

Key Indices Update

Indices	Close	Change (%)
Nifty	21238.80	1.54 ↘
Sensex	70370.55	1.47 ↘
Midcap	46569.60	3.11 ↘
Smallcap	15073.05	2.87 ↘

Trend Strength Indicator

Nifty 50 Stocks above 200 EMA	NSE Advance / Decline
42	623/1894

Key Data

Data	Current	Previous
Dow Jones	37,905.5	38,001.8
U.S. Dollar Index	103.62	103.33
Brent Crude (USD/BBL)	79.75	80.06
US 10Y Bond Yield (%)	4.13	4.11
India 10Y Bond Yield (%)	7.17	-

Sectoral Data

Sector	Close	Change (%)
Banking	45006.40	2.28 ↘
Auto	18358.25	1.57 ↘
Energy	34338.15	2.55 ↘
Finservice	21747.80	2.02 ↘
FMCG	54928.30	1.87 ↘
IT	36542.90	0.42 ↘
Media	2086.00	12.08 ↘
Metal	7482.45	3.48 ↘
Pharma	17534.00	1.74 ↗
Realty	815.55	5.38 ↘

FII & DII F&O Data

Sector	Buy/Sell	Change in OI
Index Futures	186.32	-0.37%
Index Options	-2765.12	12.22%
Stock Futures	659.29	2.39%
Stock Options	398.82	-17.64%

FII & DII Cash Segment (₹ in cr)

Category	Amount	MTD	YTD
FII	-3115	-26699	-26699
DII	214	10488	10488

Fundamental

Refer Page 02

Stock for Investment

Stock Name	Sector	*CMP (₹)	^TP (₹)	Upside (%)
KOTAKBANK	Banks	1,785	2,136	19.1%

*Time horizon - 9-12 Months

*CMP as on Jan 23, 2024

Top News

- ✦ **Axis Bank** announced that during Q3FY24 its **net interest income increased** by **1.8% QoQ/9.4% YoY** to **Rs 12,532**.
- ✦ **Havells India** consolidated **revenue** for **Q3FY24** came in at Rs 4,414 Cr, **up by 6.9% YoY/13.2% QoQ**.

Technical

Refer Page 03-04

- ✦ **Nifty** resumed the **corrective tone** and shed **over one and a half percent**.
- ✦ All key sectors, barring **pharma**, ended lower wherein **realty, metal and energy** were among the worst hit.
- ✦ The **pace of decline** shows more **pain ahead** and **the 20,800-21,000 zone** may offer some support.
- ✦ Stock of the Day- **BAJFINANCE**.

Derivatives

Refer Page 05-06

- ✦ **No major activity** by FIIs in the futures segment whereas Prop Desk added 15k Index Shorts.
- ✦ 17.3% OI **added** in Banknifty futures whereas Nifty futures **reduced** 5.4%.
- ✦ **Substantial** rise in IVs; Nifty @ 17.1% & Banknifty @ 21.8%
- ✦ Plentiful OI added in calls with huge reduction seen in ITM puts which **reduced** PCR-OI to 0.74 and 0.51 for Nifty & Banknifty respectively.
- ✦ Short formation seen in **SBILIFE, BAJFINANCE, ONGC, BRITANNIA & INDUSINDBK** whereas Longs formed in **BHARTIARTL, CIPLA & SUNPHARMA**.

Fundamental

Top News

- 01** **Axis Bank** announced that during Q3FY24 its **net interest income increased** by **1.8% QoQ/9.4% YoY** to **Rs 12,532**. **Advances/deposits grew** by **22.3%/18.5% YoY** while **net interest margin** was **4% declining** by **10bps QoQ/25bps YoY**. **GNPA/NNPA** stood at **1.6%/0.4% declining** by **80bps/11bps YoY** while **credit cost** was **0.5% declining** by **16bps QoQ/41bps YoY**
- 02** **Havells India** consolidated **revenue** for **Q3FY24** came in at **Rs 4,414 Cr, up by 6.9% YoY/13.2% QoQ**. **EBITDA grew** by **3.9% YoY/18.3% QoQ** to **Rs 440 Cr**, however, **margin declined** by **30bps YoY (10%)** on account of **higher ad spends**. **PAT** was **Rs 288 Cr, up by 1.5% YoY/15.6% QoQ**. It also declared an **interim dividend of Rs 3/share**.
- 03** **United Spirits Q3FY24** standalone **revenue** (excluding excise duty) came in at **Rs 2,989 Cr, up by 7.5% YoY/4.3% QoQ**. **P&A volume grew** by **4.6% YoY** to **13.4 Mn cases** while the **Popular segment declined** by **22.8% YoY** to **3.1 Mn cases**. **Realizations** were **up by 9.5% YoY/2.2% QoQ** to **Rs 1,814/case**. **EBITDA grew** by **33.6% YoY/4.5% QoQ** to **Rs 491 Cr** while **margin expanded** by **321bps YoY/3bps QoQ** to **16.4%**. **PAT** was **Rs 348 Cr, higher by 215% YoY/2% QoQ**.
- 04** **L&T Finance Holdings** announced that during **Q3FY24** its **net interest income increased** by **5.9% QoQ/ 7.2% YoY** to **Rs 1,953 Cr** while **PAT increased** by **7.6% QoQ/41.1% YoY** to **Rs 640 Cr**. Its **retail book increased** by **8% QoQ/31% YoY** to **Rs 74,759 Cr** while **disbursements grew** by **8% QoQ/25% YoY** to **Rs 14,531 Cr**. The board appointed **Mr Sudipta Roy** as the **new MD and CEO** effective from **24th January, 2024**.
- 05** **Pidilite** announced that during **Q4FY24**, its **consolidated net sales** was **Rs 3,119 Cr, up by 4.4% YoY** while **EBITDA increased** by **49.7% YoY** to **Rs 742 Cr**. **PAT** during the quarter **increased** by **66% YoY** to **Rs 511 Cr**. Its **Consumer and Bazar** segment which contributes ~81% of revenue **increased** by **5.5% YoY** to **Rs 2,324 Cr** while its **B2B segment** which contributes ~19% of total revenue **increased** by **4.6% YoY** to **Rs 532 Cr**.

Stock for Investment

Kotak Mahindra Bank Ltd.

Stock Symbol	KOTAKBANK	<ul style="list-style-type: none"> ✦ 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. It has 4th largest market share in terms of advances and deposits.
Sector	Banks	<ul style="list-style-type: none"> ✦ Its net interest income in Q3FY24 increased by 4.1% QoQ/15.9% YoY as the bank managed to sustain its net interest margin on a sequential basis at 5.2%. Advances/deposits growth remained strong at 18.9%/18.6% YoY while GNPA/NNPA declined by 17bps/9bps YoY.
*CMP (₹)	1,785	<ul style="list-style-type: none"> ✦ The bank is able to drive customers into the bank as total customer count increased by 4.8% QoQ/23.1% YoY to 48 Mn. It expects credit growth to grow at 1.75x the GDP. Deposits mobilization is expected to increase as the bank is seeing signs of improvement in savings account growth.
^Target Price (₹)	2,136	<ul style="list-style-type: none"> ✦ Going ahead, we remain positive on Kotak Mahindra Bank as the bank has seen healthy credit growth, while deposits growth also remained strong led by term deposits. It expects margin to remain at similar levels.
Upside %	19.1%	<ul style="list-style-type: none"> ✦ Financially, we expect NII/PPOP/PAT to grow at a CAGR of 21.6%/22.7%/20.1% over FY23-26E and maintain Buy with a target price of Rs 2,126.

*CMP as on Jan 23, 2024

^Time horizon - 9-12 Months

Technicals

Resumed the corrective tone. Maintain shorts too.

NIFTY

21238.80 \downarrow 333.00 (1.54%)

S1

21000

S2

20800

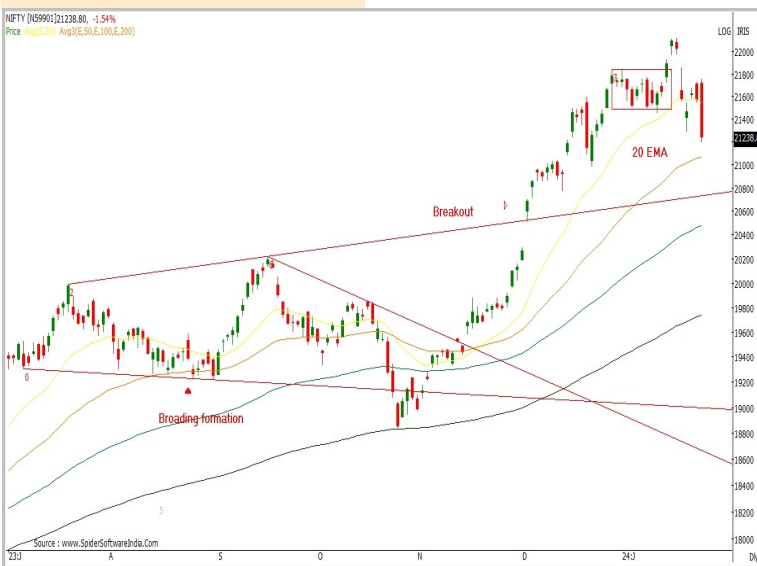
R1

21350

R2

21520

Technical Chart : Daily



- ✦ **Nifty** resumed the **corrective tone** and shed **over one and a half percent**.
- ✦ All key sectors, barring **pharma**, ended lower wherein **realty, metal and energy** were among the worst hit.
- ✦ The **pace of decline** shows more **pain ahead** and the **20,800-21,000 zone** may offer some support.
- ✦ We thus **recommend keeping a check on leveraged positions** and **maintaining shorts too**.

BANKNIFTY

45015.05 \downarrow 1043.15 (2.26%)

S1

44600

S2

44100

R1

45400

R2

45700

Technical Chart : Daily



- ✦ **Banking index** opened higher but **selling pressure intensified** as the day progressed and **closed losing over two percent**.
- ✦ Except **ICICI Bank**, all other banking stocks end in red. Wherein **HDFC Bank, SBIN and Indusind bank** lost the most.
- ✦ It has **closed below 50% retracement line** and **100 DEMA** suggests **weakness to continue**.
- ✦ Going ahead we are **eyeing 44600 zone** which **coincides with its long term moving average 200 EMA**.

Technicals

Stock of the day	Recom.	CMP (₹)	Range*	SL	Target
BAJFINANCE	BUY FEB 7000 PE	224.95	223-226	170	340

Technical Chart : Daily



- ✦ **BAJFINANCE** has been trading in the **corrective phase** from last **more than 4 months**.
- ✦ It has registered a **breakdown from intermediate rising channel** with noticeable **surge in volumes**.
- ✦ Stock has closed **beneath its long term moving average i.e. 200 DEMA** indicates weakness bearish tone to continue.
- ✦ **We thus recommend creating shorts** through the Put option.

Note- * We may review initiation range based on opening

Momentum Stocks Midcap	Name	Price	Price %
	BORORENEW	566.55	11.59 ↗
	KARURVYSYA	182.65	7.54 ↗
	SWSOLAR	523.95	3.93 ↗
	AEGISCHEM	384.1	3.60 ↗
	EIDPARRY	579.85	3.19 ↗

Name	Price	Price %	Range Breakout/ Breakdown
BALRAMCHIN	378.60	1.14 ↘	
M&M	1595.20	1.67 ↘	
DABUR	524.80	2.53 ↘	
PIIND	3278.90	3.06 ↘	
ADANIENT	2896.55	3.06 ↘	

Top 5 F&O Gainers ↗	Name	Price	Price %
	CIPLA	1409.00	7.05 ↗
	PETRONET	259.90	5.31 ↗
	PERSISTENT	8254.40	4.20 ↗
	SUNPHARMA	1378.30	3.93 ↗
	ZYDUSLIFE	729.15	3.61 ↗

Name	Price	Price %	Top 5 F&O Losers ↘
ZEEL	155.95	32.61 ↘	
OBEROIRLTY	1369.75	8.94 ↘	
IRCTC	935.35	8.92 ↘	
IBULHSGFIN	186.10	8.66 ↘	
GMRINFRA	75.50	7.81 ↘	

Bullish Charts	Name	Price	Price %
	BHARTIARTL	1158.00	3.05 ↗
	HERMOTOCO	4444.20	0.97 ↗
	LUPIN	1439.25	2.01 ↗
	PETRONET	259.90	5.31 ↗
	ZYDUSLIFE	729.15	3.61 ↗

Name	Price	Price %	Bearish Charts
ABCAPITAL	163.50	6.09 ↘	
BERGEPAIN	547.00	4.94 ↘	
GNFC	708.15	4.70 ↘	
IBULHSGFIN	186.10	8.66 ↘	
SUNTV	619.75	6.80 ↘	

Derivatives

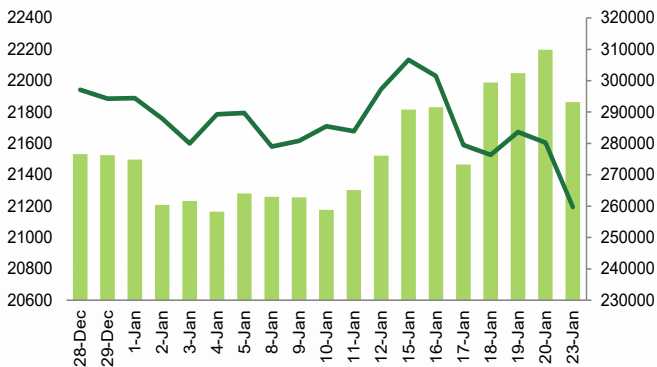
Substantial Shorts added in Banknifty futures. More Pain Ahead, Avoid Longs !!

Nifty

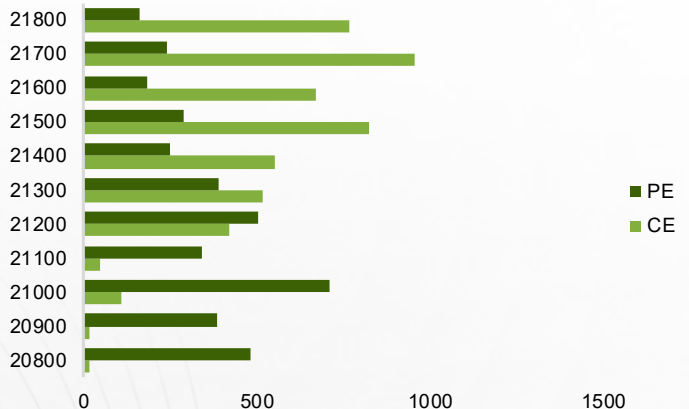
Nifty	21194.25
OI (In contracts)	293205
CHANGE IN OI (%)	-5.40
PRICE CHANGE (%)	-1.90
IMPLICATION	LONG UNWINDING

- ✦ Nifty futures closed below VWAP of 21,459 with reduction of 5.4% OI. 21,300 and above strike calls added plentiful OI.
- ✦ Engulfing the move of the past few sessions, the Index lost over one and half a percent and settled around days low. 5% OI reduction was seen in its futures. All sectors faced the heat where Banking was under tremendous pressure. With further Shorting by FII and Banking pointing towards further pain, we believe it's reasonable to Avoid Fresh Longs. **It's Prudent to Look for SHORTING on bounce with 21,750 as a Stop.**

NIFTY (CLOSE VS OI)



NIFTY OPTION CHAIN

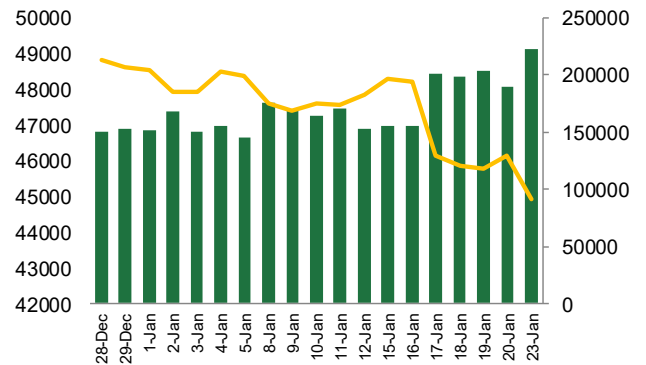


Banknifty

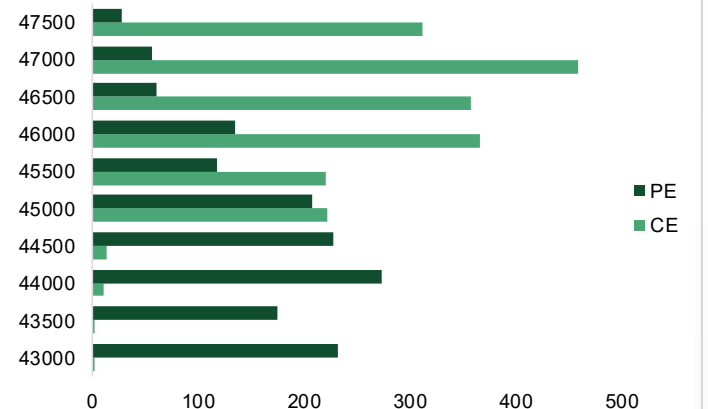
Banknifty	44913.05
OI (In lakhs)	223197
CHANGE IN OI (%)	17.30
PRICE CHANGE (%)	-2.60
IMPLICATION	SHORT BUILDUP

- ✦ Banknifty futures closed below VWAP of 45,536 with addition of 17.3% OI. Sharp reduction in PCR-OI; now at 0.51.
- ✦ Underperforming the benchmark, Banking Index ended losing over 2%. Substantial OI to the tune of 17% added in its futures. Barring ICICIBANK, all majors ended in red with INDUSINDBK being the top loser. With a breach of 45,500-600, the next immediate support for the index comes out to be at 44,600-800. **We reiterate our Negative view and suggest to Look for SHORTING on bounce with 47,000 as Stop.**

BANKNIFTY (CLOSE VS OI)



BANKNIFTY OPTION CHAIN



Derivatives

Long Buildup

Symbol	Price	Price %	OI	OI %
BHARTIARTL	1152.7	2.7	40870	17.4
CIPLA	1404.85	7.0	16811	14.8
BAJAJ-AUTO	7112.75	0.4	18564	11.5
SUNPHARMA	1373.3	3.4	20038	5.1
GODREJCP	1130.85	0.5	13895	4.8

Short Buildup

Symbol	Price	Price %	OI	OI %
UBL	1836.45	-0.5	7976	21.6
BERGEPAIN	542.8	-5.5	7471	18.7
SBILIFE	1370.65	-4.8	9548	15.2
DLF	742.05	-4.4	29517	14.8
BANKBARODA	222.4	-4.5	43832	13.8

Nifty 50

Symbol	Price	Price %	OI	OI %
ADANIANT	2891.4	-3.4	47515	-0.9
ADANIPTS	1136.5	-4.7	52401	0.0
APOLLOHOSP	6154.7	0.7	16993	0.2
ASIANPAINT	3042.9	-3.0	30949	3.9
AXISBANK	1085.1	-3.1	79591	2.8
BAJAJ-AUTO	7112.8	0.4	18564	11.5
BAJAJFINSV	1576.8	-0.3	20562	-4.7
BAJFINANCE	7055.0	-3.5	51592	12.3
BHARTIARTL	1152.7	2.7	40870	17.4
BPCL	461.7	-4.3	23252	-3.1
BRITANNIA	5037.4	-2.3	13377	7.7
CIPLA	1404.9	7.0	16811	14.8
COALINDIA	375.0	-6.2	35496	1.7
DIVISLAB	3608.3	-1.1	20405	-4.0
DRREDDY	5661.6	0.5	16599	-5.0
EICHERMOT	3622.1	-2.0	22962	-2.5
GRASIM	2041.5	-1.8	19411	-2.3
HCLTECH	1523.4	-1.2	20282	0.2
HDFCBANK	1428.6	-3.4	321674	2.6
HDFCLIFE	584.1	-3.9	25402	-9.1
HEROMOTOCO	4409.5	0.5	13267	3.7
HINDALCO	541.1	-3.5	30394	1.3
HINDUNILVR	2372.8	-4.0	42703	5.3
ICICIBANK	1025.0	1.5	118572	-3.7
INDUSINDBK	1441.5	-6.2	47306	7.5

Stock Dynamics

- ✦ **BHARTIARTL** after a day of consolidation continued adding longs during the day. Use dips towards 1120 to add longs and Keep riding the trend.
- ✦ After opening higher after its results, **CIPLA** managed to hold above the 1400 mark while adding OI, likely longs. Hold longs with a stop at 1380.
- ✦ **BAJAJ-AUTO** continued its consolidation for the 5th consecutive session with no clear price action. It added 11.5% OI during the day. Keep an eye in the stock.
- ✦ **SUNPHARMA** traded on a positive note while adding 5% OI during the day. Use dips towards 1360 to add longs.
- ✦ **UBL** traded range bound without a clear direction while adding massive 21% OI. Wait for a clear trend to emerge.
- ✦ **BERGEPAIN** witnessed stiff selling from the 570 levels with Shorts addition. Use bounce towards 565-570 as shorting opportunity with a stop at 595.
- ✦ **SBILIFE** fell over 4% after failing to hold above 1450 levels. Currently trading near support of 1370, avoid shorting.

Symbol	Price	Price %	OI	OI %
INFY	1641.2	-0.6	72053	-0.4
ITC	451.8	-2.4	54145	-2.6
JSWSTEEL	844.1	-2.4	24768	-3.7
KOTAKBANK	1846.5	-1.6	77666	-5.3
LT	3397.2	-2.1	33491	-1.6
LTIM	5726.9	0.0	12594	-2.8
M&M	1675.6	-1.8	39662	-1.3
MARUTI	10655.9	-1.3	68999	-1.0
NESTLEIND	24935.7	-0.7	157220	-1.2
NTPC	286.4	-2.2	38825	-3.1
ONGC	196.9	-5.2	29037	9.4
POWERGRID	229.8	0.0	21463	-1.1
RELIANCE	2465.1	-2.1	142103	3.7
SBILIFE	1470.1	-4.8	9548	15.2
SBIN	616.8	-4.5	82954	2.5
SUNPHARMA	1239.6	3.4	20038	5.1
TATACONSUM	952.7	-0.6	11397	-0.8
TATAMOTORS	718.8	-2.6	46930	4.9
TATASTEEL	130.0	-3.1	45625	0.2
TCS	3644.5	-0.3	70361	-3.6
TECHM	1232.2	-1.4	24334	-1.4
TITAN	3645.2	-1.5	27992	1.7
ULTRACEMCO	9422.7	-1.9	19056	-1.7
UPL	587.1	-2.9	30493	-7.6
WIPRO	425.0	-1.4	35694	-7.5

Research Team

Name	Email ID
<i>Siddarth Bhamre</i>	<i>siddarth.bhamre@religare.com</i>
<i>Ajit Mishra</i>	<i>ajit.mishra@religare.com</i>
<i>Manoj M Vayalar</i>	<i>manoj.vayalar@religare.com</i>
<i>Nirvi Ashar</i>	<i>nirvi.ashar@religare.com</i>
<i>Gaurav Arora</i>	<i>gaurav.arora3@religare.com</i>
<i>Akshay Tiwari</i>	<i>akshay.tiwari@religare.com</i>
<i>Abhijeet Banerjee</i>	<i>abhijeet.banerjee@religare.com</i>
<i>Gaurav Sharma</i>	<i>gauravsharma2@religare.com</i>
<i>Rohan Shah</i>	<i>rohan.shah@religare.com</i>
<i>Riddhika Mirajkar</i>	<i>riddhika.mirajkar@religare.com</i>
<i>Ashwani Harit</i>	<i>ashwani.harit@religare.com</i>
<i>James Kunnel</i>	<i>james.kunnel@religare.com</i>

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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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