

### Key Indices Update

Indices	Close	Change (%)
Nifty	21910.75	0.32 ↗
Sensex	72050.38	0.32 ↗
Midcap	48821.90	1.01 ↗
Smallcap	16105.20	1.32 ↗

### Trend Strength Indicator

Nifty 50 Stocks above / 200 EMA	NSE Advance / Decline
41	1596/834

### Key Data

Data	Current	Previous
Dow Jones	38,773.1	38,424.3
U.S. Dollar Index	104.30	104.72
Brent Crude (USD/BBL)	82.80	81.60
US 10Y Bond Yield (%)	4.23	4.26
India 10Y Bond Yield (%)	7.09	7.11

### Sectoral Data

Sector	Close	Change (%)
Banking	46266.15	0.78 ↗
Auto	19963.15	1.25 ↗
Energy	39956.95	1.79 ↗
Finservice	22267.40	0.29 ↗
FMCG	53367.05	0.88 ↘
IT	38023.90	0.66 ↗
Media	2143.65	0.11 ↘
Metal	7905.60	0.39 ↗
Pharma	18568.25	0.09 ↘
Realty	868.50	0.87 ↗

### FII & DII F&O Data

Sector	Buy/Sell	Change in OI
Index Futures	492.18	-3.33%
Index Options	-77452.81	0.38%
Stock Futures	-1779.91	0.79%
Stock Options	-986.42	4.63%

### FII & DII Cash Segment (₹ in cr)

Category	Amount	MTD	YTD
FII	-3064	-14689	-50667
DII	2277	17010	43753

## Fundamental

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### Stock for Investment

Stock Name	Sector	*CMP (₹)	^TP (₹)	Upside
<b>POLYCAB</b>	<b>Consumer Electricals</b>	<b>4,565</b>	<b>5,268</b>	<b>15.4%</b>

\*Time horizon - 9-12 Months

\*CMP as on Feb 15, 2024

### Top News

- ✦ **Domestic Air Passenger volume** for **January 2024** was **up by 4.7% YoY** to **1.3 Cr.**
- ✦ **Zaggle Prepaid Ocean Services** announced that it has entered into an **agreement** with **Qess Corp.**

## Technical

Refer Page 03-04

- ✦ **Nifty traded volatile** in a **narrow range** and **gained nearly half a percent**, in continuation to the prevailing trend.
- ✦ **Mixed trend** on the **sectoral front** kept the participants occupied wherein **energy and auto** posted strong gains.
- ✦ **Rebound in the banking majors** combined rotational buying in **other heavyweights is pushing the index higher** however the pace of rise is not over encouraging
- ✦ Stock of the Day - **PNB.**

## Derivatives

Refer Page 05-06

- ✦ FIIs **bought** Index futures worth INR 492 cr whereas Prop Desk **reduced** 16k Index Longs.
- ✦ Banknifty futures **further reduced** OI; this time to the tune of 8.1% whereas no major OI change in Nifty futures.
- ✦ **Meaningful OI addition** in Near the Money options for Banknifty; PCR-OI at 1.13.
- ✦ Longs formed in **POLYCAB, NTPC, M&M, ICICIGI & CANBK.**
- ✦ Shorts formed in names like **VEDL, MUTHOOTFIN, AUBANK, HUL & INDIGO.**

# Fundamental

## Top News

- 01** **Domestic Air Passenger volume** for **January 2024** was up by **4.7% YoY** to **1.3 Cr.** Amongst companies, **Indigo** flew **79 Lakh passengers** with a **market share of 60.2%** followed by **Air India** with **16 Lakh passengers** and a **market share of 12.2%**. **Vistara** and **AIX Connect** carried **13 Lakh** and **8 lakh customers** with a **market share of 9.9%** and **6.1%** respectively.
- 02** **Dilip Buildcon** announced its **JV** with **Vijay Kumar Mishra Construction**, named **VKMCPL-DBL** has been **declared as the L-1 bidder** for the tender floated by the **Water Resources Department, Madhya Pradesh**. The **project is worth Rs 413 Cr** which is on **Turnkey basis** and is to be **completed within 60 months**.
- 03** **Zaggle Prepaid Ocean Services** announced that it has entered into an **agreement** with **Qess Corp** regarding **benefit for employees benefit**. The nature of the agreement is **vendor agreement** and the **time period** of the contract is **14th February 2024** to **31st January 2025**. The **amount** of the contract is **Rs 10 Cr p.a.**
- 04** **KPI Green Energy** announced its **wholly owned subsidiary KPIG Energia** has **received a new order of 1.5 MW** from **Pruthvi Textile** for the **execution of a solar power project** under the 'Captive Power Producer (CPP)' segment of the company.
- 05** **BL Kashyap and Sons** reported it has **secured a new order** worth **Rs 208 Cr** from **Manyata Promoters** for the **construction of Block D1 & D2 (SEZ)** at **Embassy Manyata Business Park Campus, Bangalore**, which is to be **completed within 19 months**. With this order, its current **order book excluding GST stands at Rs 3,165 Cr.**

### Stock for Investment

### Polycab India Ltd.

<b>Stock Symbol</b>	<b>POLYCAB</b>	<ul style="list-style-type: none"> <li>✦ <b>Polycab India</b> is <b>largest player</b> in the <b>organized Wires &amp; Cables industry</b> with a <b>market share of ~24-26%</b> while it also has <b>strong presence in FMEG</b> verticals and has a <b>competitive edge</b> with a robust <b>distribution network</b> comprising of <b>~4,600 dealers &amp; distributors</b>.</li> <li>✦ Its <b>Q3FY24 revenue</b> grew by <b>16.8% YoY/2.9% QoQ</b> mainly led by its <b>cables &amp; wires business</b>. <b>Gross margin</b> expanded by <b>269bps YoY/148bps QoQ</b> to <b>29.6%</b> benefitting from stable prices of raw material. <b>EBITDA margin</b> contracted by <b>44bps YoY/132bps QoQ</b> to <b>13.1%</b> owing to high ad spends.</li> <li>✦ It has given <b>consistent quarters of double digit volume growth</b> in its <b>core cables &amp; wires segment</b> and has been <b>consistently adding capacity</b>. Given the <b>favorable demand momentum</b> from infra and power sector, it will <b>continue to post healthy double digit growth</b> in the coming quarters.</li> <li>✦ The monetization of its <b>Extra High Voltage (EHV) business</b> by FY26, will <b>unlock further growth levers</b> and will make it a <b>complete cables &amp; wires company</b>. Additionally, the impending <b>revival</b> in the <b>FMEG business</b> shall <b>boost revenue growth</b> further.</li> <li>✦ <b>Financially</b>, we estimate its <b>revenue/EBITDA/PAT</b> to grow at a CAGR of <b>20.7%/26.2%/26.7%</b> over <b>FY23-FY26E</b> and recommend <b>Buy</b> rating with a target price of <b>Rs 5,268</b>.</li> </ul>
<b>Sector</b>	<b>Consumer Electricals</b>	
<b>*CMP (₹)</b>	<b>4,565</b>	
<b>^Target Price (₹)</b>	<b>5,268</b>	
<b>Upside</b>	<b>15.4%</b>	

\*CMP as on Feb 15, 2024

^Time horizon - 9-12 Months

# Technicals

**Tone positive but momentum missing. Maintain hedged approach.**

NIFTY
21910.75 ↗ 70.70 (0.32%)

S1	S2	R1	R2
21790	21700	22000	22150

Technical Chart : Daily



- ✦ **Nifty traded volatile** in a narrow range and **gained nearly half a percent**, in continuation to the prevailing trend.
- ✦ **Mixed trend** on the **sectoral front** kept the participants occupied wherein **energy and auto** posted strong gains.
- ✦ **Rebound in the banking majors** combined rotational buying in **other heavyweights** is **pushing the index higher** however the pace of rise is not over encouraging
- ✦ We thus **recommend to avoid going overboard** and **preferring hedged trades**.

BANKNIFTY
46218.90 ↗ 310.60 (0.68%)

S1	S2	R1	R2
45750	45400	46600	46900

Technical Chart : Daily



- ✦ **Banking index** continued its **upward move for second consecutive session** and closed **higher by nearly a percent**.
- ✦ **Mixed trend** was **witnessed among the banking participants**. Wherein **HDFC Bank and SBIN** contributed to move. While **Axis Bank and ICICI bank** remained subdued.
- ✦ It has **reclaimed its short term average ribbon** and surpassed the **resistance of 46200 zone**.
- ✦ Going ahead, **sustainability above 46200** would be critical for further **upmove towards 46700 zone**.

**Technicals**

Stock of the day	Recom.	CMP (₹)	Range*	SL	Target
<b>PNB</b>	<b>BUY</b>	128.85	128-130	124	142

Technical Chart : Daily



- ✦ Oflate the **PSU banks** has remained **top performers** and **PNB** is offering **fresh buying opportunity**.
- ✦ It has been in **primary uptrend** from **last more than 5 months** and trading at **52 weeks high levels**.
- ✦ It has registered a **decisive breakout from the Bullish Flag pattern** with **noticeable volumes** suggests **bullish tone** to continue.
- ✦ **We thus recommend creating fresh longs** in the mentioned range.

Momentum Stocks Midcap	Name	Price	Price %
	MRPL	244.40	19.83 ↗
	KIOCL	504.25	16.70 ↗
	OIL	563.15	12.91 ↗
	AEGISCHEM	426.70	8.87 ↗
	SAREGAMA	390.80	8.74 ↗

Name	Price	Price %	Range Breakout/ Breakdown
M&M	1765.05	6.52 ↗	
POLYCAB	4564.95	4.81 ↗	
PNB	128.85	4.80 ↗	
BPCL	652.75	4.67 ↗	
PIIND	3567.60	4.37 ↗	

Top 5 F&O Gainers ↗	Name	Price	Price %
	M&M	1765.05	6.52 ↗
	HINDPETRO	575.00	5.83 ↗
	MPHASIS	2708.60	5.81 ↗
	NMDC	246.95	4.84 ↗
	POLYCAB	4564.95	4.81 ↗

Name	Price	Price %	Top 5 F&O Losers ↘
ZEEL	187.90	6.14 ↘	
VEDL	267.95	4.18 ↘	
MUTHOOTFIN	1343.35	2.60 ↘	
AXISBANK	1072.20	2.25 ↘	
INDIGO	3028.85	2.12 ↘	

Bullish Charts	Name	Price	Price %
	FEDERALBNK	156.60	4.78 ↗
	GAIL	184.25	4.54 ↗
	GODREJCP	1227.80	2.27 ↗
	NMDC	246.95	4.84 ↗
	UBL	1763.95	1.87 ↗

Name	Price	Price %	Bearish Charts
ABFRL	238.50	2.01 ↘	
BERGEPAIN	553.40	1.33 ↘	
ITC	403.90	1.86 ↘	
OBEROIRLT	1309.20	0.92 ↘	
ZEEL	187.90	6.14 ↘	

# Derivatives

Further reduction of OI from Banknifty futures as Prop Desk reduced 16k Longs.

## Nifty

Nifty	22005.05
OI (In contracts)	261682
CHANGE IN OI (%)	-1.40
PRICE CHANGE (%)	0.40
IMPLICATION	<b>SHORT COVERING</b>

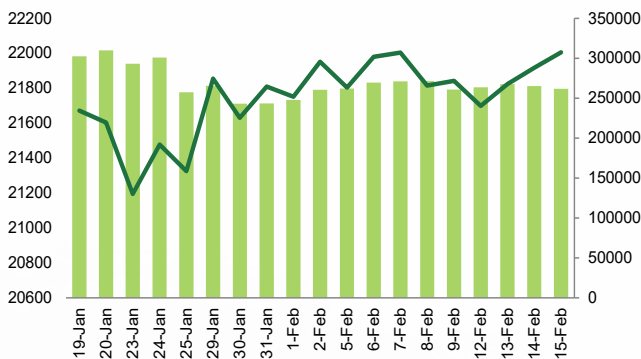
- ✦ Nifty futures closed above VWAP of 21,950 with no major change in OI. Plentiful OI addition in Near the Money options.
- ✦ Index traded volatile in a range on weekly expiry day and ended up gaining nearly half a percent. A mixed trend continued from the sectoral front wherein ENERGY & AUTO posted gains. With some Short Covering by FIIs and Banking starting participating, we believe Index is poised to witness higher levels. **Its Prudent to Continue BUYING THE DIPS with a stop at 21,700.**

## Banknifty

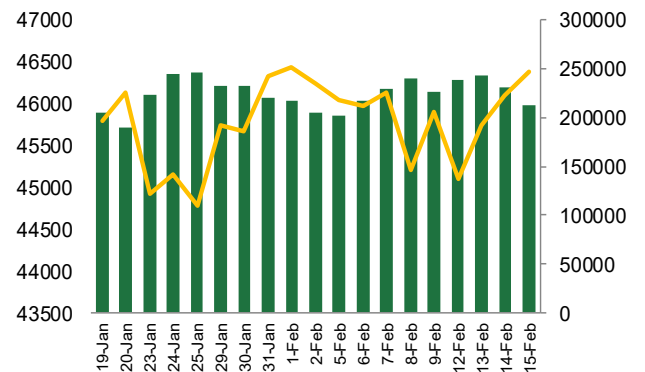
Banknifty	46385.05
OI (In lakhs)	211959
CHANGE IN OI (%)	-8.10
PRICE CHANGE (%)	0.60
IMPLICATION	<b>SHORT COVERING</b>

- ✦ Banknifty futures closed above VWAP of 46,093 with reduction of 8.1% OI. Some rise in IVs; currently at 20.7%.
- ✦ In continuation to the previous day's trend, Banking Index edged higher and ended up gaining 0.7%. A mixed trend was visible from the majors wherein HDFCBANK & SBIN contributed to the positivity. With further short covering in its futures & giants contributing on a rotational basis, we believe Banknifty is poised to test 46,800+ levels. **Its Prudent to Stick with that keeping Stock Specific Approach.**

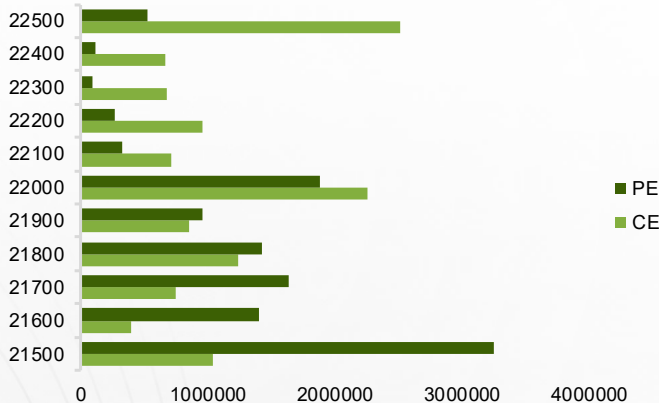
### NIFTY (CLOSE VS OI)



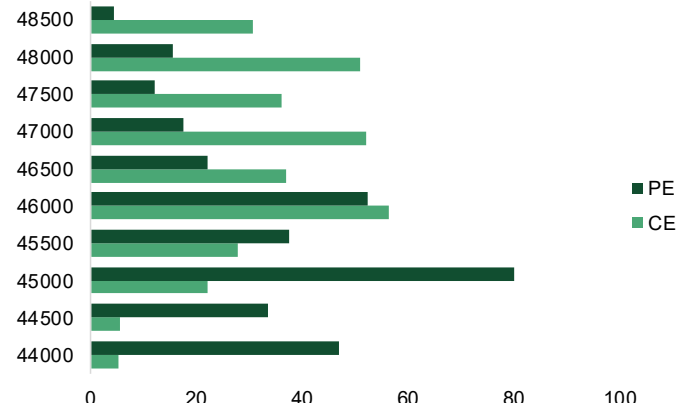
### BANKNIFTY (CLOSE VS OI)



### NIFTY OPTION CHAIN



### BANKNIFTY OPTION CHAIN



## Derivatives

### Long Buildup

Symbol	Price	Price %	OI	OI %
POLYCAB	4588.4	4.9	27748	13.2
NTPC	340.25	3.5	30244	9.0
M&M	1772.9	6.7	42816	7.2
ICICIGI	1656.1	0.7	6233	5.0
CANBK	588.45	3.4	21199	4.7

### Short Buildup

Symbol	Price	Price %	OI	OI %
VEDL	269.25	-4.1	63537	38.4
MUTHOOTFIN	1342.45	-2.8	11360	17.2
AUBANK	584.75	-1.5	23189	6.0
HINDUNILVR	2361.8	-1.5	41744	5.6
ADANIEN	3209.1	-0.4	49058	4.3

### Nifty 50

Symbol	Price	Price %	OI	OI %
ADANIEN	3209.1	-0.4	49058	4.3
ADANIPTS	1272.5	0.0	48087	2.2
APOLLOHOSP	6644.4	-1.9	16414	-6.0
ASIANPAINT	3023.5	1.4	42985	2.5
AXISBANK	1077.1	-2.0	76534	-0.8
BAJAJ-AUTO	8123.7	0.4	14974	2.6
BAJAJFINSV	1574.7	-0.8	19120	0.0
BAJFINANCE	6647.7	-0.2	67285	0.8
BHARTIARTL	1124.9	0.5	35266	0.0
BPCL	653.2	4.4	18088	-0.1
BRITANNIA	4970.0	-1.3	13180	1.0
CIPLA	1428.4	-0.2	13885	-0.8
COALINDIA	472.6	2.1	31163	0.0
DIVISLAB	3727.2	-0.2	17446	-0.6
DRREDDY	6281.1	0.4	13723	-2.7
EICHERMOT	3924.9	0.1	20786	-1.5
GRASIM	2088.2	0.3	17759	-1.4
HCLTECH	1669.4	-0.1	20151	-0.9
HDFCBANK	1418.9	1.8	414347	0.1
HDFCLIFE	587.1	-0.2	25962	0.8
HEROMOTOCO	4830.1	0.3	11829	-2.4
HINDALCO	515.4	1.0	33703	1.3
HINDUNILVR	2361.8	-1.5	41744	5.6
ICICIBANK	1018.1	-0.7	125852	-0.4
INDUSINDBK	1484.5	-0.3	53144	-0.2

## Stock Dynamics

- ✦ **POLYCAB** witnessed significant positive price movement with substantial OI addition. Hold longs with a stop at 4450.
- ✦ **NTPC** continued its ongoing surge in price while adding sizable longs. Fresh buying can be done with a stop at 328.
- ✦ **M&M** continued its upward momentum with substantial OI addition. Continue holding longs with a stop at 1715.
- ✦ **ICICIGI** continued to trade in a narrow range while adding 5% OI. For fresh longs wait for sustainability above 1660.
- ✦ **VEDL** after opening higher continued to trade with a negative bids with 38% of OI addition. Immediate support for the stock lies at 261.
- ✦ **MUTHOOTFIN** engulfed its previous day's price action with substantial OI addition. Wait for the stock to stabilize.
- ✦ **AUBANK** continued its downtick with 6% of OI addition. Next support for the stock lies at 568.

Symbol	Price	Price %	OI	OI %
INFY	1683.9	0.8	60421	1.3
ITC	451.8	-1.7	69193	2.6
JSWSTEEL	844.1	-0.3	26341	1.0
KOTAKBANK	1846.5	-0.6	79088	1.5
LT	3397.2	-0.3	52568	1.9
LTIM	5726.9	0.6	13795	-0.9
M&M	1675.6	6.7	42816	7.2
MARUTI	10655.9	0.5	51218	-2.7
NESTLEIND	24935.7	-0.9	16015	3.6
NTPC	286.4	3.5	30244	9.0
ONGC	196.9	3.1	27309	0.8
POWERGRID	229.8	4.3	17361	-4.8
RELIANCE	2465.1	-0.5	141942	1.2
SBILIFE	1470.1	-0.1	9605	0.7
SBIN	616.8	2.2	73624	-1.6
SUNPHARMA	1239.6	-0.6	25743	-2.7
TATACONSUM	952.7	-0.2	13682	1.5
TATAMOTORS	718.8	0.5	47023	-0.5
TATASTEEL	130.0	0.1	36432	-1.1
TCS	3644.5	0.1	69696	0.0
TECHM	1232.2	0.5	21093	1.4
TITAN	3645.2	0.9	32394	-0.2
ULTRACEMCO	9422.7	0.1	19739	1.4
UPL	587.1	1.2	33375	1.1
WIPRO	425.0	1.1	31593	2.2

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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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