

Key Indices Update

Indices	Close	Change (%)
Nifty	18857.25	1.39 ↓
Sensex	63148.15	1.14 ↓
Midcap	38116.75	1.16 ↓
Smallcap	12390.70	0.34 ↓

Trend Strength Indicator

Nifty 50 Stocks above 200 EMA	NSE Advance / Decline
32	1023/1357

Key Data

Data	Current	Previous
Dow Jones	32,784.3	33,035.9
U.S. Dollar Index	106.58	106.53
Brent Crude (USD/BBL)	88.22	90.13
US 10Y Bond Yield (%)	4.85	4.96
India 10Y Bond Yield (%)	7.37	7.34

Sectoral Data

Sector	Close	Change (%)
Banking	42280.15	1.29 ↓
Auto	15953.05	1.59 ↓
Energy	26045.00	1.08 ↓
Finservice	19690.15	1.39 ↓
FMCG	50941.10	0.54 ↓
IT	30225.65	1.00 ↓
Media	2125.70	1.27 ↓
Metal	6398.05	1.62 ↓
Pharma	14648.55	1.02 ↓
Realty	571.85	1.20 ↓

FII's F&O Data

Sector	Buy/Sell	Change in OI
Index Futures	-3404.85	-0.05%
Index Options	-47883.28	-42.44%
Stock Futures	-6703.12	-6.67%
Stock Options	-815.45	-83.36%

FII & DII Cash Segment (₹ in cr)

Category	Amount	MTD	YTD
FII	-7703	-21020	-47382
DII	6558	26270	154238

Fundamental

Refer Page 02

Stock for Investment

Stock Name	Sector	*CMP (₹)	TP (₹)	Upside (%)
AXISBANK	Bank	972	1,167	20.1%

*CMP as on Oct 26, 2023

Top News

- ✦ **Shriram Finance** announced that during **Q2FY24**, its consolidated **net interest income increased by 18.8% YoY to Rs 4,969 Cr.**
- ✦ **Asian Paints** announced its **Q2FY24 consolidated revenue** came in at **Rs 8,478.6 Cr**, remaining **flat against last year.**

Technical

Refer Page 03-04

- ✦ **Nifty plunged sharply lower for the third successive session** and lost nearly one and a half percent.
- ✦ **All sectors traded in sync** and closed in the red wherein **auto, metal and banking** were among the top losers.
- ✦ It has reached closer to the **crucial support zone of 18,800** i.e. long term moving average (**200 EMA**).
- ✦ Stock of the Day- **M&M**

Derivatives

Refer Page 05-06

- ✦ **FIIs** continue their selloff, start Nov series with 89% Index Shorts.
- ✦ Nifty futures start the Nov series with **higher** contracts (2,32,384) and rollovers @ 83% suggesting more short positions in the new contract.
- ✦ Banknifty futures start the Nov series with 1,65,008 contracts and **lower** rollovers @ 79%.
- ✦ IVs continue to **rise**. Nifty @ 14.1 & Banknifty @ 16.3.
- ✦ Fresh Shorts seen in **HDFCBANK, INDHOTEL, INDIGO, INDUSINDBK & MANAPPURAM.**

Fundamental

Top News

- 01** **Shriram Finance** announced that during **Q2FY24**, its consolidated **net interest income increased** by **18.8% YoY** to **Rs 4,969 Cr** along with **net interest margin improvement** of **67bps YoY** to **8.9%** while **PAT grew** by **13.5% YoY** to **Rs 1,789 Cr**. **AuM increased** by **19.7% YoY** to **Rs 2,02,641 Cr** which was driven by **passenger vehicles** which **increased** by **32.3% YoY** to **Rs 39,694 Cr**. **Gross/Net stage-3 assets improved** by **52bps QoQ/YoY** at **5.8%/2.8%**.
- 02** **Asian Paints** announced its **Q2FY24 consolidated revenue** came in at **Rs 8,478.6 Cr**, remaining **flat against last year**. **Volume growth** in the **overall domestic segment** was at **6% YoY**. **Gross profit** was reported at **Rs 3,677 Cr up by 21.7% YoY** with a **margin of 43.4%**. **PAT** was at **Rs 1,232 Cr, up by 53% YoY** and also declared an **interim dividend of Rs 5.15/share**.
- 03** **Colgate Palmolive revenue for Q2FY24** was reported at **Rs 1,471.1 Cr, higher by 6% YoY**. **EBITDA** was **up by 18.2% YoY** to **Rs 482 Cr** with a **margin of 32.8%**. **PAT** experienced a **growth of 22.3% YoY** to **Rs 340 Cr** while it also declared an **interim dividend of Rs 22/share**.
- 04** **Dixon Technologies** reported that its **consolidated Q2FY24 revenue** from operations **grew** by **27.8% YoY** to **Rs 4,943.2 Cr**. **EBITDA** came at **Rs 198.9 Cr, up by 35.2% YoY** with a **margin of 4%**. Consequently, **PAT** was **up by 47% YoY** to **Rs 113.4 Cr** and **EPS** was **Rs 19.04/share**.
- 05** **Aditya Birla Sun Life AMC** reported that its **consolidated revenue for Q2FY24** came in at **Rs 335 Cr, higher by 7.7% YoY**. **PAT** was at **Rs 178.1 Cr, down by 7.1% YoY**. **Individual MAAUM** was **Rs 1,591 Bn, up by 11% YoY**, **Passive AUM** **grew by 68% YoY** to **Rs 284 Bn** and **monthly SIP flows** were **up by 4% YoY** to **Rs 9.7 Bn**. **Mutual Fund QAAUM market share** for the quarter was **7.4%**.

Stock for Investment

Axis Bank Ltd.

Stock Symbol	AXISBANK
Sector	Bank
*CMP (₹)	972
Target Price (₹)	1,167
Upside %	20.1%

- ✦ **Axis Bank** provides **wide spectrum of services** such as **retail banking, wholesale banking, treasury services** etc. Its **market share** in **advances/deposits** was **6%/4.8%** as on Q2FY24.
- ✦ Its **net interest income** in Q2FY24 **increased** by **3% QoQ/18.9% YoY** as **Net Interest Margin (NIM)** **improved** by **1bps QoQ/15bps YoY** at **4.1%**. It saw **healthy growth** in **advances/deposits** with **growth** above industry level at **22.8%/17.9% YoY**.
- ✦ The bank is seeing **improvement in quality of deposit** which is mainly due to **premiumization of deposits** along with the **acquisition** of **premium customers of Citibank**. Its **asset quality** continues to **improve** as **GNPA/NNPA** **declined** by **78bps/15bps YoY** at **1.7%/0.4%**. The bank sees **no stress** currently in its **unsecured lending** as its **underwriting practices** remain **strong**.
- ✦ Going forward, we expect the bank to grow on the back of **growing loan book**, its **ability to mobilize deposits** in an effective manner and the **stabilized net interest margin**. The **asset quality continues to improve** and the bank is further **focused to improve its asset quality** going forward.
- ✦ Financially, we expect **NII/PPOP/PAT** to grow at a **CAGR** of **11%/15%/9% CAGR** over **FY23-25E** and maintain **Buy** with a **target price** of **Rs 1,167**.

*CMP as on Oct 26, 2023

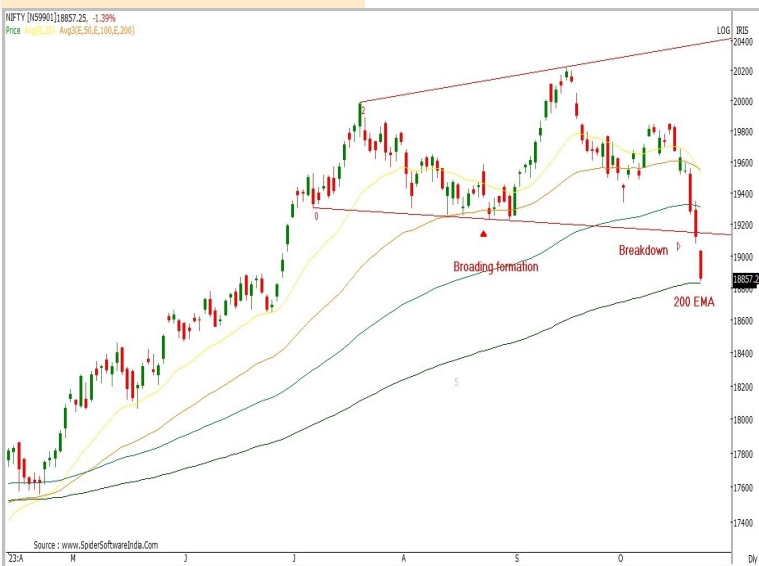
Technicals

Expect respite as 200 EMA tested but upside capped. Limit trades.

NIFTY
18857.25 \downarrow 264.90 (1.39%)

S1	S2	R1	R2
18800	18650	19000	19160

Technical Chart : Daily



- ✦ **Nifty plunged sharply lower for the third successive session** and lost nearly one and a half percent.
- ✦ **All sectors traded in sync** and closed in the red wherein **auto, metal and banking** were among the top losers.
- ✦ It has reached closer to the **crucial support zone of 18,800** i.e. long term moving average (**200 EMA**).
- ✦ Suggest continuing with the **“sell on rise” approach** and reiterate our **preference for index majors over others**.

BANKNIFTY
42280.15 \downarrow 551.85 (1.29%)

S1	S2	R1	R2
41900	41500	42700	43150

Technical Chart : Daily



- ✦ **Banking index extended its decline for third straight session** and finally settled lower losing over a percent.
- ✦ Barring **Axis Bank**, all other private banking majors ended in red. Where **HDFC Bank, Kotak Bank and ICICI** lost the maximum.
- ✦ **Chart pattern** indicates the prevailing bias to extend. Maintain a **“sell on rise” approach**.
- ✦ **Trade in sync with the trend** while keeping a check on **position size and risk management**.

Technicals

Stock of the day

M&M

Recom.

BUY NOV 1500 PE

CMP (₹)

34.35

Range*

33-35

SL

24

Target

52

Technical Chart : Daily



- ✦ After a five months of steady up move, **M&M** is now **showing sign of distribution**.
- ✦ Its has given a **breakdown from bearish Head & Shoulder pattern** and its **short term moving averages**.
- ✦ **Price pattern** combined with positioning of the **momentum indicator** suggests **bearish tone to extend further**.
- ✦ **We thus recommend creating shorts** through the Put option.

Note- * We may review initiation range based on opening

Momentum Stocks Midcap

Name	Price	Price %
PRSMJOHNSN	133.60	10.37 ↗
SONATSOFTW	1136.00	8.30 ↗
SONACOMS	548.00	6.87 ↗
SWANENERGY	330.10	6.40 ↗
JSWENERGY	388.10	5.98 ↗

Name	Price	Price %
SBICARD	772.50	0.66 ↘
BALRAMCHIN	403.75	0.74 ↘
SHRIRAMFIN	1796.15	1.10 ↘
GRASIM	1852.75	1.32 ↘
OBEROIRLTY	1064.90	1.32 ↘

Range Breakout/ Breakdown

Top 5 F&O Gainers ↗

Name	Price	Price %
TRENT	2032.35	1.96 ↗
AXISBANK	972.05	1.74 ↗
CANBK	359.35	1.58 ↗
VOLTAS	828.90	1.40 ↗
BHEL	117.85	1.33 ↗

Name	Price	Price %
DELTACORP	127.45	5.45 ↘
BERGEPAIN	537.75	4.52 ↘
JUBLFOOD	506.05	4.36 ↘
RBLBANK	216.35	4.04 ↘
M&M	1506.10	4.02 ↘

Top 5 F&O Losers ↘

Bullish Charts

Name	Price	Price %
AXISBANK	972.05	1.74 ↗
BSOFT	528.05	0.52 ↗
CANBK	359.35	1.58 ↗
ITC	434.35	0.38 ↗
TVSMOTOR	1577.00	0.14 ↗

Name	Price	Price %
IGL	387.20	3.08 ↘
INDHOTEL	374.80	3.79 ↘
JSWSTEEL	728.70	2.62 ↘
M&M	1506.10	4.02 ↘
UPL	561.05	3.29 ↘

Bearish Charts

Derivatives

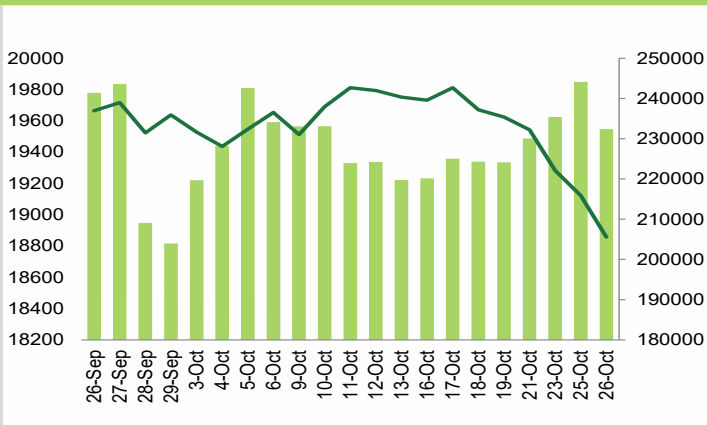
Huge shorts in November - Nifty and Banknifty.

Nifty

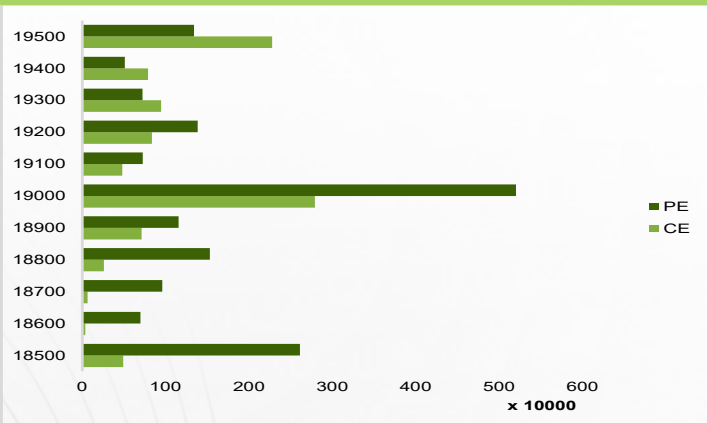
Nifty	18857.25
OI (In contracts)	232384
CHANGE IN OI (%)	-4.81
PRICE CHANGE (%)	-1.39
IMPLICATION	LONG UNWINDING

- ✦ Nifty futures closed below VWAP of 19,000 with huge short positions in the November series.
- ✦ With major short rollover in nifty, and net rollovers at 83%, Nifty is in Sell on Rise mode. **Nifty to face resistance near 19400 for the November series.** Huge spike in IVs now at around 14% imply cautiousness.
- ✦ With some put option base at 18500 strike and call base near 19000, this might be the range in the short term.

NIFTY (CLOSE VS OI)



NIFTY OPTION CHAIN

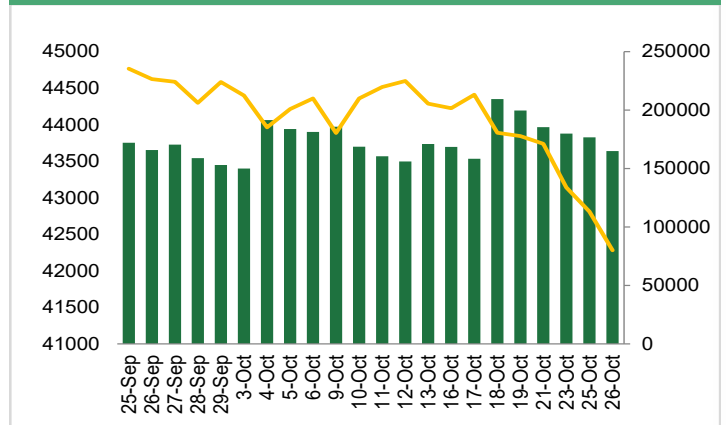


Banknifty

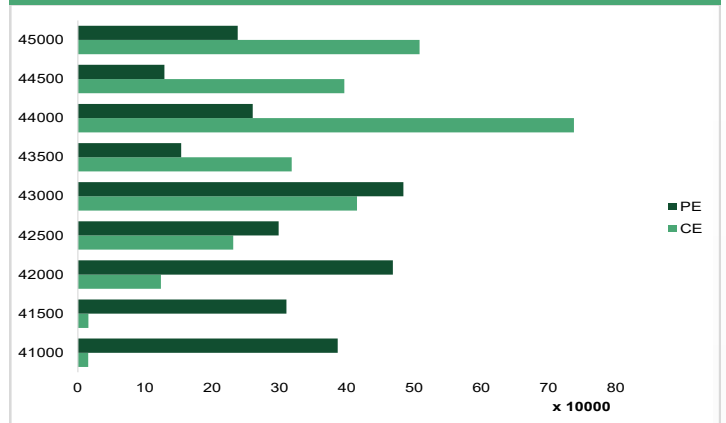
Banknifty	42280.15
OI (In lakhs)	165008
CHANGE IN OI (%)	-6.58
PRICE CHANGE (%)	-1.24
IMPLICATION	LONG UNWINDING

- ✦ Banknifty futures closed below VWAP of 42650 with around 79% rollovers.
- ✦ **Majorly short rolls, higher IVs at around 16% and fresh short positions in components like HDFC bank, Banknifty might face resistance at every bounce towards 43000 in the short term.**
- ✦ **Banknifty might continue to underperform the Nifty in the short term.**

BANKNIFTY (CLOSE VS OI)



BANKNIFTY OPTION CHAIN



Derivatives

Long Buildup

Symbol	Price	Price %	OI	OI %
PNB	70.25	0.3	17271	3.0
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-

Short Buildup

Symbol	Price	Price %	OI	OI %
HDFCBANK	1473.8	-2.1	275462	3.8
INDHOTEL	377.7	-3.8	12194	1.9
MANAPPURAM	130.95	-1.1	11717	1.7
DLF	525.9	-1.6	19276	1.6
INDUSINDBK	1423.05	-0.1	45859	1.3

Nifty 50

Symbol	Price	Price %	OI	OI %
ADANIANT	2216.1	-2.6	31093	-9.0
ADANIPTS	774.2	0.2	70923	-3.5
APOLLOHOSP	4785.5	-1.9	17678	-9.1
ASIANPAINT	2964.9	-3.8	27841	-2.9
AXISBANK	978.4	1.6	79509	-1.4
BAJAJ-AUTO	5299.5	-1.7	9582	-9.7
BAJAJFINSV	1570.4	-3.0	16674	-8.0
BAJFINANCE	7459.1	-3.7	34200	-8.4
BHARTIARTL	910.7	-2.0	35659	-13.0
BPCL	337.0	-1.5	13489	-13.1
BRITANNIA	4517.0	-0.9	8819	-10.2
CIPLA	1156.0	-0.6	14762	-16.8
COALINDIA	307.3	-1.6	15092	-14.8
DIVISLAB	3431.0	-1.1	11266	-14.2
DRREDDY	5460.4	-1.5	21086	-4.5
EICHERMOT	3347.4	-1.9	16964	-8.1
GRASIM	1862.4	-1.4	20379	-7.3
HCLTECH	1236.2	-0.2	14661	-9.3
HDFCBANK	1473.8	-2.1	275462	3.8
HDFCLIFE	608.8	-1.9	13634	-2.9
HEROMOTOCO	3130.3	-0.9	11074	-8.3
HINDALCO	459.7	-1.1	19808	-3.8
HINDUNILVR	2472.7	0.0	26203	-5.2
ICICIBANK	914.6	-0.7	127795	-2.9
INDUSINDBK	1423.1	-0.1	45859	1.3

6

Stock Dynamics

- ✦ **HDFCBANK** added fresh shorts during the day with rise significant rise Open Interest. Maintain Sell on Rise with stops at 1520.
- ✦ **INDHOTEL** continued its correction while adding OI. Wait for supports of 370 to be breached before further shorting.
- ✦ **INDUSINDBK** added Open Interest without much change in price, keep an eye. Support lies near 1400 levels.
- ✦ **MANAPPURAM** continues to add Open Interest with prices falling. Maintain a negative bias till 138 is not reclaimed.
- ✦ **PNB** added Open Interest without much change in price, keep an eye. Immediate support lies near 67.

Symbol	Price	Price %	OI	OI %
INFY	1368.4	-0.6	60259	-8.3
ITC	436.1	0.1	33195	-4.8
JSWSTEEL	733.5	-2.6	11653	-9.4
KOTAKBANK	1706.2	-2.0	66256	-1.6
LT	2885.5	-1.7	28159	-5.0
LTIM	5172.8	-0.7	9392	-5.3
M&M	1514.9	-3.9	19286	-5.3
MARUTI	10490.6	-1.6	28786	-14.6
NESTLEIND	23591.1	-2.9	6751	-18.3
NTPC	230.6	-0.5	24492	-15.6
ONGC	181.9	-1.8	7627	-27.1
POWERGRID	197.4	-0.2	13281	-21.6
RELIANCE	2238.9	-1.4	204466	-6.7
SBILIFE	1312.4	-0.9	8389	-6.5
SBIN	549.6	-1.7	61851	-4.5
SUNPHARMA	1108.2	-1.8	30037	-5.8
TATACONSUM	885.1	-1.1	10077	-10.8
TATAMOTORS	629.7	-2.1	47783	-12.1
TATASTEEL	120.6	-1.4	36339	-12.7
TCS	3353.2	-1.7	62821	-7.1
TECHM	1107.1	-2.6	23087	-5.0
TITAN	3118.5	-2.9	12652	-8.9
ULTRACEMCO	8240.7	-0.8	13740	-10.9
UPL	564.0	-3.5	23140	-4.3
WIPRO	380.2	-1.1	30835	-7.7

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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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