

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	17103	16597	17501	17109	17226	16701-17355	Sell at CMP. Targets at 16701/16597/16221. Stop at 17555.
BANK NIFTY	36088	34801	37751	36286	36917	34651-37391	Sell at CMP. Targets at 35301/34801/34201. Stop at 38001.

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
RBL BANK	120	111	153	132	167	Negative	There are several key bearish signs for RBL Bank, among them is excessive bullishness amidst oversold conditions. We suspect, bulls will be unable to support stock price as prices are likely to continue to collapse as recent sequence of lower highs/lows intact on the daily charts. The daily, weekly and monthly chart for the stock continues to look ugly and are signaling a breakdown below its key support at 101 (30th April 2020 lows). Hence, major weakness likely for the stock. Establishing short positions at CMP, and on strength between 139-143 zone should be the preferred trading strategy, targeting 111-115 zone and then aggressive targets seen at 93-97 zone. Stop above 153. Holding Period: 1-2 Months.

Incorporated in the year 1943, **RBL BANK Ltd. (formerly known as Ratnakar Bank)** is an Indian private sector bank with a network of 500 branches 1,424 business correspondent branches (of which 274 banking outlets) and 407 ATMs and over 10.66 million customers.

The Bank offers specialized services under five business verticals namely: Corporate & Institutional Banking, Commercial Banking, Branch & Business Banking, Retail Assets and Treasury and Financial Markets Operations.

As per the latest, RBL Bank will raise up to \$100 mn through dollar denominated bonds. At the current exchange rate, USD 100 million is around Rs 765 crore.

Meanwhile, the technical landscape for RBL Bank too has deteriorated after the stock price tanked 25% on 27th December on reports that the Reserve Bank of India decided to appoint an additional director to the lender's board, raising concerns about its future. RBI's had appointed Additional Director Rajeev Ahuja on bank's Board and the Board accepting Mr. Vishwawir Ahuja's (MD & CEO) leave for six months.

In the recent Q3FY22, the standalone net interest income increased by 11.3% YoY while NIM expanded to 4.7% (+50bps YoY). The total deposits in Q3FY22 grew 21.0% YoY to Rs. 73,639cr. GNPA/NNPA stood at 4.84%/1.85% vs 5.4%/2.14% in Q2FY22.

CASA ratio is at 34.4%.

Technically, RBL Bank's stock price pattern appears ugly at current levels as also higher operating expenses remain a concern after they shot up because of strengthening branch network and workforce and on backdrop of a very aggressive customer acquisition in credit card business.

Technically speaking, the biggest negative catalysts are prevailing bearish signs for RBL Bank, among them is excessive bullishness amidst oversold conditions. We suspect, bulls will be unable to support stock price as prices are likely to continue to collapse as recent sequence of lower highs/lows intact on the daily charts. The daily, weekly and monthly chart for the stock continues to look ugly and are signaling a breakdown below its key support at 101 (30th April 2020 lows).

The stock is also trading well below its 200 DMA placed at 167 zone. Hence, major weakness likely for the stock.

Establishing short positions at CMP, and on strength between 139-143 zone should be the preferred trading strategy, targeting 111-115 zone and then aggressive targets seen at 93-97 zone. Stop above 153. Holding Period: 1-2 Months.

Daily Chart of RBLBANK:

CORPORATE ACTIONS

Stocks	Ex-Date	Purpose	Amount (Rs)	Record Date
FOSECO INDIA LTD.	02 May 2022	Final Dividend	25.00	02 May 2022
Sri Havisha Hospitality And Infrastructure Ltd	02 May 2022	E.G.M.	-	02 May 2022
Gateway Distriparks Ltd	04 May 2022	Interim Dividend	1.25	04 May 2022
Sindhu Trade Links Limited	04 May 2022	E.G.M.	-	04 May 2022
COLGATE-PALMOLIVE (INDIA) LTD.	05 May 2022	Interim Dividend	21.00	05 May 2022
SARDA ENERGY & MINERALS LTD.	05 May 2022	Buy Back of Shares	-	05 May 2022
SARDA ENERGY & MINERALS LTD.	05 May 2022	Interim Dividend	7.50	05 May 2022
CRISIL LTD.	06 May 2022	Interim Dividend	7.00	06 May 2022
Embassy Office Parks REIT	06 May 2022	Income Distribution RITES	-	06 May 2022
MAHASHREE TRADING LTD.	06 May 2022	E.G.M.	-	06 May 2022
TREE HOUSE EDUCATION & ACCESSORIES LTD.	06 May 2022	E.G.M.	-	06 May 2022
Vedanta Limited	06 May 2022	Interim Dividend	31.50	06 May 2022

OFFER TO BUY

Company name	Start Date	Close Date	Offer Price (Rs.)	Proposed Acquisition (No. of shares)	CMP (Rs.)
SYLPH TECHNOLOGIES LTD	28-Apr-22	12-May-22	9.25	38,74,000	-
IO SYSTEM LTD	22-Apr-22	06-May-22	1.00	42,25,000	-
TANFAC INDUSTRIES LTD	22-Apr-22	06-May-22	595.00	25,93,500	-
TTI ENTERPRISE LTD	19-Apr-22	02-May-22	9.50	76,21,337	-
PANTH INFINITY LTD	19-Apr-22	02-May-22	13.00	32,04,500	-