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**KSL Wealth Weekly...** Getting rich is easy with help of KSL Wealth Weekly.

This weekly research report helps you to identify the best five momentum stocks for the week. 'Pick of the week' is best among the mentioned five and is always with detailed 'Technical & Macro outlook'.

The trick to "Get Rich quickly and to Stay Rich forever" is a combination of alertness and awareness. With the right information on stocks from KSL Wealth Weekly, your money is likely to grow confidently and living the "rich" life, is achievable.

STOCKS	CMP	BIAS	TRADING/ INVESTMENT STRATEGY
CIPLA	986	Positive	<b>CIPLA</b> is a leading global pharmaceutical company with presence in 80+ countries and large presence in India, South Africa and the U.S. Cipla provides over 1,500 products across various therapeutic categories with strong positions in respiratory, anti-retroviral, urology, cardiology, anti-infective and CNS as well as other key therapeutic segments. The positive catalysts are a robust Q1FY22 performance, better US outlook for F23, cost control, and productivity improvement. <b>A potential entrance exists at CMP, and on dips between 919-925 zone, targeting 1021/1057 mark and then aggressive targets at 1101 mark. Holding Period: 3-5 Months+. Stop at 887.</b>
NAM INDIA	441	Positive	<b>Nippon Life India Asset Management Ltd (NAM)</b> is amongst the largest asset management companies in India with over 25 years of track record and a total AUM of Rs 3.8 Lc Cr. Nippon Life, Japan owns 74.46% stake in Nam India and is the sole promoter of NIMF. NAM has strong SIP business, with annualised SIP book of around Rs. 9,000 crore. The company has a strong distribution network with its presence across 300+ locations and more than 78,400 distributors. A re-rating candidate once there is cure for the pandemic as recovery in earnings cycle quite likely with AUM growth and SIP flows normalizing. Also, equity markets are looking positive which is the biggest tailwind for AMC's and industry itself has long term growth prospects. Equity contributes 41% of total AUM while 31% debt, liquid 12% and ETF 16%. <b>Establish on dips between 421-433 zone, targeting psychological 500 mark. Stop below 383. Holding Period: 2-3 Months.</b>
NAZARA TECHNOLOGIES	2327	Positive	Incorporated in 1999, <b>NAZARA TECHNOLOGIES</b> is India's leading gaming and sports media platform company with a presence in India and across emerging and developed global markets. Nazara owns some of the most recognisable IP, including World Cricket Championship (WCC) and CarromClash in mobile games, Kiddopia in gamified early learning, Nodwin/SportsKeeda in eSports/eSports media, and Halaplay and Qunami in skill-based, fantasy and trivia games. The firm is likely to benefit immensely from availability of smartphones and affordable technology, rising disposable income plus the industry is in its growth launchpad and gradual penetration to untapped market is likely to fuel the growth. Simply buy at CMP, and on dips between 2125-2150 zone, targeting 2451-2500 zone and then aggressive targets at 2701 with stop below 1775.
SAIL INDIA	115	Positive	Incorporated in the year 1973, <b>SAIL</b> has a market cap of Rs 47460 Crore and operates in Metals - Ferrous sector. The key positive catalyst in favor of the stock is the firms' higher operating leverage due to high conversion cost, the strength in China HRC export price, tight demand supply scenario in the domestic market, backward integrated with captive iron ore, permission from government to sell 25% of Iron ore production of previous fiscal and iron ore fines accumulated as waste over past 5-6 decades, and also demand from Railways which should keep its average NSR higher. <b>Establish buy positions at CMP, and on dips between 100-105 zone, targeting 139/153 mark and then aggressive targets at psychological 175 mark. Stop 89. Holding period 2-3 months.</b>
SBI CARDS	1047	Positive	Incorporated in 1998, <b>SBI Cards</b> is subsidiary of State Bank of India (69.3% stake) and is second largest credit card issuer in India and operates in more than 130 cities in India. The positive catalyst in favor of the stock price is the rapid growth in digital payments on backdrop of large customer base from SBI that is likely to drive growth in credit cards over long-term. Its in a high margin business with strong return ratios, +5% RoA and +25% RoE and SBI Cards commanding market share in terms of cards issued is 19.2%. <b>Simply buy at CMP, targeting 1201 and then aggressive targets at 1327-1351 zone with stop below 889.</b>

## Analyst's Pick: SBI CARDS (CMP 1047). Target: 1201.

Incorporated in 1998, **SBI Cards** is subsidiary of State Bank of India (69.3% stake) and is second largest credit card issuer in India and operates in more than 148 cities in India and with 3869 employees strength.

SBI cards is the second-largest credit card issuer in India both in terms of numbers of credit cards outstanding and amounts of credit card spends, with a base of over 12 million cards in force as of June 2021.

### The positive catalyst in favor of the stock price are:

- # SBI Cards has a diversified products portfolio with multiple offerings backed by advanced risk management and data analytics capabilities.
- # It's in a high margin business with strong return ratios, +5% RoA and +25% RoE and SBI Cards commanding market share in terms of cards issued is 19.1% and spends is 19.4%.
- # The rapid growth in digital payments on backdrop of large customer base from SBI that is likely to drive growth in credit cards over long-term.
- # Lower NPAs witnessed amidst an improvement in asset quality, with gross NPA ratio at 3.91% as on 30 June, as against 4.99% at the end of the March quarter.

# Spends have started showing a gradual improvement from Jun 2021. The same is likely to rise further, as economic activity picks up and restrictions ease.

The key risk for the industry is the anticipated 3rd wave of Covid-19 which can impact revival in spends and most importantly, the corporate travel segment could be severely affected due to the pandemic.

Technically, brace yourselves for a major rebound play on the daily charts from a classic 'higher consolidation pattern' breakout on the weekly charts. An impulse uptrend is seen forming on the weekly time scale, with positive SAR series, major confirmation above its September 2021 all-time-highs at 1165 mark.

Add to that a bullish divergence and a rising stochastic signal (on weekly charts) with recent increase in volumes signaling a larger rebound. The 200 days Exponential Moving Average (EMA) of the stock on the daily chart is currently at 983 zone.

**A potential entrance exists at CMP, targeting 1137/1200 mark and then aggressive targets at 1351 mark. Holding Period: 9 Months+. Stop at 989.**





# Top Sectors for the Week

## Relative Strength Performance with KSL Top Sectors

**Top Sectors for the Week** is a Technical and Macro report containing everything you need to have...a clear, precise and detailed view on the five top momentum sectors... listed in BSE. This detailed multi-analyzed Macro-Technical report is a smart way to enter or exit an outperforming or underperforming sector using the relative strength function.

Top Sectors for the Week reports have an unbeatable track record...You can look out for our previous reports at our website [www.kslindia.com](http://www.kslindia.com)

## Sector Analysis: Relative Strength Performance

Sectors	Relative to Sensex...	Outperforming stocks	Underperforming stocks
Nifty Auto Index	OUTPERFORMER	BALKRISHNA INDUSTRIES, TATA MOTORS, TVS MOTORS	MRF
Bank Nifty Index	NEUTRAL	SBI, BOB, PNB	RBL BANK
Nifty IT Index	OUTPERFORMER	INFY, COFORGE, MINDTREE, MPHASIS, TCS, SONATA	3I INFOTECH
Nifty Pharma Index	OUTPERFORMER	CIPLA, FDC, ALKEM LAB	AUROBINDO PHARMA
Nifty Metals Index	OUTPERFORMER	HINDALCO, TATA STEEL SAIL, NALCO, RATNAMANI METALS	JINDAL STEEL, NMDC

## From KSL Research Desk...

### The Week That Was: Nifty struggles after scaling new record highs!

**Sensex: 58766.**

**Nifty: 17532.**

The benchmark Nifty after scaling new record high at 17943.50, reversed direction as the index swiftly slipped to close at 17532, down 1.8% on a weekly basis. The benchmark Nifty too could not make it to the 18000 mark and ended 1.8% lower at 17532. The negative takeaway was that both the benchmark indices ended in red in 4 out of 5 trading sessions.

#### Blame the gravitational pull to:

1. Spike in oil prices spike as China has prioritized securing oil supplies for this winter. WTI Oil futures bounce up to \$75.72 last week.
2. FIIs sold shares worth Rs. 6542.56 crores for the week ended.
3. Risks linked to power outages witnessed in China threatening to slow down global economic growth.
4. The U.S government needs to avoid the first-ever default on its debt obligations as Democrats wrestle over the details of a \$3.5 trillion spending bill.
5. Surging inflation prospects in the U.S which is also supported by the Federal Reserve's signaling of a near-term slowdown in the pace of its \$120 billion in monthly bond purchases. The Federal Reserve and ECB are seen cautiously moving towards trimming their massive stimulus programs.
6. The street suspects that the Fed could announce a sooner-than-expected rate hike.

**Long story short:** The stock market had the ugly week that many feared. There's no one thing to blame...

Meanwhile at Wall Street, the major indices too suffered heavy losses last week, prompting a shift in the market direction to "correction". The S&P 500 and Nasdaq plunged below their 50-day lines and undercut their Sept. 20 lows. Growth stocks had their worst week since the coronavirus crash. While stocks rebounded Friday, it marks day one of a market rally attempt.

An updated reading of the second-quarter growth did show that the U.S economy grew at 6.7%, as the U.S. got a big jolt in the spring from government stimulus payments and coronavirus vaccines allowed businesses to reopen. The rise in consumer spending was slightly faster at 12%.

But despite Friday's positive session, for the week gone by, the Dow Jones was down 1.36% at 34326.46, Nasdaq was down 3.2% at 14566.70 and S&P 500 was down 2.2% at 4357.05.

Back in our stock markets, Nifty Midcap 50 index was up +0.95% at 8262 and NSE Smallcap Index was up 0.63% at 10904.45. Hence, both the indices remained resilient and totally outperformed the benchmark Nifty/Sensex.

On the sectoral front, BSE Power Index, BSE PSU Index & BSE Oil & Gas Index gaining the most, up 5.3%, 4.4% & 3.4% respectively while BSE IT Index, BSE Teck Index & BSE FMCG Index witnessed major profit booking, down 4.4%, 4.3% & 2.6% respectively.

Stock specific, NTPC, M&M & POWERGRID were amongst top weekly gainers, up 10.9%, 9.1% & 7.7% respectively. Bajaj twins, RIL hit fresh all-time highs. On the losing side, TECHM, BAJAJFINSV & INDUSINDBANK lost 9.8%, 7.3% & 5.7% respectively for the week ended.

#### Let's now have a look at other catalysts from last week:

- # Paras Defence and Space Technologies made a stellar debut on the Indian bourses on Friday. The stock listed at ₹469 per share on the NSE, around 170% premium from its IPO issue price of ₹175 apiece. On BSE, Paras Defence shares extended gains by rising to ₹500 level, nearly triple from its issue price.
- # GST collections remained strong and topped Rs 1.17 lakh crore in September, which was 4.5% more than the previous month and 22.5% higher than a year ago.
- # The Centre's fiscal deficit for April-August came in at Rs 4.7 lakh crore, or 31% of the full-year budget estimate, compared with 109% for the same period last year. Current account also reported surplus in Q1FY22.



- # Advance tax numbers came in very strong for India Inc. and corporate profitability is expected to remain strong for the second quarter.
- # According to BPCL company's Chairman, Arun Kumar Singh, the disinvestment of Bharat Petroleum Corporation (BPCL) is intended to be completed by March 2022
- # The Reserve Bank last week imposed a penalty of Rs 2 crore on private lender RBL Bank for deficiencies in regulatory compliances and non-compliance of the provisions of the Banking Regulation Act.
- # Powell admitted inflation may last longer as he testified before the Senate last week. As a result, the street suspects that the Fed could announce a sooner-than-expected rate.
- # The benchmark U.S 10-year Treasury yields rallied to the highest levels in three-months at 1.55% last week, as Fed officials noted that they see tapering close. Eventually, they ended at 1.467% for the week.
- # Maruti Suzuki to cut October output by 40% due to semiconductor shortage. For the third month in a row Maruti Suzuki and its sister company will resort to massive cuts in production due to shortage in supply of semiconductors.
- # The National Company Law Tribunal (NCLT) on Thursday asked Zee Entertainment and its board to consider the requisition of Invesco Developing Markets Fund and OFI Global China Fund LLC, who hold 18 per cent stake in the company, to hold an extraordinary general meeting (EGM) of the company.
- # Auto Inc for September 2021 reflected mixed bag, now hopes pinned on festive season. Halfway through FY22, the Indian automotive industry is yet to come out of the woods. The industry is weighed down by the rise in input costs and the persisting semiconductor shortage. The gap between demand and supply widened and it was a sellers' market in September. Going forward, a positive recovery from the second Covid wave and hopes of a fulfilled festive season is setting the momentum for sales in general.
- # WTI Crude Oil Prices ended strongly higher, up 2.35% last week at \$75.72 a barrel.
- # Gold Prices ended modestly higher, up 0.54% \$1761.20 an ounce.
- # Indian rupee too lost, down 0.46% against US dollar at 74.15 for the week ended.

## The Week Ahead: All eyes on RBI Policy, US Nonfarm Payrolls and the spiking oil prices.

New Week, new direction? Well, things are moving so fast – but the good news is that Nifty is set to rebound sharply higher from their Friday's low as we start a fresh week of trading, but that said there are good reasons to believe its upswing would be limited.

### First the positive catalysts:

- # Dow Jumps 482 Points in Fridays' trade after the Institute for Supply Management's (ISM) manufacturing index -- a measure of factory activity -- came in at a higher-than-anticipated 61.1 in September, and the University of Michigan's consumer sentiment index for the same month also beat the consensus estimate (72.8 actual vs. 71.0 expected).

But the real trigger was that Merck got a big boost after late-stage data showed its antiviral pill, co-developed with Ridgeback Biotherapeutics, reduced the chance of death or hospitalizations by around 50% in high-risk COVID-19 patients. The firms plan to submit the results to the Food and Drug Administration (FDA) for emergency authorization.

Amidst this backdrop, the S&P 500 gained 1.2% to 4,357 and the Nasdaq rose 0.8% to 14,56 on Promising Merck Data

- # GST collections remained strong and topped Rs 1.17 lakh crore in September, which was 4.5% more than the previous month and 22.5% higher than a year ago.
- # The Centre's fiscal deficit for April-August came in at Rs 4.7 lakh crore, or 31% of the full-year budget estimate, compared with 109% for the same period last year. Current account also reported surplus in Q1FY22.
- # Advance tax numbers came in very strong for India Inc. and corporate profitability is expected to remain strong for the second quarter.

Expect Dalal Street to open strongly higher but the week could turn out to be choppy with Nifty displaying a bout of volatility. It's understandable if investors turn skittish on any interweek strength amidst:



The biggest positive catalyst for this week is **RBI Policy** outcome where the Monetary Policy Committee is expected to keep the repo rate and accommodative stance unchanged in the policy meeting scheduled to be held during October 6-8. The street will spy with one big eye on the RBI commentary over growth along with rising oil prices, improving Covid situation and global environment.

Commanding attention would be the Oil prices which jumped to nearly three-year high levels due to rising demand with the increasing travel and tourism activities globally amid reducing Covid fear, when there is limited supply due to supply curbs by OPEC+ countries. Spiking oil prices are the biggest negative catalyst for Indian economy as we are net oil importer. Oil prices are likely to stay firm in the medium term with aggressive targets at \$85-\$90 zone. The Organization of the Petroleum Exporting Countries and allies will meet on Monday to discuss the output plans.

The rising oil prices, buying demand for greenback and expected FII outflow amid likely Fed tapering sooner than later, along with last week's depressed equity markets are likely to be the key theme at Dalal Street.

Apart from RBI policy, in the coming week, Markit Services PMI and Markit Composite PMI for September will be released on Tuesday.

Deposit and bank loan growth for the fortnight ended September 24, and foreign exchange reserves for the week ended October 1 will be released on Friday. Country's largest IT company Tata Consultancy Services will kick off the September 2021 quarter earnings season on Friday. TCS numbers will be released after market hours on Friday, but there could be some reaction in the stock price ahead of earnings.

**Technically speaking**, the biggest make-or-break support for Nifty seen at 17327 mark. Please note, Nifty will be vulnerable below 17327 mark with aggressive downside risk at 17011 and then at 16779-16900 zone. Please note, Nifty's 200 day EMA is still at 15371 mark.

So, the line in the sand is Nifty's 17327 support. **Alternatively, if Nifty's 17327 support holds then we suspect Nifty still has the fire power to touch the magical 18000 mark.** In this scenario, a bullish breakout will be the probable theme as the backdrop of recent sequence of higher high/low is still intact on weekly and monthly-time-frames.

Well, Nifty moved from 16000 to 17000 mark in just 19 days which is by far the fastest one. Now investors will be anxious to see how fast it can capture the 18000 mark...

for September series suggests Nifty is likely to be in a trading range of 17000-18000 zone. Maximum Call OI is at 18000 followed by 17700 strike price. So, the 18000 mark will be Nifty's crucial resistance zone. Maximum Put open interest stands at 17400 levels followed by 17000 levels. Call writing was seen at 18000 and then at 17500 strike price, while there was meaningful Put writing at 17400 and then at 17000 strike prices.

India VIX, which measures the expected volatility in the market, jumped to almost 16.72.

## Preferred trade for the week:

# **Nifty (17532):** Buy on dips between 17350-17375 zone, targeting 17801 mark and then at 18001-18251 zone. Strict stop at 17001.

# **Bullish Sectors:** PSU BANKS, PHARMA, METALS, IT.

# **Bearish Sectors:** MEDIA.

# **BULLISH STOCKS:** NIPPON LIFE, TATA MOTORS, HINDALCO, INDIA CEMENT, SBI, BANK OF BARODA, CANARA BANK, PNB, NAZARA TECHNOLOGIES, COAL INDIA, DABUR, CIPLA, MARICO, TATA CHEMICALS, PIDILITE, SAIL, LARSEN.

# **BEARISH STOCKS:** AUROBINDO PHARMA, EICHER MOTORS, CUB, IDFC FIRST BANK, RBL BANK, MARUTI, OFSS.

On the international front, all eyes will be on the US Non-farm payrolls (08th October) –Fed chair Jay Powell, at the most recent Fed meeting, even went as far as saying that a semi-decent payrolls number this week needn't be a barrier to the start of taper this year, and as early as next month. This of course raises the question as to what a "semi-decent" report is? 400k, 500k, or a repeat of August? The hawkish shift at the September Fed meeting has certainly shifted the bar when it comes to what might prevent the Fed from starting the tapering process.. Expectations are for 510k jobs and for the unemployment rate to fall to 5%.

## Before we end, our most preferred pair strategies:

# Pair Strategy: Long TATA MOTORS and Short MARUTI.

# Pair Strategy: Long BANK OF BARODA and Short RBL BANK.

# Long HINDALCO and Short NMDC.

## NIFTY AUTO Index vs NIFTY



### • NIFTY AUTO Index: 10597: OUTPERFORM.

• In last week's trade, Nifty Auto index was seen trading with positive bias, up 1.61% and the positive takeaway was that Auto index ended the week on a positive note. Auto index ended the week with 1.61% gains as against Nifty's losses of 1.80%. **Going forward, we suspect Auto index likely to consolidate and buying on any weakness should be the preferred strategy. Technically, Downside well supported at 10141 mark. Major hurdles seen at 10967 mark.** Above 10967 mark, Auto index will aim for all-time-highs at 12052 mark.

• **Support:** 10141/9701/9345.

• **Resistance:** 10967/11011/12052.

• **Preferred Strategy on Auto Index:** Establish buy positions at CMP, targeting 10967/11011 mark and then aggressive targets at 12052 zone with strict stop at 10071.

### • Preferred Trades:

• Buy BAJAJ AUTO (CMP 3852) between 3750-3775 zone, targeting 3915/4072 zone and then aggressive targets at psychological 4250 zone with stop at 3431. Holding Period: 2-3 month.

• Buy HEROMOTO CORP (CMP 2848) between 2750-2800 zone, targeting 2951-3001 zone and then aggressive targets at psychological 3250 zone with stop at 2557. Holding Period: 2-3 months.

• **Outperforming Stocks:** TATA MOTORS, AMARA RAJA BATTERY, TVS MOTORS, BALKRISHNA INDUSTRIES.

• **Underperforming Stocks:** BHARAT FORGE, EICHER MOTORS.

**PAIR Strategy: Long BALKRISHNA INDUSTRIES and Short MRF.**

**PAIR Strategy: Long TATA MOTORS and Short MARUTI.**



## BANK NIFTY Index vs NIFTY



- **BANK NIFTY Index: 37,226: NEUTRAL.**
- In last week's trade, Bank Nifty was seen consolidating with negative bias and most importantly, slipped sharply amidst profit booking after scaling record highs at 38377 mark. Bank Nifty ended the week with 1.60% losses as against Nifty's losses of 1.80%. The sequence of higher high/low is intact on all-time-frames but that said overbought technical conditions prevail. The biggest key interweek support seen at 36749 mark. Please note, only a move below 34811 will trigger major declines.
- **Support:** 36749/36101/34811.
- **Resistance:** 38411/38987/40001.
- **Preferred Strategy on Bank Nifty Index:** For this week, aggressive traders should look to buy between 36251-36501 zone, targeting 38411 mark and then aggressive targets seen at 39001-39251 zone with strict below 35901 mark.
- **Preferred Trades:**
  - Buy SBI (CMP 452) between 445-450 zone, targeting 472/481 mark and then at 500 zone with stop at 423. Holding Period: 2-3 months.
  - Buy BANK OF BARODA at CMP 82 zone, targeting 99 mark and then at 107-111 zone with stop at 72.50. Holding Period: 3-5 months.
- **Outperforming Stocks:** SBI, PNB, BOB.
- **Underperforming Stocks:** KOTAK BANK, INDUSIND BANK.

**PAIR Strategy: Long BANK OF BARODA and Short INDUSIND BANK**

## NIFTY IT Index vs NIFTY



- **NIFTY IT Index: 34,781: OUTPERFORM.**
- In last week's trade, Nifty IT index witnessed massive profit booking most importantly, ended on a negative note. Nifty IT Index ended down 6.26% as against Nifty's losses of 1.80%. Buying on any sharp declines should be the preferred strategy on backdrop of strong Q1 performance by leading software firms. The sequence of higher high/low is still seen all time frames. The near term bias shifts to neutral amidst overbought technical conditions. Key interweek support seen at 34515 mark.
- **Support:** 34515/31736/30251.
- **Resistance:** 37823/38501/39001.
- **Preferred Strategy on IT Index:** Buy at CMP, targeting 35787/36551 mark and then at 37823-38501 zone with strict stop at 31551.
- **Preferred Trades:**
  - Buy MINDTREE (CMP 4185) on declines between 3950-4000 zone, targeting 4401/4501 zone and then at 4751-4901 zone. Stop below 3501. Holding period: 2-3 months.
  - Buy COFORGE (CMP 5279) between 5200-5250 zone, targeting 55425/5511 and then at 5833-6001 zone. Stop below 4951. Holding period: 2-3 months.
- **Outperforming Stocks:** SONATA SOFTWARE, MINDTREE, TECH MAHINDRA, COFORGE.
- **Underperforming Stocks:** ORACLE FINANCE (OFSS).

**PAIR Strategy: BUY COFORGE and Short OFSS.**



## NIFTY PHARMA Index vs NIFTY



- **NIFTY PHARMA Index: 14,588: OUTPERFORMER.**

- In last week's trade, Nifty Pharma index ended with sizeable gains and most importantly, outperformed Nifty losses. Nifty Pharma index ended 2.09% higher as against Nifty's losses of 1.80%. The technicals are aggressively bullish for Pharma Index as the index is signaling a massive breakout on the long term charts. Technically, major hurdles now are seen at 14743 mark on closing basis. Aggressive buying advised only above 14743 mark. The make-or-break support seen at 13501 mark.

- **Support:** 13501/12898/12251.

- **Resistance:** 14743/15751/16501.

- **Preferred Strategy on Healthcare Index:** For this week, aggressive traders should look to buy at CMP, targeting 14743 mark and then aggressive targets located at 15751-16501 zone with strict stop above 13441 mark.

- **Preferred Trades:**

- Buy CIPLA (CMP 986) on dips between 951-960 zone, targeting 1007 mark and then at 1075-1101 zone with stop 921. Holding Period: 2-3 months.
- Sell DR REDDYS LAB (CMP 4791) between 4901-4915 zone, targeting 4793/4667 mark and then at 4901 zone with stop 5011. Holding Period: 1-2 months.
- **Outperforming Stocks:** CIPLA, TORRENT PHARMA, DIVISLABS, ALKEIM LAB.
- **Underperforming Stocks:** AUROBINDO PHARMA, LUPIN, DR REDDYS LAB, WOCKHARDT.

**PAIR Strategy: Long CIPLA and Short AUROBINDO PHARMA**

## NIFTY METAL Index vs NIFTY



- **NIFTY METAL Index: 5,639: OUTPERFORM.**
- In last week's trade, the metal index witnessed consolidation but the positive takeaway was that the Metal index was seen outperforming the benchmark Nifty. Metal index ended 2.56% higher as against as against Nifty's losses of 1.80%. The technical landscape remains positive as long as 5149 support holds. Downside risk seen only below 5149 mark, targeting 4853. Major hurdles now at 5937 mark.
- **Support:** 5149/4853/4253.
- **Resistance:** 5937/6151/6557.
- **Preferred Strategy on Metal Index:** For this week, aggressive traders should look to buy at CMP, targeting 5937 mark and then aggressive targets at 6305-6505 zone. Stop 5001.
- **Preferred Trades:**
  - Buy RATNAMANI METALS at CMP 2180, targeting 2351 mark and then at 2575-2750 zone. Stop 1937. Holding period: 3-5 months.
  - Buy SAIL (CMP 115) between 103-109 zone, targeting 127/151 mark and then at 201-211 zone. Stop at 87. Holding period: 2-3 months.
- **Outperforming Stocks:** HINDALCO, NALCO, TATA STEEL, SAIL, RATNAMANI METALS
- **Underperforming Stocks:** NMDC.

**PAIR Strategy: Long HINDALCO and Short NMDC**





Stock	CMP	Support	Resistance	21 DMA	200 DMA	Intraday	Short Term	Long Term
ALUMINIUM 1	228	221	235	228	190	UP	UP	UP
CARDAMOM 1	1505	1475	1535	1478	2690	DOWN	UP	DOWN
CASTOR 1	6132	6009	6255	6163	5065	DOWN	DOWN	UP
CHANA 1	5191	5087	5295	5193	4974	UP	UP	UP
COPPER 1	708	694	723	717	701	DOWN	DOWN	DOWN
COTTON 1	28810	28234	29386	26223	23356	UP	UP	UP
CRUDEOIL 1	5616	5504	5728	5294	4760	UP	UP	UP
GOLD 1	46286	45360	47212	46553	47355	DOWN	DOWN	DOWN
GUARGUM5 1	10030	9829	10231	9862	6810	DOWN	UP	UP
GUARSEED10 1	5862	5745	5979	6012	4334	UP	UP	UP
JEERAUNJHA 1	14500	14210	14790	14420	13713	UP	UP	UP
LEAD 1	183	178	189	187	172	DOWN	DOWN	UP
MENTHAOIL 1	923	904	941	949	961	DOWN	DOWN	UP
NATURALGAS 1	419	411	427	381	246	UP	UP	UP
NICKEL 1	1384	1357	1412	1470	1338	DOWN	DOWN	DOWN
RMSEED 1	8379	8211	8547	8543	6800	UP	DOWN	UP
RUBBER 1	17049	16708	17390	17455	15868	DOWN	DOWN	DOWN
SILVER 1	60550	59339	61761	61811	67238	DOWN	DOWN	DOWN
SYBEANIDR 1	5477	5367	5587	7468	6648	DOWN	DOWN	DOWN
ZINC 1	253	246	261	257	234	DOWN	DOWN	UP

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