

An up-and-down session is quite likely.

Technically, confirmation of strength only above Nifty all-time-high at 25333.65 mark.

Investors will be looking to the release of US consumer inflation data on Wednesday, with producer-price numbers following on Thursday, to gauge how fast the Federal Reserve is set to bring down interest rates.



Daily Research Reports

Good Morning & Welcome to Wednesday's trading session at Dalal Street, dated September 11th 2024.

Gift Nifty is treading water in premarket trading.

Blame it on weak overnight Wall Street cues.

This time 'Red Flags' were raised by:

- 1) US Banking stocks fell hard after Ally Financial said that consumer are under stress.
- 2) Goldman Sachs CEO too flagged a decline in trading revenue.

That said there are two big positive catalysts:

- 1) WTI oil prices tumble towards \$65.75 a barrel.
- 2) FIIs turned out to be big buyers in yesterday's positive session.

Investors will be looking to the release of US consumer inflation data on Wednesday, with producer-price numbers following on Thursday, to gauge how fast the Federal Reserve is set to bring down interest rates.

Fed-funds futures now see a 73% chance of a 25-basis point cut at the Federal Open Market Committee's September meeting, according to the CME FedWatch tool.

Bottom-line: An up-and-down session is quite likely.

Outlook on Wednesday: An up-and-down session is likely.

If there's a big lesson from yesterday's bullish ructions at Dalal Street then worries about growth and economic slowdown in the US are overblown, the economy is unlikely to fall off the cliff.

That said, technically, confirmation of strength only above Nifty all-time-high at 25333.65 mark.

Now, the three stocks which are on the front pages and catching attention:

- 1) Suzlon Energy is in limelight as the firm secured a 1,166 MW project in Gujarat with NTPC Green Energy Limited. This deal involves installing 370 wind turbines and is a key part of NTPC's goal to add 60 GW of renewable energy capacity by 2032. Suzlon's order book now stands at nearly 5 GW.
- 2) Tata Power too was in limelight, in yesterday's trade, up 6.9% on reports that TP Solar Ltd, a subsidiary of Tata Power Renewable Energy Ltd (TPREL) has commenced commercial production at its 2GW solar cell line in the state-of-the-art manufacturing facility in Tirunelveli, Tamil Nadu.

INDICES

Nifty	25041	0.42%
Bank Nifty	51272	0.30%
Nifty Auto Index	25556	0.24%
Nifty FMCG Index	64585	0.18%
Nifty Infra Index	9236	0.89%
Nifty IT Index	42644	1.73%
Nifty Media Index	2107	2.69%
Nifty Midcap Index	16563	1.43%
Nifty Metal Index	9156	0.63%
Nifty Pharma Index	23257	1.08%
Nifty Reality Index	1039	0.88%
Nifty Smallcap Index	19317	1.15%
Sensex	81921	0.44%
SGX Nifty	25048	-0.27%

Outlook for the Day

Volatile session likely.

Nifty Outlook

Intraday	Positive (24850-25150)
Medium Term	Positive (24300-25500)
Long Term	Positive (23700-26300)

Key Levels to Watch

Nifty Support	24753/24631
Nifty Resistance	25335/26000

Pivot Level

Nifty	24551
--------------	-------

- 3) Tata Motors on September 10 announced massive cuts in the price of its electric vehicles portfolio as part of its 'festival of cars' campaign. The offer will be valid till October 31, the domestic carmaker said in a statement.

The automobile firm has reduced the price of Tata Tiago by Rs 40,000, Tata Punch by up to Rs 1.2 lakh and Tata Nexon by up to Rs 3 lakh, according to reports.

STOCKS TO WATCH:

SECTORS:

Bullish Sectors: PHARMA, FMCG,

Bearish Sectors: METAL, PSU BANKS

BULLISH STOCKS (Long Build-up+ Short Covering): BERGER PAINT, BRITANNIA, GODREJ CP, DMART, PI INDUSTRIES, COLPAL, ACC, BIOCON, SYNGENE, TVS MOTORS.

BEARISH STOCKS (Long Unwinding + Short build-up): SAIL, ZYDUS LIFE, DR REDDYS LAB, INDUS TOWER.

Our **chart of the day** is bullish on BERGER PAINTS, GODREJ CP, SYNGENE INTERNATIONAL and BRITANNIA on any intraday weakness with an interweek perspective.

The 1 Stock to Buy Right Now:

Buy SYNGENE INTERNATIONAL (CMP 929): Buy between 900-910 zone. Stop at 871. Targets 947/973. Aggressive targets at 1001. (Intermonth Strategy). Rationale: Higher high/low. Momentum oscillators bullish.

FII/DII & OPTIONS DATA:

The Put-Call Open Interest Ratio was at 1.54 for Nifty.

In yesterday's trade, FIIs turned out to be net buyers to the tune of Rupees 2208 crores while DIIs sold to the tune of Rupees 275 crores.

The Nifty options data suggests Nifty is likely to be in a trading range of 24700-26000 zone. Maximum Call OI is at 26000 followed by 25300 strike prices. So, the 25500 mark is now Nifty's major resistance zone on closing basis.

Maximum Put open interest stands at 25000 levels followed by 24000 levels.

Call writing was seen at 25300 and then at 25500 strike price, while there was meaningful Put writing at 24500 and then at 24300 strike prices.

Stocks banned in F&O segment: ABFRL, Balrampur Chini, Bandhan Bank, Biocon, Chambal Fert, Hindustan Copper, RBL BANK

WHAT TECHNICALS TELLS US

Daily chart of Nifty:



Nifty: In yesterday's trade, Nifty did open on a positive note and the bullish takeaway was that the momentum buying continued all thru the trading session and most importantly, the winning streak continued for the second day in the row.

Nifty ended on a bullish note and in the process formed a bullish candle on the daily charts indicating a bullish bias.

Nifty's all-time-high now is at 25333.65 mark.

The technical landscape suggests Nifty's major support at 24753/24411 mark. Intermonth support seen at 23907 mark.

Nifty's hurdles seen at 25335/25750 mark and then at 26000 mark.

Nifty's 200 DMA at 22700 mark.

Daily chart of Bank Nifty:



Bank Nifty: In yesterday's trading session, Bank Nifty was seen trading with positive bias and most importantly, Bank Nifty ended on a positive note and ended well above the dotted line.

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

Bank Nifty was seen mildly underperforming benchmark Nifty. Bank Nifty ended with 0.30% gains as against Nifty's 0.42% losses.

Interestingly, in Tuesday's trade, Nifty PSU Bank index 0.05% lower while Nifty Private Bank index ended 0.42% higher.

Intraday support for Bank Nifty now seen at 50369/49653 mark and then at 48500 mark on closing basis.

In today's trade, Bank Nifty is likely to face resistance only at 51755/52357 mark. Bank Nifty's 200-DMA is placed at 48536 mark.

ECONOMIC CUES:

All eyes will be on the US economic data that will have major implications for how the Federal Reserve moves forward with interest-rate cuts—and whether the economy is still heading for a soft landing.

India's GDP growth slowed to 5-quarter low of 6.7% in Q1FY25. "Slight slowdown in GDP was anticipated due to elections," said V Anantha Nageswaran, chief economic advisor.

GLOBAL STOCK MARKETS:

Wall Street traded volatile in yesterday's trade with the S&P 500 swinging around the flatline, the Dow Jones trading with negative bias and Nasdaq aiming to trade above the dotted lines

Commanding attention will be inflation data will be high on the agenda this week with the consumer price index for August due Wednesday and producer price data out on Thursday.

RECAP OF PREVIOUS DAY'S TRADING SESSION:

NIFTY (+105, 25041)

Sensex (+362, 81921)

Bank Nifty (+155, 51272)

Smooth sailing at Dalal Street as Nifty shoots higher out of the gate and rallies into the close after bargain hunters swoop-in.

Nifty back above psychological 25000 mark. Nifty Mid-cap and Small-cap indices gain 1.2% each.

Buzzing stocks:

- 4) Suzlon Energy climbs 5% after the firm secured a 1,166 MW project in Gujarat with NTPC Green Energy Limited. This deal involves installing 370 wind turbines and is a key part of NTPC's goal to add 60 GW of renewable energy capacity by 2032. Suzlon's order book now stands at nearly 5 GW.
- 5) Tata Power was in limelight, up 6.9% on reports that TP Solar Ltd, a subsidiary of Tata Power Renewable Energy Ltd (TPREL) on Monday (September 9) said it has commenced commercial production at its 2GW solar cell line in the state-of-the-art manufacturing facility in Tirunelveli, Tamil Nadu.

The development is expected to boost domestic manufacturing of cells and modules needed to convert sunlight into electricity.

Sentimental Overview:

If there's a big lesson from today's ructions at Dalal Street then worries about growth and economic slowdown in the US are overblown, the economy is unlikely to fall off the cliff.

The Positive catalyst: There is a bright chance that the Federal Reserve succeeds in bringing inflation to heel without crashing the economy.

Now, before the September 18th Fed meet, bullish traders will have to brace with two inflation reports.

So, on the economic front, the consumer price index for August due Wednesday and producer price data out on Thursday.

Focus will be on the presidential debate between Democratic nominee Kamala Harris and Republican candidate and former President Donald Trump on Tuesday.

Technical Overview:

The Good News:

- 1) The benchmark Nifty's rebound still has fuel.
- 2) Nifty sticking to rebound gains clearly suggests 'lack of bearish conviction'.

That said, confirmation of strength only above Nifty all-time-high at 25333.65 mark.

Outperforming Nifty Sectors:

NIFTY MEDIA (+2.69%)

NIFTY IT (+1.73%)

NIFTY PHARMA (+1.08%)

Underperforming Nifty Sectors:

NIFTY OIL & GAS (-1.18%)

NIFTY PSU BANKS (-0.05%)

(Source NSSEINDIA.com)

Bulls of the day:

DIVISLABS (+5.23%)

LTIM (+3.02%)

NTPC (+2.39%)

BHARTIARTL (+2.23%)

WIPRO (+2.02%)

Bears of the day:

HDFCLIFE (-4.40%)

SBILIFE (-2.46%)

SHRIRAMFIN (-1.80%)

BAJAJFINSV (-1.75%)

BAJFINANCE (-1.41%)

(Source NSSEINDIA.com)

Market Summary:

- Nifty September Futures ended Tuesday's session at a premium of +56 vs premium of +57.
- The 26th September expiry Put-Call Open Interest Ratio was at 1.54 for Nifty.
- The 26th September expiry Put-Call Volume Ratio was at 1.23 for the Nifty.
- For Nifty, Maximum Call Open Interest (OI) stands at 25000 Strike Price, followed by 26000 Strike Price for 26th September Series. Short Covering was seen at strike prices 24800-25500.
- Maximum Put Open Interest (OI) was seen at strike price 25000 followed by 24500 strike prices for 26th September series. Short Buildup was seen at strike prices 25000-25500.
- For Bank Nifty, Maximum Call Open Interest (OI) stands at 52000 Strike Price and Maximum Put Open Interest stands at 52000 Strike Price.
- As per Tuesday's provisional data available on the NSE, FIIs bought shares worth Rs. 2208.23 crores in the Indian Equity Market. DIIs on the other hand, sold shares worth Rs. 275.37 crores.
- Long Buildup: GMRINFRA, TCS, COFORGE, BALKRISHIND
- Short Buildup: HDFCLIFE, SHRIRAMFIN, ICICIGI
- Short Covering: BEL, MARICO, JINDALSTEL, EXIDEIND
- Long Unwinding: CHOLAFIN, SBILIFE, LALPATHLAB
- Stocks banned in F&O Segment: ABFRL, BALRAMCHIN, BANDHANBNK, BIOCON, CHAMBALFERT, HINDCOPPER, RBLBANK**
- New in Ban: NIL
- Out of Ban: NIL.

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

Nifty Spot	25041.10 (+0.42%)
Bank Nifty Spot	51272.30 (+0.30%)
VIX	13.36 (-6.18%)
Premium	+56 vs +57
Nifty Future OI	1.34 crores (-6.26%)
Bank Nifty Future OI	23.94 lakhs (-0.07%)

Cash Volumes (INR in Cr.)	Yesterday	Day Before Yesterday
BSE Cash Vol. (Rs. in Cr)	6896.37	7540.59
NSE Cash Vol. (Rs. in Cr)	1,07,403.44	1,06,251.49
NSE Derivative Vol. (Rs. in Cr)	66,30,175	41,61,959

Derivatives Vol. (INR in Cr.)	No of contracts	Turnover (Rs. In cr.)
Index Future Volumes	73,379	4,897
Stock Future Volumes	6,52,450	52,105
Index Option Volumes	10,22,90,204	64,87,134
Stock Option Volumes	10,75,230	86,038
Total	10,40,91,263	66,30,175

Major Changes in Nifty Options (OI)

Calls	in lakhs (% Change)
24800	0.29 (-15%)
24900	0.29 (-19%)
25000	2.25 (-3%)
Puts	
24600	0.55 (-24%)
24700	0.39 (+15%)
24800	0.91 (-4%)

Stock	CMP	Support	Resistance	21 DMA	200 DMA	Intraday	Short Term	Long Term
ALUMINIUM 1	221	214	227	223	217	DOWN	DOWN	UP
COPPER 1	785	769	801	794	789	DOWN	DOWN	DOWN
CRUDEOIL 1	5530	5419	5641	6244	6484	DOWN	DOWN	DOWN
GOLD 1	71903	70465	73341	71343	67899	UP	UP	DOWN
LEAD 1	181	176	186	186	186	DOWN	DOWN	DOWN
NATURALGAS 1	188	183	194	180	188	UP	UP	DOWN
NICKEL	1366	1339	1394	1634	1950	DOWN	DOWN	DOWN
SILVER 1	83700	82026	85374	83082	80310	DOWN	UP	DOWN
STEEL 1	576	564	587	42125	44492	DOWN	DOWN	DOWN
ZINC 1	255	247	262	263	242	DOWN	DOWN	UP
		0	0					
CASTOR 1	6110	5988	6232	6148	5872	UP	DOWN	UP
DHANIYA 1	6700	6566	6834	6844	7430	DOWN	DOWN	DOWN
GUARGUM5 1	10350	10143	10557	10340	10621	DOWN	UP	UP
GUARSEED10 1	5255	5150	5360	5269	5394	DOWN	UP	UP
JEERAUNJHA 1	25490	24980	26000	26013	29069	DOWN	UP	DOWN
MENTHAOIL 1	945	926	964	969	930	UP	DOWN	UP
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-

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

DISCLAIMER: Further, this report is prepared under the collaborative effort between Firstcall Research and Khandwala Securities Limited under a knowledge sharing agreement, and the current report besides the exclusive disclosures from Firstcall Research will also have the following disclosures from Khandwala Securities Limited. This report is for the personal information of the authorized recipient and does not construe to be any investment, legal or taxation advice. Firstcall Research, and Khandwala Securities Limited (hereinafter referred to as "KSL") is not soliciting any action based upon it. Nothing in this research shall be construed as a solicitation to buy or sell any security or product, or to engage in or refrain from engaging in any such transaction. In preparing this research, we did not take into account the investment objectives, financial situation and particular needs of the reader.

This research has been prepared for the general use of the clients of Firstcall Research and KSL and must not be copied, either in whole or in part, or distributed or redistributed to any other person in any form. If you are not the intended recipient you must not use or disclose the information in this research in any way. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. Firstcall Research and KSL will not treat recipients as customers by virtue of their receiving this report. This report is not directed or intended for distribution to or use by any person or entity resident in a state, country or any jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject Firstcall Research and KSL & its group companies to registration or licensing requirements within such jurisdictions.

The report is based on the information obtained from sources believed to be reliable, but we do not make any representation or warranty that it is accurate, complete or up-to-date and it should not be relied upon as such. We accept no obligation to correct or update the information or opinions in it. Firstcall Research or KSL or any of its affiliates or employees shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. Firstcall Research or KSL or any of its affiliates or employees do not provide, at any time, any express or implied warranty of any kind, regarding any matter pertaining to this report, including without limitation the implied warranties of merchantability, fitness for a particular purpose, and non-infringement. The recipients of this report should rely on their own investigations.

This information is subject to change without any prior notice. Firstcall Research or KSL reserves its absolute discretion and right to make or refrain from making modifications and alterations to this statement from time to time. Nevertheless, Firstcall Research or KSL is committed to providing independent and transparent recommendations to its clients, and would be happy to provide information in response to specific client queries.

Before making an investment decision on the basis of this research, the reader needs to consider, with or without the assistance of an adviser, whether the advice is appropriate in light of their particular investment needs, objectives and financial circumstances. There are risks involved in securities trading. The price of securities can and does fluctuate, and an individual security may even become valueless. International investors are reminded of the additional risks inherent in international investments, such as currency fluctuations and international stock market or economic conditions, which may adversely affect the value of the investment. Opinions expressed are subject to change without any notice. Neither the company nor the director or the employees of Firstcall Research or KSL accept any liability whatsoever for any direct, indirect, consequential or other loss arising from any use of this research and/or further communication in relation to this research. Here it may be noted that neither KSL, nor its directors, employees, agents or representatives shall be liable for any damages whether direct or indirect, incidental, special or consequential including lost revenue or lost profit that may arise from or in connection with the use of the information contained in this report.

Copyright of this document vests exclusively with Khandwala Securities Limited.