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1. Extremely overbought technical conditions.
2. Also, follow-through buying is unlikely amidst hawkish Fed officials.

Nifty's support: 18477

Bank Nifty's support: 42500.



Daily Research Reports

Good Morning & Welcome to Wednesday's trading session at Dalal Street, dated 30th November 2022.

The global cues are sluggish morning, but the positive takeaway is that there are 3- positive catalysts:

1. Protests in China against Covid-19 restrictions are seen easing.
2. The US Dollar index stabilizes and hovers at 3-month low at 106 levels.
3. Nifty should also blossom as FIIs are seen making a solid comeback to Indian markets.

This November, FIIs have bought to the tune of Rs. 13,536 crores.

Our **call of the day** suggests on the backdrop of a wider reopening in China (the world's second-largest economy) - the aggressive inter-month bull case could be Nifty 19000.

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1. Extremely overbought technical conditions.
2. Also, follow-through buying is unlikely amidst hawkish Fed officials.

Bottom-line: Investors may just be on a look out for an excuse to book profits following Nifty's impressive rally to its new-all-time high at 18678.10 mark.

Technically, Nifty's make-or-break support seen only at 18377 mark.

Profit booking or desired consolidation could also be the preferred theme as on the backdrop are concerns and debate - if the inflation has peaked.

Outlook for Wednesday: Nifty likely to consolidate.

Global stock markets are into a risk-off mode.

Meanwhile, on the economic front, the quarterly economic growth rate will trickle in on Wednesday, 30th November 2022. The street expects the economy to grow above the 6% in the September FY23 ended quarter (Q2CY22).

Also all eyes will be on the fiscal deficit and infrastructure output for October to be released on Wednesday, while S&P Global manufacturing PMI data for November will be announced on Thursday.

Meanwhile, commanding attention will also be November Monthly auto sales numbers to trickle in from December 1st 2022.

In the international front, investors will closely watch the second estimates for third quarter (CY22) US GDP and the US unemployment rate for November.

INDICES

Nifty	18618	0.30%
Bank Nifty	43053	0.08%
Nifty Auto Index	13007	-0.22%
Nifty FMCG Index	45079	1.87%
Nifty Infra Index	5384	-0.23%
Nifty IT Index	30346	0.12%
Nifty Media Index	2101	0.13%
Nifty Midcap Index	8764	-0.50%
Nifty Metal Index	6447	1.03%
Nifty Pharma Index	13087	0.72%
Nifty Reality Index	444	-0.34%
Nifty Smallcap Index	9916	-0.55%
Sensex	62681	0.28%
SGX Nifty	18732	-0.17%

Outlook for the Day

Choppy session likely

Nifty Outlook

Intraday	Positive (18450 -18700)
Medium Term	Positive (17100-19000)
Long Term	Positive (15000-19501)

Key Levels to Watch

Nifty Support	18477/18257
Nifty Resistance	18727/19251

Pivot Level

Nifty	17967
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TOP SECTORS:

Bullish Sectors: INFRA, FMCG.

Bearish Sectors: METAL, REALTY

STOCKS IN FOCUS:

BULLISH VIEW: UNITED BREWERIES, ADITYA BIRLA CAPITAL, HINDUSTAN UNILEVER, DALMIA BHARAT, JSW STEEL, GAIL, AMARA RAJA BATTERY, MCX, MCDOWELL, TATA CONSUMER, L&T TECHNOLOGY.

BEARISH VIEW: LAURUS LABS, ABB INDIA, SHRIRAM TRANSPORT FINANCE, COAL INDIA, Dr Lal PathLabs. NAVIN FLUORINE, IPCA LABS, SUN TV, LAURUS LAB, JUBILANT FOODS, PEL.

Our **chart of the day** is bullish on GAIL, HUL and BRITANNIA with an inter-month perspective.

The 1 stock to buy right now: Buy GAIL (CMP 94): Buy at CMP. Stop 81. Targets 101/107. Aggressive targets at 121. (Intermonth Strategy). Rationale: Breakout Play.

WHAT TECHNICALS TELLS US

Daily chart of Nifty:



Nifty: Nifty scaled higher in Tuesday's trade – forming continuation of a bullish candle on the daily charts.

Technically, Nifty's biggest make-or-break intraday support now placed at 18477 mark. Only below 18357 mark, Nifty likely to slip quickly to 17950-18000 zone.

For the day, buying on dips shall be the preferred strategy.

Nifty's 200 DMA at 17053 mark.

Daily chart of Bank Nifty:



Bank Nifty: In Tuesday's trade, Bank Nifty was seen consolidating and the positive takeaway was that buyers emerged at lower levels all thru the day. Bank Nifty ended 0.08% higher – flirting with its fresh all-time-high at 43339.40 mark. PSU Bank index ended 0.04% lower while Nifty Private Bank index inched up 0.08%.

The positive takeaway is that the recent sequence of higher high/low remains intact for Bank Nifty on all-time-frames. That said, overbought technical conditions prevail on the daily charts.

Intraday support for Bank Nifty seen at 42757 mark. The biggest interweek support for Bank Nifty seen at 42200 mark.

For the day, buying on any sharp declines shall be the preferred strategy.

Bank Nifty's 200 DMA at 37378 mark.

DERIVATIVE & INSTITUTIONAL CUES:

The **Nifty options data** for December series suggests Nifty is likely to be in a trading range of 18000-19000 zone. Maximum Call OI is at 19000 followed by 20000 strike price. So, the 19000 mark will be Nifty's crucial resistance zone. Maximum Put open interest stands at 18000 levels followed by 17000 levels. Call writing was seen at 18800 and then at 18700 strike price, while there was meaningful Put writing at 18600 and then at 18500 strike prices.

The Volatility index inched was hovering well below the 20 levels - now at 13.62 levels as on November 29th.

As per Friday's provisional data available on the NSE, FIIs bought shares worth Rs. 369.10 crores in the Indian Equity Market. DIIs on the other hand, sold shares worth Rs. 295.90 crores.

As per Monday's provisional data available on the NSE, both FIIs and DIIs bought shares worth Rs. 935.88 crores and 87.93 crores respectively in the Indian Equity Market.

As per Tuesday's provisional data available on the NSE, FIIs bought shares worth Rs. 1242 crores in the Indian Equity Market. DIIs on the other hand, sold shares worth Rs. 744 crores

The Put-Call Open Interest Ratio is at 1.16 for Nifty.

Stocks in Ban for today's trade: BHEL, DELTA CORP, PNB, and INDIABULLS HOUSING FINANCE

ECONOMIC CUES:

The FOMC Meeting Minutes showed that most participants agreed for slower rate hikes as recession threat grows.

Fed officials say that slower rate hikes would give them more space to evaluate the "lagging" effects on the economy amid the rising threat of a recession.

In December, the Fed is likely to raise rates again, but markets are betting on a smaller 1/2-point increase. The minutes also suggest a smaller rate hike is likely.

The Fed is aiming to bring down inflation to pre-pandemic levels of 2% or so, but they acknowledge it could take a while.

GLOBAL STOCK MARKETS:

Overnight, US stock market mostly moved lower as investors looked for a change in China's strict Covid health policies following rare weekend protests in the world's second-largest economy.

Also, a series of hawkish comments from Fed officials dampened sentiments as each member indicated that interest rates are likely to remain elevated for nearly all of next year as the central bank remains focused on its efforts to tame the fastest inflation in four decades.

In the week gone by, the S&P 500 rose 1.5% and has risen four of the past six weeks. The Dow gained 1.8%, and has risen in six of the past eight weeks. However, Nasdaq was an under performer as it gained only 0.29%.

RECAP OF PREVIOUS DAY'S TRADING SESSION:

Nifty surges to new all-time high led by Nifty FMCG Index, up 1.92%. HUL was a star outperformer, up 4%.

Nifty (+55, 18618).

Sensex (+177, 62682)

Amidst volatility, it was again a banner day at Dalal Street as the biggest caption on the front pages were:

Nifty hits a new all-time high today at 18678.10.

The Sensex too hit an all-time high at 62887.40.

Well, the rally at Dalal Street was an extension of yesterday's spectacular strength, and most importantly, the sentiment reflected a risk-on attitude.

The positive takeaway was that the benchmarks shrugged-off overnight weak overnight Wall Street cues as cheering Nifty bulls were catalysts like:

1. Hopes that China could soon relax some covid restriction
2. WTI crude oil prices sluggish at \$78 per barrel.
3. The US dollar hovering at 106 levels.

Long story short: Keep your Nifty 19,000 cap ready

Top Index Gainers: HUL (+4.39%) JSW STEEL (+2.16%) CIPLA (+1.85%)

Top Index Losers: INDUSIND BANK (-1.44%) COAL INDIA (-1.44%) BAJAJ FINSERV (-1.20%)

Adv-Dec 22 — 28

Nifty PCR 1.16

BANK NIFTY PCR 1.14

INDIA VIX 13.62 (+0.37%)

Nifty MidCap (-0.59%, 8756)

NiftySmallC (-0.67%, 9904)

BANK Nifty (+0.08%, 43053)

Nifty IT (-0.04%, 30297)

USD/INR (+0.03%, 81.66)

Market Summary:

- Nifty December Futures ended Tuesday's session at a premium of +113 vs premium of +127.
- The 01st December expiry Put-Call Open Interest Ratio was at 1.22 for Nifty whereas it was 0.78 for Bank Nifty.
- The 01st December expiry Put-Call Volume Ratio was at 1.08 for the Nifty and 0.90 for Bank Nifty
- For Nifty, Maximum Call Open Interest (OI) stands at 19000 Strike Price, followed by 18800 Strike Price for 01st December Series. Short covering was seen at strike prices 18200-18500.
- Maximum Put Open Interest (OI) was seen at strike price 18500 followed by 18600 strike prices for 01st December series. Short Buildup was seen at strike prices 18000-18600.
- For Bank Nifty, Maximum Call Open Interest (OI) stands at 43200 Strike Price and Maximum Put Open Interest stands at 43000 Strike Price.
- As per Tuesday's provisional data available on the NSE, FIIs bought shares worth Rs. 1241.57 crores in the Indian Equity Market. DIIs on the other hand, sold shares worth Rs. 744.42 crores.
- Long Buildup: ITC, HUL, NATIONALUM, ICICIBANK.
- Short Buildup: LAURUSLABS, DLF, BAJAJFINSV.
- Short Covering: BANDHANBNK, JINDALSTEL, GLENMARK, HCLTECH
- Long Unwinding: DELTACORP, BPCL, HDFCLIFE, GRANULES.
- Stocks banned in F&O segment:** BHEL, DELTACORP, IBULHSGFIN, PNB
- New in Ban: PNB.
- Out of Ban: NIL.

Changes in Open Interest (OI) in yesterday's trade.

Nifty Spot	18618.05 (+0.30%)
Bank Nifty Spot	43053.45 (+0.08%)
VIX	13.61 (+0.29%)
Premium	+113 vs +127
Nifty Future OI	1.2 crores (+0.60%)
Bank Nifty Future OI	28.36 lakhs (+0.66%)

Cash Volumes (INR in Cr.)	Yesterday	Day Before Yesterday
BSE Cash Vol. (Rs. in Cr)	3568.41	3636.79
NSE Cash Vol. (Rs. in Cr)	50,953.08	56,235.98
NSE Derivative Vol. (Rs. in Cr)	1,38,91,263.29	1,02,26,821

Derivatives Vol. (INR in Cr.)	No of contracts	Turnover (Rs. In cr.)
Index Future Volumes	2,10,523	20,958
Stock Future Volumes	6,49,657	44,959
Index Option Volumes	14,86,83,820	1,36,42,286
Stock Option Volumes	25,29,161	1,83,061
Total	15,20,73,161	1,38,91,263

Major Changes in Nifty Options (OI)

Calls	in lakhs (% Change)
18300	14.32 (-33%)
18400	13.93 (-30%)
18500	30.8 (-36%)

Puts	in lakhs (% Change)
18600	80.28 (+136%)
18700	15.49 (+52%)
18800	4.05 (+78%)

Stock	CMP	Support	Resistance	21 DMA	200 DMA	Intraday	Short Term	Long Term
ALUMINIUM 1	205	199	211	206	225	UP	UP	UP
COPPER 1	667	654	680	675	708	UP	DOWN	UP
COTTON 1	32790	32134	33446	32160	40575	UP	UP	DOWN
CRUDEOIL 1	6340	6213	6467	6946	7674	DOWN	DOWN	DOWN
GOLD 1	52173	51130	53216	51874	50880	UP	DOWN	UP
LEAD 1	190	185	196	183	182	UP	UP	UP
MENTHAOIL 1	950	931	969	971	1018	DOWN	DOWN	DOWN
NATURALGAS 1	590	578	601	524	550	UP	UP	UP
NICKEL 1	2186	2142	2230	1994	1859	UP	UP	UP
SILVER 1	60891	59673	62109	60845	60883	UP	UP	UP
		0	0					
GUARGUM5 1	12133	11890	12376	10515	10429	UP	DOWN	UP
GUARSEED10 1	5810	5694	5926	5282	5436	UP	DOWN	UP
JEERAUNJHA 1	24320	23834	24806	24396	22790	DOWN	DOWN	DOWN
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Contact:

Khandwala Securities Limited

Vikas Building,
Ground Floor,
Green Street, Fort,
Mumbai - 400 023, India.
022-40767373

C-8/9, Dr. Herekar Park,
Near Kamla Nehru Park,
Off Bhandarkar Road,
Pune - 411 004.
020-66220300

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