

**The benchmark Nifty is about to hit 25000 for the first time this Thursday, August 1st.**

**Yipeeee!**

All bullish eyes on Nifty's 25000 round-number party. Expect, champagne to be popped, the confetti, poppers popping, kazoos and cake are set to hunt for banner caps with 'Nifty 25000'

It's time to put the cherry on top of a banner: Nifty 25000 Day!



**Daily Research Reports**

## # Good Morning & Welcome to Thursday's trading session at Dalal Street, dated August 1st 2024.

# The Numbers are in and the verdict is out...

**# First, the Numbers:** As widely expected, the Federal Reserve held interest rate steady at a 23-year high of 5.25 to 5.50% for the 8th straight time.

The positive takeaway was that the Fed signalled that the 'First Cut Is Closer' as the past few months have shown easing inflationary pressures, while the labor market continues to cooled off.

Policymakers will get a look at both July and August inflation and jobs data.

**# The Verdict:** Wall Street's key indices jumped higher with joy amidst renewed enthusiasm from the Federal Reserve.

The positive takeaway was that Powell said Fed is prepared to respond quickly if inflation falls more quickly than expected — well, that should be too dovish to Nifty bulls too.

# Bottom-Line: Gift Nifty sticks to solid gains post Fed decision indicating Nifty's bullish action shall accelerate.

## Outlook on Thursday: Nifty 25000+

# The Good News: The benchmark Nifty is about to hit 25000 for the first time this Thursday, August 1st.

Yipeee!

All bullish eyes on Nifty's 25000 round-number party.

Expect, champagne to be popped, the confetti, poppers popping, kazoos and cake are set to hunt for banner caps with 'Nifty 25000'

It's time to put the cherry on top of a banner Nifty 25000 Day!

# Our call of the day suggests Nifty's 25000 record high is attention-grabbing, the number itself is a proud moment for many 'Indian Investors', as suggests 'Corporate India is in pretty good shape'.

# Q1 Results to trickle in today:

Thursday, August 1st: ABCAPITAL, ADANIENT, ADANI PORTS, DABUR, ESCORTS, ITC, SUNPHARMA, TATAMOTORS, ZOMATO.

### STOCKS TO WATCH:

#### # SECTORS:

# **Bullish Sectors:** AUTO, INFRA, OIL & GAS, PSE

# **Bearish Sectors:** REALITY

### INDICES

<b>Nifty</b>	24951	0.38%
<b>Bank Nifty</b>	51553	0.11%
<b>Nifty Auto Index</b>	26685	0.39%
<b>Nifty FMCG Index</b>	62082	0.43%
<b>Nifty Infra Index</b>	9499	0.59%
<b>Nifty IT Index</b>	40851	0.18%
<b>Nifty Media Index</b>	2150	1.07%
<b>Nifty Midcap Index</b>	16662	0.70%
<b>Nifty Metal Index</b>	9583	1.22%
<b>Nifty Pharma Index</b>	21777	1.10%
<b>Nifty Reality Index</b>	1094	-0.37%
<b>Nifty Smallcap Index</b>	19138	-0.36%
<b>Sensex</b>	81741	0.35%
<b>SGX Nifty</b>	25043	-0.03%

### Outlook for the Day

Overbought conditions prevail

### Nifty Outlook

<b>Intraday</b>	Positive (24800-25150)
<b>Medium Term</b>	Positive (23750-25500)
<b>Long Term</b>	Positive (22500-26000)

### Key Levels to Watch

<b>Nifty Support</b>	24832/24450
<b>Nifty Resistance</b>	25100/25501

### Pivot Level

<b>Nifty</b>	25301
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# **BULLISH STOCKS (Long Build-up+ Short Covering):** LARSEN, INDIAN HOTEL, NTPC, BALRAMPUR CHINNI, MARUTI, JSWSTEEL, HDFCLIFE, ASIANPAINTS, HEROMOTO CORP, SIEMENS, GMR INFRA, HINDALCO, SRF, DLF

# **BEARISH STOCKS (Long Unwinding + Short build-up):** BSOFT, INFY, INDIA MART, PVR INOX,

# Our **chart of the day** is bullish on M&M FINANCIAL, SIEMENS, HEROMOTO CORP, LARSEN and NTPC with an inter-month perspective as the stocks are signaling a massive breakout on the upside.

# **The 1 stock to buy right now:**

BUY SIEMENS (CMP 7133): Buy at CMP. Stop at 6903. Targets 7251/7445. Aggressive targets at 7969. (Intermonth Strategy).  
Rationale: Signaling a massive rebound on the upside. Momentum oscillators turning bullish.

#### **FII/DII & OPTIONS DATA:**

# The Put-Call Open Interest Ratio was at 1.49 for Nifty.

# In yesterday's trade, FIIs turned out to be net sellers to the tune of Rupees 3462 crores while DIIs were net buyers to the tune of Rupees 3367 crores.

The Nifty options data suggests Nifty is likely to be in a trading range of 23500-25000. Maximum Call Open Interest (OI) stands at 24500 Strike Price, followed by 26000 Strike Price for 29th August Series. Short Buildup was seen at strike prices 24800-25100.

Maximum Put Open Interest (OI) was seen at strike price 24000 followed by 24500 strike prices for 29th August Series.

Call writing was seen at 24800 and then at 24900 strike price, while there was meaningful Put writing at 24400 and then at 24300 strike prices.

# **Stocks banned in F&O segment:** GRANNULES, INDIA CEMENT

## WHAT TECHNICALS TELLS US

### Daily chart of Nifty:



**# Nifty:** In yesterday's trading session, Nifty witnessed massive strength on the upside and the positive takeaway was that Nifty ended on a buoyant note.

Nifty's all-time-high continues to be at 24999.75 mark.

The positive takeaway was that the bulls aimed at hitting Nifty's psychological 25000 mark.

Technically, overbought technical conditions prevail.

The technical landscape suggests Nifty's major support at 24774/24651 mark. Interweek support seen at 24201 mark.

Nifty's hurdles seen at 25150 mark and then at 25500 mark.

Nifty's 200 DMA at 21959 mark.

### Daily chart of Bank Nifty:



**# Bank Nifty:** In yesterday's trading session, Bank Nifty was mostly seen trading with positive bias and the bullish takeaway was that Bank Nifty ended above the dotted lines.

Technically, overbought technical conditions prevail.

Bank Nifty's new all-time-high now at 53357.70 mark.

Bank Nifty was slightly seen mildly underperforming Nifty's flat close. Bank Nifty ended with 0.11% gains as against Nifty's 0.38% gains.

Interestingly, in Wednesday's trade, Nifty PSU Bank index ended 0.43% lower while Nifty Private Bank index ended 0.15% higher.

Intraday support for Bank Nifty now seen at 51006/50436 mark and then at 48913 mark on closing basis.

In today's trade, Bank Nifty is likely to face resistance only at 52351/53357 mark. Bank Nifty's 200-DMA is placed at 47528 mark.

**ECONOMIC CUES:**

# The positive catalysts from the Union Budget:

- 1) Aims to maintain fiscal discipline with a targeted fiscal deficit of 4.9%, which is commendable.
- 2) The allocation of Rs 2.66 lakh crore for rural development will significantly boost economic activity, create job opportunities, and improve rural living standards and incomes.
- 3) The biggest positive takeaway was that the Govt to spend Rs 11.11 trillion for infrastructure spending/capex in FY25 (3.4% of GDP).

**GLOBAL STOCK MARKETS:**

Wall Street rallied hard in Wednesday's trade after the Federal Reserve kept interest rates steady. Its statement suggested a cut is closer. Interestingly, US stock markets were staging an exciting rally before the decision, despite a somewhat disappointing start to Big Tech earnings reports.

Advanced Micro Devices was leading a chip stock rally after it raised its expectations for full-year AI GPU revenue.

The Fed's policy committee kept rates steady at its July meeting. But Powell said a rate cut in September could be on the table as soon as the Federal Open Market Committee's September meeting. He added the Fed has made no decision on future meetings.

"I can imagine the scenario in which there would be everything from zero cuts to several cuts, depending on the way the economy evolves," Powell said. "I wouldn't want to lay out a baseline path for you there today. I've said what I can say about September."

**RECAP OF PREVIOUS DAY'S TRADING SESSION:**

NIFTY (+94, 24951)

Sensex (+286, 81741)

Bank Nifty (+54, 51553)

Nifty ends at day high on hopes that Powell will indicate inflation in US is heading to 2% and most probably, a 'soft landing' for the US economy quite likely.

**# Sentimental Overview:**

Hopefully, Nifty 25,000 tomorrow!

We say so because bullish traders expect this evenings FOMC meeting will lay the groundwork for a September rate cut.

Digging deeper, as Nifty approaches the 25,000 milestone, everyone seems to be suddenly fascinated with the figure.

Investors who rarely ask if the market is up or down want to know if the Nifty will cross this big 25000 milestone.

Obviously, conquering round number indicates optimism than a precise number of todays closing at 24951 mark.

**# Technical Overview:**

Nifty spectacular rally suggests Nifty's immediate goalpost at 25000 milestone is a done deal.

The positive takeaway is that even the most aggressive bulls are rushing to revise their Nifty's yearly targets higher to 26000 for a market that keeps raging on a higher high/low pattern.

The line in the sand is at Nifty's make-or-break support at 24773 mark.

On the downside, Nifty's biggest support exists at its 200 DMA at 21959 mark.

#### # Outperforming Nifty Sectors:

Nifty METAL (+1.41%)

Nifty PHARMA (+1.07%)

Nifty MEDIA (+0.83%)

Nifty INFRA (+0.72%)

Nifty FMCG (+0.50%)

#### # Underperforming Nifty Sectors:

NIFTY REALITY (-0.26%)

Nifty PSU BANNKS (-0.31%)

#### # Buzzing stocks:

- 1) Shares of life insurance companies were in limelight after Union Minister for Road Transport and Highways, Nitin Gadkari, requested Finance Minister Nirmala Sitharaman to remove the 18% GST on life and medical insurance premiums.

HDFC Life (+2.80%)

SBI Life (1.97%)

- 2) Maruti (+3.89%, 13373) zooms higher to uncharted territory after its Q1 FY25 net profit jumps 47% to Rs 3,650 crore, mainly as softer raw material prices boosted margins. Revenue for the quarter rose 10%.

#### # Bulls of the day:

MARUTI (+3.89%)

JSWSTEEL (+3.43%)

HDFCLIFE (+2.80%)

ASIANPAINTS (+2.74%)

NTPC (+2.19%)

#### # Bears of the day:

BRITANNIA (-0.72%)

DRREDDY'S (-0.71%)

APOLLOHOSP (-0.65%)

TATACONSUM (-0.58%)

RELIANCE (-0.57%)

## Market Summary:

- Nifty August Futures ended Wednesday's session at a premium of +80 vs premium of +86.
- The 29th August expiry Put-Call Open Interest Ratio was at 1.49 for Nifty.
- The 29th August expiry Put-Call Volume Ratio was at 1.29 for the Nifty.
- For Nifty, Maximum Call Open Interest (OI) stands at 26000 Strike Price, followed by 25500 Strike Price for 29th August Series. Short Covering was seen at strike prices 24200-25000.
- Maximum Put Open Interest (OI) was seen at strike price 24500 followed by 24000 strike prices for 29th August series. Long Unwinding was seen at strike prices 23300-23600.
- For Bank Nifty, Maximum Call Open Interest (OI) stands at 53000 Strike Price and Maximum Put Open Interest stands at 50000 Strike Price.
- As per Wednesday's provisional data available on the NSE, FIIs sold shares worth Rs. 3462.36 crores in the Indian Equity Market. DIIs on the other hand, bought shares worth Rs. 3366.51 crores.
- Long Buildup: GMRINFRA, TATAPOWER, GODREJPROP, L&T
- Short Buildup: INDIAMART, OFSS, JKCEMENT
- Short Covering: CHOLAFIN, MUTHOOTFIN, MOTHERSON
- Long Unwinding: IOC, LICHSGFIN, BAJFINANCE
- Stocks banned in F&O Segment: GRANULES, INDIACEM
- New in Ban: GRANULES.
- Out of Ban: NIL.

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

<b>Nifty Spot</b>	24951.15 (+0.38%)
<b>Bank Nifty Spot</b>	51553.40 (+0.11%)
<b>VIX</b>	13.25 (+2.87%)
<b>Premium</b>	+80 vs +86
<b>Nifty Future OI</b>	1.54 crores (+4.71%)
<b>Bank Nifty Future OI</b>	24.39 lakhs (+22.48%)

<b>Cash Volumes (INR in Cr.)</b>	<b>Yesterday</b>	<b>Day Before Yesterday</b>
<b>BSE Cash Vol. (Rs. in Cr)</b>	8737.47	12376.91
<b>NSE Cash Vol. (Rs. in Cr)</b>	1,36,355.73	1,36,558.11
<b>NSE Derivative Vol. (Rs. in Cr)</b>	75,49,222	64,58,537

<b>Derivatives Vol. (INR in Cr.)</b>	<b>No of contracts</b>	<b>Turnover (Rs. In cr.)</b>
<b>Index Future Volumes</b>	91,717	6,369
<b>Stock Future Volumes</b>	7,81,423	63,965
<b>Index Option Volumes</b>	9,99,83,738	73,98,267
<b>Stock Option Volumes</b>	9,65,064	80,621
<b>Total</b>	10,18,21,942	75,49,222

## Major Changes in Nifty Options (OI)

<b>Calls</b>	<b>in lakhs (% Change)</b>
24600	0.29 (-9%)
24700	0.2 (-9%)
24800	0.35 (-15%)
<b>Puts</b>	
24800	0.6 (+3%)
24900	0.44 (+19%)
25000	0.98 (+13%)





Stock	CMP	Support	Resistance	21 DMA	200 DMA	Intraday	Short Term	Long Term
ALUMINIUM 1	210	204	217	225	215	DOWN	DOWN	DOWN
COPPER 1	808	792	824	841	777	DOWN	UP	DOWN
CRUDEOIL 1	6528	6397	6659	6801	6542	DOWN	DOWN	DOWN
GOLD 1	69021	67641	70401	71974	66434	DOWN	DOWN	DOWN
LEAD 1	207	201	213	190	185	UP	UP	UP
NATURALGAS 1	172	167	177	190	200	DOWN	DOWN	DOWN
NICKEL	1476	1447	1506	1634	1950	DOWN	DOWN	DOWN
SILVER 1	83600	81928	85272	89618	78776	DOWN	DOWN	DOWN
STEEL 1	575	563	586	42125	44492	DOWN	DOWN	DOWN
ZINC 1	2571	2520	2622	268	237	UP	UP	UP
		0	0					
CASTOR 1	6165	6042	6288	6007	5858	UP	UP	UP
DHANIYA 1	7242	7097	7387	7213	7432	DOWN	UP	UP
GUARGUM5 1	11207	10983	11431	10549	10820	UP	UP	UP
GUARSEED10 1	5659	5546	5772	5403	5444	UP	UP	UP
JEERAUNJHA 1	26840	26303	27377	27615	32873	DOWN	DOWN	UP
MENTHAOIL 1	955	936	974	945	923	DOWN	UP	UP
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