

Now, since the Fed insists that it will remain data dependent, all eyes will be on Friday's inflation report.

Fed's preferred core and headline March US PCE inflation report to be wired on Friday, April 26th at 6 PM IST.

All bullish eyes are now on the US GDP data to trickle in this Thursday, April 25th.



Daily Research Reports

Good Morning & Welcome to Thursday's trading session at Dalal Street, dated April 25th 2024.

Gifty Nifty treads water in early action.

Blame it on US Treasury yields which are on the rise. The 10-year Treasury yield have risen to as high as 4.657%.

Primarily concerns over the Federal Reserve's hawkish stance are seen weighing on our stock markets.

That brings us to our call of the day which suggests that any pauses or intraday corrective declines shall help refresh and strengthen the benchmark Nifty for the next big leg up.

Well, keeping Nifty's downside limited will be fall in oil prices towards \$82.50 a barrel as this also raises hopes of easing tensions in the Middle East.

Meanwhile, all eyes will be on Friday's inflation report. Fed's preferred core and headline March US PCE inflation report to be wired on Friday, April 26th at 6 PM IST

But before that, all eyes will be on the US GDP data to trickle in this Thursday, April 25th. The US economy is expected to grow 2.1% in Q1, a slowdown from 3.4% rate in Q4.

Bottom-line: The India VIX, the volatility index tumbling at 10.27 is likely to act as the biggest positive catalyst in the near term as indicates that investors may be hoping or expecting continuation of the current regime in the general elections.

Outlook on Thursday: Bullish consolidation shall prevail.

All eyes will be on Q4 earnings of:

Bajaj Finance

IndusInd Bank

Nestle India

Tech Mahindra

Vedanta,

ACC

LTTS

Coromandel International

Cyient

Glenmark Life Sciences

Laurus Labs

Mphasis

Zensar Technologies

INDICES

Nifty	22402	0.15%
Bank Nifty	48189	0.46%
Nifty Auto Index	21897	-0.08%
Nifty FMCG Index	53933	0.05%
Nifty Infra Index	8490	0.39%
Nifty IT Index	33443	-0.81%
Nifty Media Index	1880	-0.29%
Nifty Midcap Index	13902	0.88%
Nifty Metal Index	9140	2.69%
Nifty Pharma Index	18586	0.60%
Nifty Reality Index	966	0.89%
Nifty Smallcap Index	16747	0.36%
Sensex	73853	0.16%
SGX Nifty	22401	-0.09%

Outlook for the Day

Buy on dips

Nifty Outlook

Intraday	Positive (22250-22550)
Medium Term	Positive (21700-23000)
Long Term	Positive (20750-23500)

Key Levels to Watch

Nifty Support	22200/21709
Nifty Resistance	22550/22777

Pivot Level

Nifty	22701
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Meanwhile, the RBI has barred Kotak Mahindra Bank from onboarding new customers through its online and mobile banking channels and issuing fresh credit cards, citing supervisory concerns over its technology platforms. Technically, the immediate support for Kotak Bank is placed at 1779-1783 zone.

Hindustan Unilever has recorded standalone net profit at Rs 2,406 crore for quarter ended March FY24, falling 5.7% compared to year-ago period, impacted by weak topline as well as operating numbers.

Axis Bank reported standalone net profit at Rs 7,130 crore for March FY24 quarter, against loss of Rs 5,728.4 crore in corresponding period of last fiscal, despite elevated provisions for bad loans.

LTIMindtree has recorded consolidated net profit at Rs 1,100.7 crore for March FY24 quarter, declining 5.9% compared to previous quarter, with weak topline and operating numbers.

STOCKS TO WATCH:

SECTORS:

Bullish Sectors: AUTO, PSU BANKS, INFRA, METAL

Bearish Sectors: IT, MEDIA

BULLISH STOCKS (Long Build-up+ Short Covering): United Breweries, Steel Authority of India, Chambal Fertilisers and Chemicals, Eicher Motors, which included Voltas, L&T Technology Services, Dr Lal PathLabs, Bata India, and Hindustan Copper. A decrease in OI along with a price increase is an indication of short-covering.

BEARISH STOCKS (Long Unwinding + Short build-up): Apollo Tyres, Max Financial Services, Zee Entertainment Enterprises, Oberoi Realty, Coromandel International, ICICI Prudential Life Insurance Company, Tata Consumer Products, Atul, M&M Financial Service, Exide Industries.

Our **chart of the day** bullish on stocks like CUMMINS, DEEPAK NITRITE, SBI and COLPAL with an interweek/intermonth perspective on any corrective declines.

The 1 stock to buy right now: Buy CUMMINS (CMP 3244): Buy at CMP. Stop at 3097. Targets 3289/3339. Aggressive targets at 3489. (Interweek Strategy). Rationale: Momentum Play.

FII/DII & OPTIONS DATA:

The Put-Call Open Interest Ratio was at 1 for Nifty.

In yesterday's trade, FIIs turned out to be net sellers to the tune of Rupees 2512 crores.

DIIs however bought to the tune of Rupees 3810 crores.

The **Nifty options data** suggests Nifty is likely to be in a trading range of 21700-23000 zone. Maximum Call OI is at 23000 followed by 22500 strike prices. So, the 23000 mark is now Nifty's crucial resistance zone.

Maximum Put open interest stands at 22000 levels followed by 21500 levels. So, the 22000 mark is now Nifty's biggest support zone for the day on closing basis.

Call writing was seen at 22400 and then at 22800 strike price, while there was meaningful Put writing at 22100 and then at 22400 strike prices.

INDIA VIX has moved down towards 10.27 levels.

Stocks banned in F&O segment: ABFRL, IDEA, SAIL, ZEE ENTERTAINMENT

WHAT TECHNICALS TELLS US

Daily chart of Nifty:



Nifty: In yesterday's trading session, Nifty was seen trading with positive bias all-thru the session and the positive takeaway was that the benchmark ended way above the dotted lines for the 4th straight day.

In the process, Nifty formed a small bullish candle.

Nifty and Sensex new all-time-high continues to be at 22775.70 & 75124 respectively.

The technical landscape suggests Nifty's major support at 22200 mark. Interweek support seen at 22000 and then at 21710 mark.

Nifty's 200 DMA at 20687 mark.

Daily chart of Bank Nifty:



Bank Nifty: In yesterday's trading session, Bank Nifty too witnessed massive bullish consolidation and the positive takeaway was that the benchmark ended a tad above the dotted lines.

Bank Nifty was mostly seen mirroring benchmark Nifty's strength. Bank Nifty ended with 0.46% gains as against Nifty's 0.15% gains.

Interestingly, in Wednesday's trade, Nifty PSU Bank index ended 0.23% lower while Nifty Private Bank index ended 0.11% higher.

Bank Nifty, new all-time-high is at 49057.40 mark.

Intraday support for Bank Nifty now seen at 47611/47225 and then at 46011 on closing basis.

In today's trade, Bank Nifty is likely face resistance at 48301 mark and then hurdles are placed at 48600/49100. Bank Nifty's 200-DMA is placed at 45710 mark.

ECONOMIC CUES:

US Retail sales for March rose more than anticipated sending Treasury yields higher. The data suggest interest rates may stay steady for longer than some traders had hoped.

The U.S. Census Bureau said retail sales rose 0.7% on a monthly basis in March. February's figures were also revised higher. The report was the latest economic data that could push back potential interest rate cuts from the Federal Reserve.

GLOBAL STOCK MARKETS:

In Wednesday's trade at Wall Street, U.S. stocks were seen consolidating with slight negative bias.

But the positive takeaway was that the benchmark Nifty gained for a 4th session.

While the major indexes remain near all-time highs, stocks have endured volatility in recent weeks amid renewed geopolitical tensions in the Middle East and strong economic data that have raised fresh fears around inflationary pressures.

Investors remain focused on the outlook for inflation, interest rates, and Federal Reserve policy, with key economic data due this week that could shift the needle on rate expectations.

In the United States, this week, investors are gearing up for one of the busiest weeks on the earnings calendar, with anticipation building around Q1 of major tech titans like Alphabet, Microsoft, and Meta.

The coming days will see the release of first-quarter U.S. gross domestic product (GDP) data as well as the core personal-consumption expenditures (PCE) price index, which is the Fed's preferred measure of inflation.

RECAP OF PREVIOUS DAY'S TRADING SESSION:

NIFTY (+34, 22402)

Sensex (+114, 73853)

Bank Nifty (+219, 48189)

Nifty continues its winning streak for 4th day in a row fueled by positive overnight Wall Street cues

Interestingly, the broader markets outperformed the benchmarks in today's trade as Nifty Midcap 50 ended 0.88% higher while Nifty Smallcap Index ended even higher, up 0.36%.

India VIX ended a bit higher after falling for last few sessions but net net the market mood seemed positive.

Long story short: Bulls back in the game!

BUZZING STOCKS FOR THE DAY:

Top Index Gainers: HINDALCO (+3.96%) CIPLA (+3.92%) JSWSTEEL (+3.87%)

Top Index Losers: TATACONSUMER (-5.48%) GRASIM (-1.27%) BAJAJ-AUTO (-1.16%)

Adv-Dec 30—20

INDIA VIX 10.27 (+0.69%)

Nifty PCR 25th April (0.99)

Nifty MidCap 50 (+0.88%, 13902)

NiftySmallC (+0.36%, 16747)

BANK Nifty (+0.46%, 48189)

Nifty IT (-0.81%, 33443)

USD/INR (-0.04%, 83.31)

Market Summary:

- Nifty April Futures ended Wednesday's session at a premium of +18 vs discount of -13.
- The 25th April expiry Put-Call Open Interest Ratio was at 0.99 for Nifty.
- The 25th April expiry Put-Call Volume Ratio was at 1.02 for the Nifty.
- For Nifty, Maximum Call Open Interest (OI) stands at 22500 Strike Price, followed by 23000 Strike Price for 25th April Series. Short Buildup was seen at strike prices 22500-22900.
- Maximum Put Open Interest (OI) was seen at strike price 22000 followed by 22300 strike prices for 25th April series. Short Buildup was seen at strike prices 22000-22500.
- For Bank Nifty, Maximum Call Open Interest (OI) stands at 48200 Strike Price and Maximum Put Open Interest stands at 48200 Strike Price.
- As per Wednesday's provisional data available on the NSE, FII sold shares worth Rs. 2511.74 crores in the Indian Equity Market. DIIs on the other hand, bought shares worth Rs. 3809.90 crores.
- Long Buildup: BEL, NATIONALUM, ASHOKLEY.
- Short Buildup: TATACONSUM, MARUTI, BOSCHLTD, TECHM.
- Short Covering: HDFCBANK, GAIL, VEDL, AMBUJACEM.
- Long Unwinding: MOTHERSON, RELIANCE, CANBK.
- Stocks banned in F&O segment:** ABFRL, HINDCOPPER, SAIL.
- New in Ban: ABFRL, SAIL.
- Out of Ban: IDEA, ZEEL.

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

Nifty Spot	22402.40 (+0.15%)
Bank Nifty Spot	48189.00 (+0.46%)
VIX	10.27 (+0.69%)
Premium	+18 vs -13
Nifty Future OI	0.74 crores (-15.55%)
Bank Nifty Future OI	0.6 lakhs (-39.61%)

Cash Volumes (INR in Cr.)	Yesterday	Day Before Yesterday
BSE Cash Vol. (Rs. in Cr)	7021.24	7110.39
NSE Cash Vol. (Rs. in Cr)	103,160.74	106,029.20
NSE Derivative Vol. (Rs. in Cr)	6,185,228	4,841,321

Derivatives Vol. (INR in Cr.)	No of contracts	Turnover (Rs. In cr.)
Index Future Volumes	161,342	14,960
Stock Future Volumes	1,954,377	164,009
Index Option Volumes	75,046,921	5,960,572
Stock Option Volumes	510,845	45,687
Total	77,673,485	6,185,228

Major Changes in Nifty Options (OI)

Calls	in lakhs (% Change)
22500	2.55 (+37%)
22600	1.87 (+9%)
22700	1.97 (+30%)

Puts	
22300	1.76 (+25%)
22400	1.65 (+67%)
22500	0.79 (+34%)

Stock	CMP	Support	Resistance	21 DMA	200 DMA	Intraday	Short Term	Long Term
ALUMINIUM 1	242	235	250	221	204	UP	UP	UP
COPPER 1	845	828	862	796	729	UP	UP	UP
CRUDEOIL 1	6981	6841	7121	7013	6631	UP	DOWN	UP
GOLD 1	72806	71350	74262	69801	61851	UP	UP	UP
LEAD 1	190	184	195	183	183	UP	UP	UP
NATURALGAS 1	147	142	151	148	209	UP	DOWN	UP
NICKEL	1587	1556	1619	1634	1950	DOWN	DOWN	DOWN
SILVER 1	83507	81837	85177	79604	73168	UP	UP	UP
STEEL 1	40620	39808	41432	42080	44511	DOWN	DOWN	DOWN
ZINC 1	251	243	258	232	222	UP	UP	UP
		0	0					
CASTOR 1	5785	5669	5901	5944	5959	DOWN	DOWN	UP
DHANIYA 1	7308	7162	7454	7637	7349	DOWN	DOWN	DOWN
GUARGUM5 1	11143	10920	11366	10329	11112	UP	UP	UP
GUARSEED10 1	5497	5387	5607	5275	5579	UP	UP	UP
JEERAUNJHA 1	23920	23442	24398	23890	43080	DOWN	UP	DOWN
MENTHAOIL 1	894	876	912	916	921	DOWN	DOWN	UP
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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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