

Key Indices Update

Indices	Close	Change (%)
Nifty	19436.10	0.47 ↘
Sensex	65226.04	0.44 ↘
Midcap	40047.50	1.38 ↘
Smallcap	12656.00	1.25 ↘

Trend Strength Indicator

Nifty 50 Stocks above 200 EMA	NSE Advance / Decline
43	696/1664

Key Data

Data	Current	Previous
Dow Jones	33,129.6	33,002.4
U.S. Dollar Index	106.77	107.00
Brent Crude (USD/BBL)	86.03	90.92
US 10Y Bond Yield (%)	4.74	4.80
India 10Y Bond Yield (%)	7.24	7.24

Sectoral Data

Sector	Close	Change (%)
Banking	43996.6	0.91 ↘
Auto	15791.9	1.24 ↘
Energy	26750.15	0.83 ↘
Finservice	20265.65	1.27 ↘
FMCG	51418.05	0.19 ↗
IT	31874.65	0.50 ↗
Media	2252.95	1.66 ↘
Metal	6727.1	1.04 ↘
Pharma	15069.7	1.38 ↘
Realty	567.6	1.85 ↘

FII & DII Cash Data

Sector	Buy/Sell	Change in OI
Index Futures	-559.69	13.20%
Index Options	-40306	-24.04%
Stock Futures	-7184.98	3.82%
Stock Options	-188.08	17.45%

FII & DII Cash Segment (₹ in cr)

Category	Amount	MTD	YTD
FII	-4424	-6458	-26970
DII	1769	3130	131098

Fundamental

Refer Page 02

Stock for Investment

Stock Name	Sector	*CMP (₹)	TP (₹)	Upside (%)
SBIN	Bank	586	677	15.5%

*CMP as on Oct 04, 2023

Top News

- ✦ **L&T Finance** announced its **Q2FY24 retail loan book** was at **~Rs 69,400 Cr, up by ~33% YoY.**
- ✦ **Marico** announced **Q2FY24 update** wherein the **consolidated revenue** was **marginally lower** over last year due to **price correction in key domestic portfolios.**

Technical

Refer Page 03-04

- ✦ **Nifty remained volatile for yet another session** and lost nearly half a percent.
- ✦ **Mostly sectors continued with a negative tone.** Realty, pharma and financials were among the top losers.
- ✦ **Expect respite in the index** after the recent slide but the **upside seems capped.** Fresh weakness in broader indices may add to worries.
- ✦ Stock of the Day- **ITC.**

Derivatives

Refer Page 05-06

- ✦ Amid continued selling in Index futures, FIIs **sold substantial** in stock futures i.e. worth INR 7185 cr.
- ✦ Banknifty futures **added** huge 27.7% in its OI with Nifty futures adding 3.9%.
- ✦ Substantial **addition in Near the money options** for Nifty with some decline in IVs; PCR-OI at 0.96.
- ✦ Banknifty 44,000 CE **added** 1,07,801 contracts in OI with OTM calls carrying plentiful OI ; PCR-OI at 0.81 levels.
- ✦ Shorts formed in banking names like **SBIN, AXISBANK, INDUSINDBK & ICICIBANK.**

Fundamental

Top News

- 01** **L&T Finance** announced its **Q2FY24 retail loan book** was at **~Rs 69,400 Cr** experiencing a **growth of ~33%** over a year ago period. The **retail disbursement grew by 31.8% YoY to ~Rs 13,490 Cr** while the **retailization** of its **portfolio** was at **~88%** higher than its Lakshya 2026 goal of 80%.
- 02** **Marico** announced its **Q2FY24 update** wherein the **consolidated revenue** was **marginally lower** over last year due to **price correction in key domestic portfolios**. The **domestic volume** growth was in a **low single digit** over last year for some of its marquee brands like Parachute Coconut Oil, Safola Edible Oils, and value added hair oils.
- 03** **Hero Motocorp** reported it has **received ~13,688 bookings** for its newly launched **motorcycle Karizma XMR** which was priced at **~Rs 1.73 Lakhs** for which it will **commence the delivery** in the **month of October 2023**. The **booking** for the motorcycles would **resume** soon at a **price of ~Rs 1.8 Lakhs**.
- 04** **Exide Industries** announced it has **invested** another **~Rs 340 Cr** in its **wholly owned subsidiary Exide Energy Solutions (EESL)** by the way of **acquiring ~10.9 Cr shares** at a **premium of Rs 21/share**. EESL is in the process of setting up a plant for manufacturing & selling lithium-ion battery cells, modules and pack business. With this investment the company has **invested ~Rs 565 Cr** in its subsidiary **over the last 2 months**.
- 05** **Punjab National Bank** announced that its **global gross advances** in **Q2FY24** **increased** by **13.8% YoY** to **Rs 9.4 Lakhs Cr** while **deposits** were **up** by **9.7% YoY** to **Rs 13.1 Lakhs Cr**. Consequently, **total business** (advances + deposits) **grew** by **11.3% YoY** to **Rs 22.5 Lakhs Cr**. **Credit to deposit ratio** stood at **72.2% increasing** by **262 bps YoY**.

Stock for Investment

State Bank of India.

Stock Symbol	SBIN
Sector	Bank
*CMP (₹)	586
Target Price (₹)	677
Upside %	15.5%

- ✦ **SBI** is a **leading PSU bank** with an **asset size** of **~Rs 32 lakhs cr**. It has a **market share** of **19.7%** in **advances** and **23%** in **deposits** as on **FY23**.
- ✦ In **Q1FY24**, its **net interest income (NII)** **increased** by **24.7% YoY** mainly due to and **improvement** in **NIM** by **24bps YoY** while **PAT** **grew** by **178.2% YoY** on account of **decline** in **provisions** by **43.1% YoY**. **Advances/deposits** were **up** by **15%/12% YoY**.
- ✦ The bank continues to **maintain** its **credit growth guidance** in the range of **14-16% YoY**. The growth will be driven by both **retail** as well as **corporate segments**. It aims to **increase its reach** in **digital** and **physical models**.
- ✦ Going forward, we **expect** the **margins to stabilize** as the **costs of borrowings** are **stabilizing** on **incremental borrowings** while **deposits** are expected to **pick up**. The management intends to keep **credit cost below 0.5%** during **FY24** indicating that **asset quality** shall remain **intact**.
- ✦ We estimate **NII/PPOP/PAT** to grow at **18%/12%/14% CAGR** over **FY23 -25E** and maintain **Buy** with a **target price** of **Rs 677**.

*CMP as on Oct 04, 2023

Technicals

Expect bounce due to oversold positions but tone will remain negative.

NIFTY
19436.10 ↘92.65 (0.47%)

S1	S2	R1	R2
19320	19230	19560	19680

Technical Chart : Daily



- ✦ **Nifty remained volatile for yet another session** and lost nearly half a percent.
- ✦ **Mostly sectors continued with a negative tone.** Realty, pharma and financials were among the top losers.
- ✦ **Expect respite in the index** after the recent slide but the **upside seems capped.** Fresh weakness in broader indices may add to worries.
- ✦ Recommend **focusing more on trade management** and maintaining positions on both sides.

BANKNIFTY
43964.05 ↘435.00(0.98%)

S1	S2	R1	R2
43800	43500	44300	44600

Technical Chart : Daily



- ✦ **Banking index underperformed on its weekly expiry day** and lost nearly a percent.
- ✦ **All heavyweights, barring HDFC Bank, ended in the red** wherein sharp cuts in the Axis Bank and SBIN kept the tone negative.
- ✦ **Breached the trendline support and slipped below the 100 EMA** as well.
- ✦ **Chart pattern indicates the prevailing bias to extend.** Maintain a "sell on rise" approach.

Technicals

Stock of the day	Recom.	CMP (₹)	Range*	SL	Target
ITC	BUY 430 PE	4.6	4-5	2	10

Technical Chart : Daily



- ✦ We are seeing a mixed trend in the FMCG pack and **ITC is trading with corrective bias.**
- ✦ After the initial fall from its record high, it **spent nearly two months in a narrow range** while holding above 100 EMA.
- ✦ It has **finally breached that support**, indicating the possibility of the next leg of the down move.
- ✦ We thus **recommend creating shorts** through the Put option.

Note- * We may review initiation range based on opening

Momentum Stocks Midcap	Name	Price	Price %
	EDELWEISS	66.20	5.08 ↗
	MRPL	98.00	2.62 ↗
	CAPLIPOINT	1074.65	2.34 ↗
	BALAJITELE	71.00	1.14 ↗
	GRAPHITE	499.00	1.09 ↗

Name	Price	Price %	Range Breakout/ Breakdown
RAMCOCEM	954.00	4.05 ↗	
PERSISTENT	5679.65	0.84 ↘	
ITC	435.35	1.00 ↘	
INDIGO	2395.00	1.02 ↘	
EXIDEIND	256.50	1.35 ↘	

Top 5 F&O Gainers ↗	Name	Price	Price %
	RAMCOCEM	954.00	4.05 ↗
	ADANIANT	2464.30	3.23 ↗
	NESTLEIND	22992.35	3.03 ↗
	ESCORTS	3198.60	2.37 ↗
	MPHASIS	2433.20	2.25 ↗

Name	Price	Price %	Top 5 F&O Losers ↘
IBULHSGFIN	171.25	6.45 ↘	
MANAPPURAM	142.00	5.21 ↘	
AXISBANK	990.85	4.82 ↘	
L&TFH	128.85	4.56 ↘	
M&MFIN	287.85	4.37 ↘	

Bullish Charts	Name	Price	Price %
	COLPAL	1990.00	0.59 ↗
	ESCORTS	3198.60	2.37 ↗
	MGL	1125.00	1.43 ↗
	MPHASIS	2433.20	2.25 ↗
	RAMCOCEM	954.00	4.05 ↗

Name	Price	Price %	Bearish Charts
ABCAPITAL	175.90	2.66 ↘	
ALKEM	3483.30	2.53 ↘	
JINDALSTEL	679.00	2.94 ↘	
SAIL	89.25	2.67 ↘	
VEDL	224.25	2.82 ↘	

Derivatives

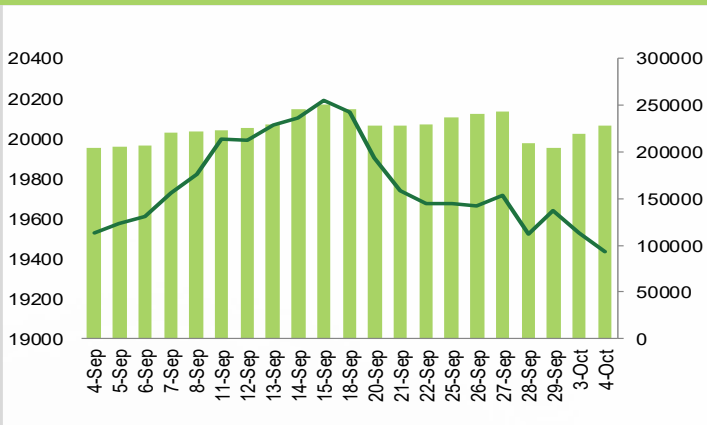
28% OI added in Banknifty futures with SHORTING seen in BFSI names.

Nifty

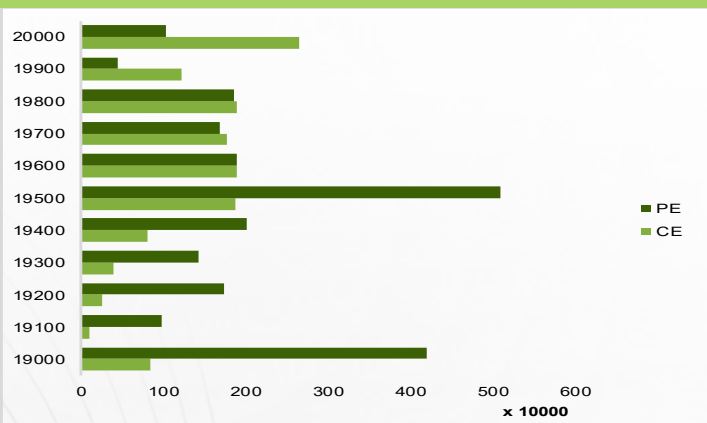
Nifty	19436.10
OI (In contracts)	228177
CHANGE IN OI (%)	3.86
PRICE CHANGE (%)	-0.47
IMPLICATION	SHORT BUILDUP

- ✦ Nifty futures closed above VWAP of 19,426 with addition of 3.9% OI. Significant OI added in Near the Money options; PCR-OI at 0.96 levels.
- ✦ After finding support around 19,300, Index witnessed a bounce but ended the session losing half a percent. Meanwhile 3.8% OI added in its futures. It was **FINANCIALS & REALTY** that were the top losers. With FII's shorting continued (In Index & Stock futures), we believe this Negative tone might persist. **We reiterate our view to continue being Stock Specific & Look for SHORTING on bounce with stop at 19,750.**

NIFTY (CLOSE VS OI)



NIFTY OPTION CHAIN

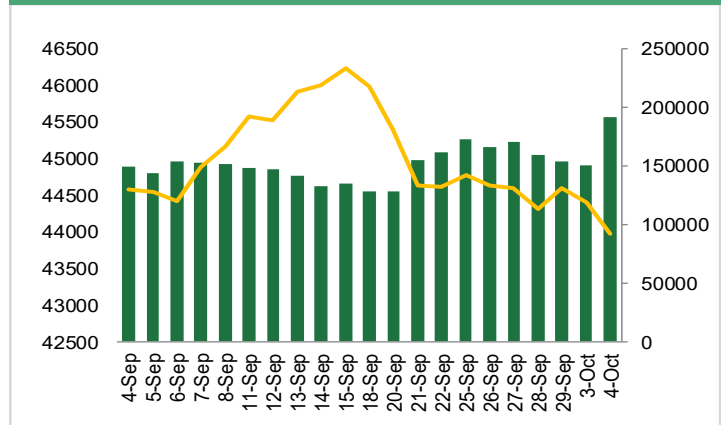


Banknifty

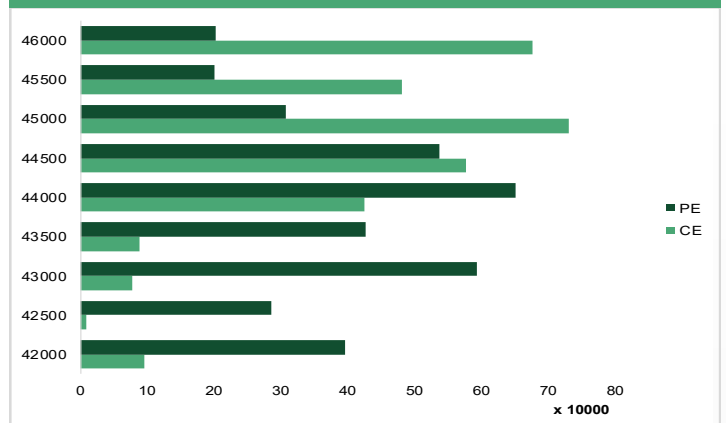
Banknifty	43964.05
OI (In lakhs)	191543
CHANGE IN OI (%)	27.71
PRICE CHANGE (%)	-0.98
IMPLICATION	SHORT BUILDUP

- ✦ Banknifty futures closed above VWAP of 44,173 with addition of substantial 27.8% OI. 44,000 CE added plentiful OI indicating supply at higher levels.
- ✦ A fresh breakdown in the index below 44,200 with substantial Shorting; to the tune of 27.7%. Barring **HDFCBANK**, all banking majors ended in red with **AXISBANK** witnessing a sharp profit taking. Data points indicate this negativity might extend further for near term. So we believe it's **Prudent to Continue Looking for SHORTING on bounce with 44,800 as Stop.**

BANKNIFTY (CLOSE VS OI)



BANKNIFTY OPTION CHAIN



Derivatives

Long Buildup

Symbol	Price	Price %	OI	OI %
ESCORTS	3211.5	2.2	7456	17.8
INFY	1431.05	0.8	59079	7.2
NAVINFLOUR	3847.05	0.1	8423	6.9
HCLTECH	1236.1	0.2	14979	6.1
TCS	3546.6	1.1	57227	5.6

Short Buildup

Symbol	Price	Price %	OI	OI %
AXISBANK	997.75	-4.5	84745	25
SBIN	587.2	-2.8	63500	18.2
SIEMENS	3521.05	-1.9	8306	14.6
PNB	80.05	-4.3	18303	12.5
PERSISTENT	5717.75	-0.8	6364	11.8

Nifty 50

Symbol	Price	Price %	OI	OI %
ADANIANT	2478.4	3.4	31379	-5.1
ADANIPTS	829.3	-0.9	65503	1.2
APOLLOHOSP	5073.6	-1.3	18267	1.0
ASIANPAINT	3185.3	0.0	30041	-2.9
AXISBANK	997.8	-4.5	84745	25.0
BAJAJ-AUTO	4942.0	-2.1	8894	-1.2
BAJAJFINSV	1536.0	-2.0	20886	3.4
BAJFINANCE	7872.3	-1.5	33813	3.4
BHARTIARTL	925.0	-0.3	37974	1.8
BPCL	343.0	-0.1	15827	-1.2
BRITANNIA	4554.5	0.8	9556	-0.9
CIPLA	1171.1	-1.3	14972	0.2
COALINDIA	289.5	-1.1	18053	1.3
DIVISLAB	3717.4	-0.7	11780	0.1
DRREDDY	5447.4	-0.7	20554	0.2
EICHERMOT	3411.5	1.7	19663	-7.0
GRASIM	1900.3	-1.5	25484	-1.4
HCLTECH	1236.1	0.2	14979	6.1
HDFCBANK	1537.1	1.3	292293	4.7
HDFCLIFE	628.9	-1.1	14645	0.8
HEROMOTOCO	2998.2	-0.6	13007	0.9
HINDALCO	475.8	-1.5	16020	1.0
HINDUNILVR	2510.7	1.4	31820	-3.1
ICICIBANK	935.6	-1.1	142578	9.8
INDUSINDBK	1405.8	-2.7	49879	6.6

Stock Dynamics

- ✦ 25% OI added in **AXISBANK** as Shorts. Avoid any kind of Longs in the stock.
- ✦ Substantial Shorts formation seen in **SBIN** makes it a **SELL ON RISE** candidate with a stop at 605.
- ✦ Holding well it's support at 3060, **ESCORTS** added Longs. The stock has the potential to test 3350 levels.
- ✦ On the verge of long consolidation breakdown, **SIEMENS** attracted OI, probably Shorts. Look for **SHORTING** on sustenance below 3500.
- ✦ A profit taking in **PNB** with meaningful OI addition. Wait for Fresh Longs, for existing ones stop should be at 74.3.
- ✦ Finding support at 1420, **INFY** engulfed previous 2 days' action with Long Formation. Holding that, the stock might inch towards 1480 levels.
- ✦ After a sharp fall, **NAVINFLOUR** trading in a small range, added meaningful OI. Do Wait & Watch in the stock.

Symbol	Price	Price %	OI	OI %
INFY	1431.1	0.8	59079	7.2
ITC	437.9	-0.7	42498	-0.2
JSWSTEEL	760.3	-1.6	13851	0.4
KOTAKBANK	1732.4	-0.1	88211	7.6
LT	3028.5	-1.4	31717	4.3
LTIM	5197.9	-0.6	11948	2.0
M&M	1525.1	-1.4	22583	0.5
MARUTI	10166.3	-2.0	26732	-1.0
NESTLEIND	23039.1	2.7	8369	3.5
NTPC	236.3	-2.4	29385	-6.9
ONGC	183.7	-0.6	11081	-4.1
POWERGRID	199.4	-0.4	20087	-2.6
RELIANCE	2320.8	-0.3	220874	2.1
SBILIFE	1277.3	-1.8	10601	5.0
SBIN	587.2	-2.8	63500	18.2
SUNPHARMA	1126.2	-1.9	34603	-0.1
TATACONSUM	868.7	-0.7	10875	-3.9
TATAMOTORS	615.8	-1.1	47290	0.6
TATASTEEL	125.8	-2.1	37872	2.4
TCS	3546.6	1.1	57227	5.6
TECHM	1211.0	-1.0	21848	1.5
TITAN	3182.8	-0.9	14975	-0.3
ULTRACEMCO	8155.0	-2.4	18405	3.1
UPL	606.1	-0.8	25924	0.0
WIPRO	407.1	0.0	29812	0.4

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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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