

For the day, all bullish eyes will be on the RBI's policy decision to be wired at 10:AM.

RBI's MPC is likely to suggest that there will be no change in policy rates. The street will also eye RBI Governor Shaktikanta Das commentary.

We will spy with one big eye on any hints if the RBI will cut rates before the Fed.

NIFTY (CMP 22514):

SUPPORT: 22339/22077



Daily Research Reports



Good Morning & Welcome to Friday's trading session at Dalal Street, dated April 5th 2024.

This Friday morning, the good news is that HDFC Bank's ADR was up 6.5% in overnight trade.

Well, HDFC Bank shares are in limelight after the bank reported a 26.4% year-on-year deposit growth compared to the previous quarter, when deposits grew by just 7.5%.

The street is hoping for better corporate results for the March quarter.

For the day, all bullish eyes will be on the Reserve Bank of India's (RBI's) policy decision.

RBI's MPC is likely to suggest that there will be no change in policy rates. The street will also eye RBI Governor Shaktikanta Das commentary.

We will spy with one big eye on any hints if the RBI will cut rates before the Fed.

Commanding attention will also be the US Nonfarm payrolls report to be wired this evening at 6PM IST.

Please note, the Federal Reserve's rate cut hopes primarily rest on this US jobs report.

The street also gears up to the upcoming earning season as TCS officially sets afire the ceremonial starters pistol for Q4 earning season on April 12th

Outlook on Friday: Nifty will aim to climb above 22630 mark.

This morning, Gift Nifty is smiling and showing signs of life.

The positive takeaway from the impressive rally is that bears are seen losing the battle.

Now, the two big headwinds for the day:

- 1) Both FIIs and DIIs were net sellers in yesterday's positive session.
- 2) Oil prices are trading firm at their 5-months highs at \$85 a barrel amid geopolitical concerns and prospects of higher demand.

Bottom-line: There is a bright possibility that Nifty could pop out of the gate as bears at the moment are lacking conviction.

INDICES

Nifty	22515	0.36%
Bank Nifty	48061	0.92%
Nifty Auto Index	21652	0.45%
Nifty FMCG Index	53634	-0.34%
Nifty Infra Index	8395	-0.62%
Nifty IT Index	35427	1.08%
Nifty Media Index	1924	-0.11%
Nifty Midcap Index	13941	-0.11%
Nifty Metal Index	8684	-0.08%
Nifty Pharma Index	19125	-0.15%
Nifty Reality Index	925	-0.04%
Nifty Smallcap Index	16219	0.45%
Sensex	74228	0.47%
SGX Nifty	22715	0.30%

Outlook for the Day

Consolidation day likely.

Nifty Outlook

Intraday	Positive (22400-22700)
Medium Term	Positive (21100-23000)
Long Term	Positive (20050-23500)

Key Levels to Watch

Nifty Support	22339/22077
Nifty Resistance	22621/23000

Pivot Level

Nifty	22701
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Technically, the line in the sand is at Nifty's support at 22077 mark.

STOCKS TO WATCH:

SECTORS:

Bullish Sectors: PSE, Metals, Banks, Auto

Bearish Sectors: FMCG.

BULLISH STOCKS: Ipca Laboratories, Kotak Mahindra Bank, LIC Housing Finance, Bandhan Bank, Hindustan Copper, Eicher Motors, Divis Laboratories, HDFC Bank, L&T Finance Holdings, Exide Industries

BEARISH STOCKS: Dalmia Bharat, Coromandel International, SAIL, Granules India, IndiaMART InterMESH, Vodafone Idea, DLF, Federal Bank, Hindustan Petroleum Corporation, Sun TV Network.

Our **chart of the day** bullish on stocks like EICHER MOTORS, CANARA BANK, IPCA LAB and M&M with an interweek perspective on any corrective declines.

The 1 stock to buy right now: Buy EICHER MOTORS (CMP 4014): Buy at CMP. Stop at 3823. Targets 4101/4201. Aggressive targets at 4551. (Intermonth Strategy). Rationale: Momentum Play.

FII/DII & OPTIONS DATA:

The Put-Call Open Interest Ratio was at 1.19 for Nifty.

In yesterday's trade, FIIs net sold to the tune of Rupees 1136 crores.

DIIs too sold to the tune of Rupees 893 crores.

The **Nifty options data** suggests Nifty is likely to be in a trading range of 21500-22700 zone. Maximum Call OI is at 22700 followed by 22500 strike prices. So, the 22700 mark is now Nifty's crucial resistance zone.

Maximum Put open interest stands at 22500 levels followed by 22400 levels. So, the 22000 mark is now Nifty's biggest support zone for the day.

Call writing was seen at 22700 and then at 23100 strike price, while there was meaningful Put writing at 22500 and then at 22400 strike prices.

INDIA VIX has dropped towards 11.22 levels.

Stocks banned in F&O segment: HINDCOPPER, SAIL, ZEE ENTERTAINMENT.

WHAT TECHNICALS TELLS US

Daily chart of Nifty:



Nifty: In yesterday's trading session, Nifty witnessed massive buying and the positive takeaway was that the bulls regrouped on any intraday declines.

Nifty's new all-time-high continues to be at 22619 mark.

In the process, Nifty formed a small-bullish spinning top candlestick pattern.

The technical landscape suggests Nifty's major support at 22339 mark. Interweek support seen at 22077 and then at 21770 mark.

Nifty's 200 DMA at 20479 mark.

Daily chart of Bank Nifty:



Bank Nifty: In yesterday's trading session, Bank Nifty too witnessed massive momentum buying on the way up and the positive takeaway was that the benchmark ended way above the dotted lines.

Bank Nifty was mostly seen mirroring benchmark Nifty's up move.

Bank Nifty ended with 0.92% gains as against Nifty's 0.36% gains.

Interestingly, in yesterday's trade, Nifty PSU Bank index ended 0.70% lower while Nifty Private Bank index ended 1.12% higher.

Bank Nifty's fresh new all-time-high continues to be at 48636.45 mark.

Intraday support for Bank Nifty now seen at 47600/46529 and then at 44831 on closing basis.

In today's trade, Bank Nifty is likely face resistance at 48636 mark and then hurdles are placed at 49500. Bank Nifty's 200-DMA is placed at 45473 mark.

ECONOMIC CUES:

Federal Reserve held interest rate steady at a 23-year high of 5.25%-5.5% for the fifth consecutive time.

Chair Jerome Powell's comments at the press conference suggested policymakers are not deterred by the strong labor market or recent higher-than-expected inflation.

He mentioned that strong hiring alone wouldn't delay rate cuts and noted easing in overall price growth.

GLOBAL STOCK MARKETS:

In yesterday's trade at Wall Street, U.S. stocks were gaining, after a shaky start to the week.

The 10-year Treasury yield was lower and oil prices were down.

Weekly jobless claims showed a higher-than-expected increase, highlighting a weakness in the labor market. But investors are focused on the U.S. jobs report Friday, which could feed into the Fed's thinking on rate cuts.

Several Fed officials are also due to give public remarks today, including regional Fed presidents Patrick Harker, Thomas Barkin, Austan Goolsbee, Loretta Mester, and Neel Kashkari.

RECAP OF PREVIOUS DAY'S TRADING SESSION:

Not only Nifty breaks 2-day losing streak, but also sets a new record high at 22619 mark!

NIFTY (+80, 22515) Sensex (+351, 74228) Bank Nifty (+437, 48061)

As robust buying was seen in Banking space in today's session, the benchmarks were able to set record highs despite miniscule participation from other sectoral indices.

Unlike yesterday, even the market breadth today tilted towards the bears' side.

In broader markets space, Nifty SmallCap index slightly outperformed, up 0.45%, but MidCap 50 underperformed, down 0.11%.

Long Story Short: Bulls back in the game ahead of RBI Policy outcome!

BUZZING STOCKS FOR THE DAY:

Top Index Gainers: HDFCBANK (+3.15%) TITAN (+1.95%) TECHM (+1.83%)

Top Index Losers: ONGC (-2.12%) ADANI PORTS (-2.00%) SHRIRAMFIN (-1.80%)

Adv-Dec 31—19

INDIA VIX 11.22 (-1.32%)

NIFTY PCR (10th APR) 1.02

NIFTY PCR (25th APR) 1.19

Nifty MidCap 50 (-0.11%, 13941)

Nifty SmallC (+0.45%, 16219)

BANK Nifty (+0.92%, 48061)

Nifty IT (+1.08%, 35427)

USD/INR (-0.05%, 83.50)

Market Summary:

- Nifty April Futures ended Thursday's session at a premium of +121 vs premium of +112.
- The 25th April expiry Put-Call Open Interest Ratio was at 1.20 for Nifty.
- The 25th April expiry Put-Call Volume Ratio was at 1.07 for the Nifty.
- For Nifty, Maximum Call Open Interest (OI) stands at 22500 Strike Price, followed by 23000 Strike Price for 25th April Series. Long Buildup was seen at strike prices 22500-23000.
- Maximum Put Open Interest (OI) was seen at strike price 22000 followed by 22500 strike prices for 25th April series. Short Buildup was seen at strike prices 22000-22600.
- For Bank Nifty, Maximum Call Open Interest (OI) stands at 48000 Strike Price and Maximum Put Open Interest stands at 48000 Strike Price.
- As per Thursday's provisional data available on the NSE, FII sold shares worth Rs. 1136.47 crores in the Indian Equity Market. DIIs too, sold shares worth Rs. 893.11 crores.
- Long Buildup: BANDHANBNK, CANBK, AXISBANK, IDFCFIRSTB.
- Short Buildup: DABUR, INDIAMART, GRASIM.
- Short Covering: INDHOTEL, ABCAPITAL, AUBANK.
- Long Unwinding: GRANULES, HAL, SRF, CONCOR.
- Stocks banned in F&O segment:** HINDCOPPER, SAIL, ZEEL.
- New in Ban: NIL.
- Out of Ban: NIL.

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

Nifty Spot	22514.65 (+0.36%)
Bank Nifty Spot	48060.80 (+0.92%)
VIX	11.22 (-1.32%)
Premium	+121 vs +112
Nifty Future OI	0.98 crores (-3.16%)
Bank Nifty Future OI	18.17 lakhs (-11.39%)

Cash Volumes (INR in Cr.)	Yesterday	Day Before Yesterday
BSE Cash Vol. (Rs. in Cr)	6941.97	6933.54
NSE Cash Vol. (Rs. in Cr)	113,884.78	107,960.11
NSE Derivative Vol. (Rs. in Cr)	8,182,907	7,827,001

Derivatives Vol. (INR in Cr.)	No of contracts	Turnover (Rs. In cr.)
Index Future Volumes	135,535	12,893
Stock Future Volumes	672,999	56,356
Index Option Volumes	75,903,731	8,017,452
Stock Option Volumes	1,088,574	96,206
Total	77,800,839	8,182,907

Major Changes in Nifty Options (OI)

Calls	in lakhs (% Change)
22600	0.22 (+22%)
22800	0.2 (+18%)
23000	0.62 (+9%)

Puts	in lakhs (% Change)
22500	0.73 (+16%)
22600	0.2 (+54%)
22700	0.05 (+67%)

Stock	CMP	Support	Resistance	21 DMA	200 DMA	Intraday	Short Term	Long Term
ALUMINIUM 1	223	216	229	204	202	UP	UP	UP
COPPER 1	803	787	819	746	722	UP	UP	UP
CRUDEOIL 1	7147	7004	7290	6669	6535	UP	UP	UP
GOLD 1	69750	68355	71145	65512	60893	UP	UP	UP
LEAD 1	186	180	192	178	183	UP	UP	UP
NATURALGAS 1	150	145	154	147	214	UP	UP	UP
NICKEL	1432	1403	1461	1634	1950	DOWN	DOWN	DOWN
SILVER 1	80095	78493	81697	74084	72266	UP	UP	UP
STEEL 1	43500	42630	44370	42176	44666	UP	UP	UP
ZINC 1	234	227	241	219	220	UP	UP	UP
CASTOR 1	6090	5968	6212	5833	5932	UP	UP	UP
DHANIYA 1	7880	7722	8038	7928	7257	DOWN	UP	UP
GUARGUM5 1	10446	10237	10655	10170	11145	UP	UP	DOWN
GUARSEED10 1	5260	5155	5365	5210	5580	UP	UP	DOWN
JEERAUNJHA 1	24480	23990	24970	25237	44583	DOWN	DOWN	DOWN
MENTHAOIL 1	923	904	941	927	922	UP	DOWN	UP
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