	Price	Price %
	SHRIRAMFIN	1935.20	7.65 ↗
	CANBK	380.80	5.97 ↗
	TRENT	2122.10	4.48 ↗
	PERSISTENT	6083.75	3.70 ↗
	BAJAJ-AUTO	5373.55	2.17 ↗

Top 5 F&O Gainers ↗	Name	Price	Price %
	SHRIRAMFIN	1935.20	7.65 ↗
	CANBK	380.80	5.97 ↗
	PNB	73.15	4.72 ↗
	RBLBANK	226.20	4.55 ↗
	TRENT	2122.10	4.48 ↗

Top 5 F&O Losers ↘	Name	Price	Price %
	METROPOLIS	1384.35	1.61 ↘
	IGL	382.20	1.20 ↘
	ACC	1878.00	1.15 ↘
	CROMPTON	284.80	0.99 ↘
	INDUSTOWER	168.60	0.94 ↘

Bullish Charts	Name	Price	Price %
	AXISBANK	1002.75	3.16 ↗
	BANKBARODA	196.85	4.07 ↗
	COALINDIA	313.95	2.85 ↗
	L&TFH	137.00	4.26 ↗
	SHRIRAMFIN	1935.20	7.65 ↗

Bearish Charts	Name	Price	Price %
	CROMPTON	284.80	0.99 ↘
	IGL	382.20	1.20 ↘
	INDUSTOWER	168.60	0.94 ↘
	JUBLFOOD	505.00	0.21 ↘
	UPL	558.65	0.43 ↘

# Derivatives

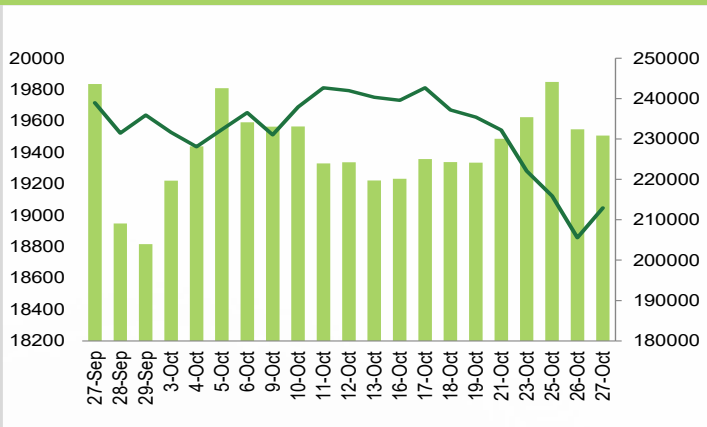
No Major change in Index Data; Avoid Fresh Longs.

## Nifty

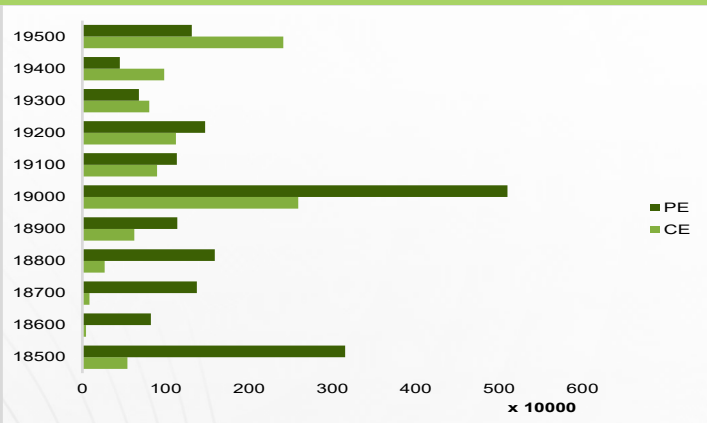
Nifty	19047.25
OI (In contracts)	230862
CHANGE IN OI (%)	-0.65
PRICE CHANGE (%)	1.01
IMPLICATION	<b>SHORT COVERING</b>

- ✦ Nifty futures closed above VWAP of 19,100 with no major change in OI.
- ✦ Almost all sectors contributed to this but no change in positioning was seen. With FII's maintaining their Negative bias, Index might continue finding supply at higher levels.
- ✦ Look for **SHORTING** on bounce with 19,350 as Stop.

### NIFTY (CLOSE VS OI)



### NIFTY OPTION CHAIN

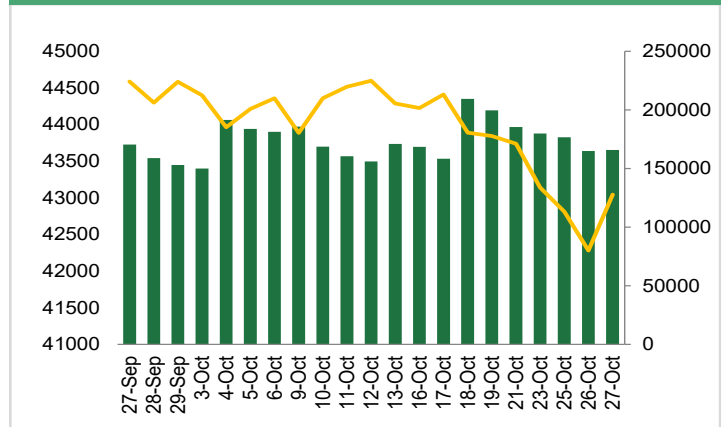


## Banknifty

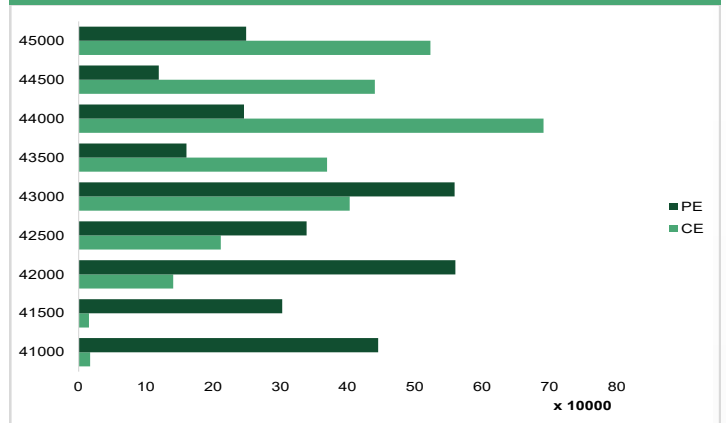
Banknifty	43043.40
OI (In lakhs)	165846
CHANGE IN OI (%)	0.51
PRICE CHANGE (%)	1.81
IMPLICATION	<b>LONG BUILDUP</b>

- ✦ Banknifty futures closed above VWAP of 42,949 with no change in positioning. Meaningful addition of OI seen in Near the Money options; PCR-OI at 0.93.
- ✦ With Major shorting happened around 43200-400, we believe the index is still on **SELL ON RISE** mode.
- ✦ Look for **SHORTING** on bounce with 43,600 as Stop.

### BANKNIFTY (CLOSE VS OI)



### BANKNIFTY OPTION CHAIN



## Derivatives

### Long Buildup

Symbol	Price	Price %	OI	OI %
PERSISTENT	6123.45	4.1	8379	21.3
CIPLA	1181.95	2.2	16456	11.5
COLPAL	2058.45	1.4	9058	11.5
BRITANNIA	4525.2	0.2	9731	10.3
TRENT	2136.95	4.4	8824	10.3

### Short Buildup

Symbol	Price	Price %	OI	OI %
NAVINFLOUR	3449.2	0	6666	8.3
INDHOTEL	377.1	-0.2	13079	7.3
HINDALCO	459.3	-0.1	21031	6.2
UPL	562	-0.3	24149	4.4
IGL	382.95	-1.2	12045	4.1

### Nifty 50

Symbol	Price	Price %	OI	OI %
ADANIANT	2269.8	2.4	31054	-0.1
ADANIPTS	787.3	1.7	71247	0.5
APOLLOHOSP	4848.4	1.3	17528	-0.8
ASIANPAINT	2970.8	0.2	27550	-1.1
AXISBANK	1006.2	2.8	77039	-3.1
BAJAJ-AUTO	5408.9	2.1	19538	1.9
BAJAJFINSV	1574.0	0.2	16532	-0.8
BAJFINANCE	7528.4	0.9	33920	-0.8
BHARTIARTL	920.3	1.1	35318	-1.0
BPCL	336.3	-0.2	13327	-1.2
BRITANNIA	4525.2	0.2	9731	10.3
CIPLA	1182.0	2.2	16456	11.5
COALINDIA	315.1	2.5	30107	-0.3
DIVISLAB	3435.1	0.1	11316	0.4
DRREDDY	5443.2	-0.3	21918	4.0
EICHERMOT	3414.5	2.0	16555	-2.4
GRASIM	1864.3	0.1	20212	-0.8
HCLTECH	1272.3	2.9	14982	2.2
HDFCBANK	1479.3	0.4	274860	-0.2
HDFCLIFE	611.3	0.4	13732	0.7
HEROMOTOCO	3130.5	0.0	11049	-0.2
HINDALCO	459.3	-0.1	21031	6.2
HINDUNILVR	2478.3	0.2	26026	-0.7
ICICIBANK	919.1	0.5	128444	0.5
INDUSINDBK	1444.7	1.5	46056	0.4

## Stock Dynamics

- ✦ A fresh breakout in **PERSISTENT** above 6000 odd levels with formation of meaningful Longs. Look for BUYING THE DIPS with a stop at 5680.
- ✦ Holding well above its breakaway gap area, **CIPLA** added OI, longs probably. Hold Longs with Stop at 1130.
- ✦ Engulfing its previous 2 session's activity, **COLPAL** added Longs. The stock might inch towards its previous swing highs around 2125.
- ✦ A sharp move in **TRENT**, negating its short term downtrend. BUY THE DIPS in the stock with a stop at 2010.
- ✦ Meaningful OI addition in **NAVINFLOUR** with indecisive price action. Avoid Fresh Shorts in the stock.
- ✦ Shorting visible in **INDHOTEL** to the tune of 7.3% makes it a SELL ON RISE candidate with a stop at 389.
- ✦ Finding rejection at higher levels, **HINDALCO** attracts Shorts. Use Bounce to go SHORT in with 472 as a stop.

Symbol	Price	Price %	OI	OI %
INFY	1385.2	1.2	58316	-3.2
ITC	435.9	-0.1	32667	-1.6
JSWSTEEL	736.6	0.4	23741	1.9
KOTAKBANK	1709.3	0.2	66919	1.0
LT	2920.4	1.2	29041	3.1
LTIM	5200.1	0.5	9323	-0.7
M&M	1521.1	0.4	39398	2.1
MARUTI	10622.1	1.3	6118	6.2
NESTLEIND	24018.7	1.8	6719	-0.5
NTPC	235.4	2.1	24606	0.5
ONGC	184.8	1.6	7565	-0.8
POWERGRID	199.9	1.3	12906	-2.8
RELIANCE	2274.9	1.6	200874	-1.8
SBILIFE	1309.6	-0.2	8364	-0.3
SBIN	563.4	2.5	60106	-2.8
SUNPHARMA	1118.8	1.0	30263	0.8
TATACONSUM	895.8	1.2	9987	-0.9
TATAMOTORS	643.7	2.2	47599	-0.4
TATASTEEL	120.4	-0.2	37102	2.1
TCS	3373.0	0.6	63052	0.4
TECHM	1115.8	0.8	23168	0.3
TITAN	3141.9	0.8	13030	3.0
ULTRACEMCO	8260.5	0.2	13805	0.5
UPL	562.0	-0.3	24149	4.4
WIPRO	384.4	1.1	30925	0.3

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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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