

Equity Corner:

Constructive global cues helped Nifty 50 open 65 points higher thereafter it built into strength through the session ending with 82 points of gain. The gains were driven by index heavyweight Reliance +0.83%, Infosys +1.97% and Metal Stocks namely Hindalco +2.3% and Tata Steel +2.18%. Buying was observed across sectors. Profit booking in Hero Motors -2.45%, Ultratech -1.32%, Tata Motors -0.97% was a major negative contributor to Nifty. Market breadth was strong through the session at 1.5 Advances for every decline. NSE A/D ratio at close stood at 1255/817. FII's bought aggressively for 2nd day in running. FII's were net buyers in cash of ~Rs.1,997 crores while DIIs sold around Rs. 394.05 crores.

Derivative Corner:

FII's in May'23 series are adding on bullish positions incrementally. In Index futures they are now net long from net short and in stock futures additions were done to net longs. In stock futures about 19,014 net long contracts were added while in Index futures they added net long contracts to the tune of 21,716 taking the overall, net long positions to +3,466 contracts. They added around 29,996 contracts of net Long in Index Call option over Index Put option. While on writing side they did 97,782 contracts of net short in Index Call option over Index Put option. Overall, bullish built up.

Take on market's:

We expect continuity of upside trajectory for Indian market. Banking, NBFC's, Cement, Engineering, Capital Goods, Infra and select pharmaceutical stocks is likely to be key drivers while IT stocks are forming a base. Relative out performance of Indian markets vis-à-vis global peers is shaping up well. Incremental gaining strength in broader market is supportive of a bigger sustainable rally.

Participant wise Open Interest	02.05.23	28.04.23	02.05.23	28.04.23
Client Type	Net Position Index Futures	Net Position Index Futures	Net Position Stock Futures	Net Position Stock Futures
FII	3,466	-18,250	1,48,933	1,29,919
Pro	-666	2,558	1,04,084	1,13,746

Participant wise Open Interest	02.05.23	28.04.23	02.05.23	28.04.23
Client Type	Net Position Long Call - Put	Net Position Long Call - Put	Net Position Short Call - Put	Net Position Short Call - Put
FII	-98,436	-1,28,432	-29,686	-1,27,468
Pro	-80,855	-1,71,027	-1,62,107	-4,20,029

Commodity Corner	Currency/Per Unit	Price	Week on Week	MTD	YTD
Copper	USD/Lbs	3.8454	-0.16%	-0.89%	2.00%
Aluminium	USD/T	2361	1.09%	-0.16%	2.16%
Zinc	USD/T	2594	-0.23%	-2.16%	-13.62%
Tin	USD/T	26088	-1.90%	0.49%	4.25%
Rubber	USD Cents/Kg	134.4	-1.47%	-0.37%	1.43%
Coal	USD/T	187.55	-0.79%	-1.99%	-52.19%
Steel	CNY/T	3643	-5.33%	-0.05%	-9.21%
Gold	USD/t.0z	2018.08	1.42%	1.41%	10.52%
Crude Oil	USD/Bbl	71.748	-3.48%	-7.02%	-7.22%
Agriculture					
Cotton	USD/Lbs	80.65	2.92%	0.57%	-2.92%
Wheat	USD/Bu	594.12	-5.28%	-4.35%	-23.53%
Rice	USD/cwt	17.57	3.78%	1.31%	-4.53%
Sugar	USD/Lbs	25.14	-5.67%	-7.02%	27.59%

Indices	Close	Previous	Chg.%
Sensex	61354.71	61,112.4	0.40%
Nifty	18147.65	18,065.0	0.46%
BANK Nifty	43352.1	43,233.9	0.27%
DJIA (Dow)	33684.53	34,051.7	-1.08%
NASDAQ	12080.51	12,212.6	-1.08%
S&P 500	4119.58	4,167.9	-1.16%
DAX	15726.94	15,922.4	-1.23%
CAC 40	7383.2	7,491.5	-1.45%

Sector Index	Close	Previous close	Change %
PSU Bank	4184.1	4,167.7	0.39%
Nifty IT	28025	27,708.2	1.14%
Nifty FMCG	47750.2	47,814.1	-0.13%
Nifty Pharma	12590.3	12,614.0	-0.19%
Nifty Energy	24046.95	23,734.6	1.32%
Nifty Metal	5882	5,799.4	1.42%
Nifty Commodity	5845.25	5,781.7	1.10%
Nifty PSE	4758.6	4,683.2	1.61%

Bond Yields	Percentage
US 10 year	3.44%
US 2 year	3.97%
India 10 year	7.11%

FII Flows (Cash market - In Crores)		
Current	MTD	YTD
1,997.35	6587.8	-4651.07

Top 8 Nifty Gainers	Chg.%	Top 8 Nifty Losers	Chg.%
ONGC	3.37	HEROMOTOCO	-2.46
TECHM	2.86	SUNPHARMA	-1.54
HDFCLIFE	2.74	ULTRACEMCO	-1.30
NTPC	2.33	BHARTIARTL	-1.14
HINDALCO	2.27	KOTAKBANK	-0.99
TATASTEEL	2.27	BRITANNIA	-0.96
MARUTI	2.04	TATAMOTORS	-0.94
INFY	2.02	APOLLOHOSP	-0.70

Currencies	D/D	MTD	YTD
DXY	-0.19%	-0.91%	-2.45%
INR	0.00%	0.03%	-1.21%

What's in the news !

▲ Positive ■ Neutral ▼ Negative

- ▲ **Varun Beverages:** PAT increased by 61.8% to Rs. 4,385.7 million from Rs. 2,710.9 million in Q1 CY2022 driven by high growth in revenue from operations, improvement in margins, and transition to a lower tax rate in India. Gross margins improved by 89 bps to 52.4% from 51.5% in Q1 CY2023 driven by marginal savings in raw material prices and improved product mix. EBITDA margins improved by 172 bps to 20.5% in Q1 CY2023 driven by operational efficiencies on the back of strong revenue growth.
- ▲ **UCO Bank:** Public sector lender, UCO Bank registered a strong growth in earnings on a year-on-year basis for the fourth quarter of FY23. The bank's PAT came in at Rs. 581.24 crore in Q4FY23, registering a growth of 86.19% compared to Rs. 312.18 crore in the same period a year ago. Net interest income (NII) increased by 19.34% to Rs. 1,972.11 crore in the quarter as against Rs. 1,652.38 crore in Q4 of FY22.
- ▲ **Ambuja Cements:** Net Revenue was up 3% QoQ at Rs 4,256 crore (standalone). Cost reduction of Rs 228 per metric ton on sequential basis (QoQ) led to EBITDA jump to Rs 1,192 per metric ton from Rs 927 in Q3FY23. PAT rose to Rs 502 crore as compared to Rs 369 crore in Q3FY23. The company is Debt Free and improvement in Working Capital along with increase in Treasury Income (Rs 23 crore QoQ) augurs well for the company. The Board of Directors has recommended a dividend on equity shares of Rs 2.50 per share (125%).
- ▲ **Coal India:** Coal India Limited (CIL) began FY'24 on a high note with an impressive 31% growth in over burden removal (OBR) in April'23 compared to same month year ago. This helps in stepping up production in the upcoming monsoon months. The company also logged a whopping 44% y-o-y growth in supplies to non-regulated sector (NRS).
- **Mahindra & Mahindra:** Mahindra & Mahindra Ltd. (M&M Ltd.), one of India's leading automotive companies, today announced that its overall auto sales for the month of April 2023 stood at 62,294 vehicles +36% YoY. In the Utility Vehicles segment, Mahindra sold 34,694 vehicles in April 2023, despite disruptions in supply chain of Crash Sensors and Air Bag ECUs due to unavailability of semi-conductors. The Passenger Vehicles segment (which includes UVs, Cars and Vans) sold 34,698 vehicles in April 2023. Farm equipment sales dipped to 35,398 units in April'23 vis-à-vis 39,405 units in April'22. We maintain Neutral Rating.
- **Tata Steel:** Consolidated Revenues for FY2023 stood at Rs 2,43,353 crores and were broadly similar on YoY basis despite volatile operating environment across geographies. Consolidated EBITDA fell to Rs 32,698 crores (In FY'22 it was Rs. 63,490 crores), whereby EBITDA margin dropped to ~13% (from 26% in FY'22). Consolidated Profit after Tax for FY'23 stood at Rs 8,075 crores down from Rs. 41,749 crores. We maintain Neutral rating.
- ▼ **DCM Shriram:** Net Revenue for Q4 FY23 down 3% YoY at Rs 2,720 cr. PBDIT for Q4 FY23 down 44% YoY at Rs 372 cr. Chemicals down 53% at Rs 174 crores led by decline in product prices and continuing higher energy costs. One time -ve impact of Rs. 23 crs. on account of provision for Electricity duty on Auxiliary consumption in Rajasthan for prior periods.

Open Fundamental Calls (12 months)

Company Name	Entry Price*	Target	M to M	Potential return
Muthoot Finance	1091	1550	-6%	51%
Maruti Suzuki	8641	10629	2%	21%
Eicher Motors	3161	4375	6%	30%
Ashok Leyland	141	170	2%	18%

*Price at which call was generated

From Technical Analyst's Desk

NIFTY (18,148)

Support - 17,700
Resistance - 18,300

• Nifty had a strong close for the day and has breached the resistance of 18,100 and the trend is expected to continue towards next resistance at 18,300.

Recommendation	Trigger level	Target	Stoploss
Nifty Futures	Buy above 18,250	18,600	18,100

BANK NIFTY (43,352)

Support - 42,400
Resistance - 44,200

• Bank Nifty traded positive for the day and is trending towards the next resistance at 44,200.

Recommendation	Trigger level	Target	Stoploss
Bank Nifty Futures	Buy above 43,500	44,200	43,200

Options recommendation

Stock/Index	Recommendation	Type	Strike	Expiry	Premium	Target	Stop loss
JSW Steel	Buy	Call	750	25May, 2023	13.00	24.00	8.00
Bajaj Auto	Sell	Put	4,500	25May, 2023	95.00	60.00	110.00

Top Pick for the day

Company Name	Entry Price*	Target	Stop Loss	M to M	Potential Return
HDFC Life	540	590	515	1%	8%

Positional Calls (15 days)

Company Name	Entry Price*	Target	Stop Loss	M to M	Potential Return
Jubilant FoodWorks	458	120	105	1%	-74%
Apollo Tyres	346	375	332	0%	8%
Reliance Industries	2375	2500	2320	3%	2%
Bajaj Auto	4405	4650	4280	2%	3%
Balkrishna Industries	2080	2200	2020	2%	4%
Eicher Motors	3280	3450	3200	2%	3%

Futures Calls

Position	Company Name	Entry Price*	Target	Stop Loss	M to M	Potential Return
LONG	Tata Steel	110	120	105	1%	8%
LONG	Hero MotoCorp	2495	2600	2440	1%	4%
LONG	DLF	419	438	410	2%	3%
LONG	Bharat Forge	795	825	780	1%	3%

Pivot Table - NIFTY 50

Trading Guideline

- ❖ This model is based on the premise that the PIVOT is the most important price level that decides the intraday trend. Much like how the door or a window hangs by a hinge and sways in the wind, the intraday trend also hangs by this PIVOT LEVEL and swings because of the Demand supply, volatility and market sentiments prevailing in the market. Hence its importance in intraday trading.
- ❖ Wait for the market price to stabilize after opening the first 30 minutes of trading.
- ❖ Opening Price is considered around the close of the Previousday. Avoid BUYING if prices open abnormally high and avoid selling if prices open too low.
- ❖ If the market price is stable above the pivot level after 20-30 minutes of opening, then GO LONG and book profit near the resistant level (R1 & R2).
- ❖ If the market price is stable below the pivot level after 20-30 minutes of opening, then GO SHORT and book profit near the support level (S1 & S2)

Stop Loss

Since you are aware of the 'potential returns at the time of initiating an intraday trade (difference between the entry price and profit targets), you should set up an appropriate STOP LOSS around 1% above / below of the trade price or a level comfortable to you, to protect yourself if the market turns and goes against you.

Alternate Strategy

If you have already initiated a trade with clear-cut profit targets and a stop loss level, and find during the course of the trading day that the market turns and goes the other way and crosses the TREND LEVEL, then trade again: For instance, if your first trade was a LONG trade and the market price drops through the TREND LEVEL to lower price levels, then GO SHORT and if your first trade was a SHORT trade and the market price rises through the TREND LEVEL to higher price levels, then GO LONG.

S1, S2 are the immediate support levels.

R1, R2 are the immediate resistance levels.

	S1	S2	PIVOT	R1	R2
ADANIEMT	1896	1873	1931	1954	1989
ADANIPTS	675	667	680	688	694
APOLLOHSP	4466	4423	4519	4562	4616
ASIANPAINT	2882	2867	2908	2923	2949
AXISBANK	854	853	865	866	877
BAJAJ-AUTO	4391	4366	4449	4473	4531
BAJAJFINSV	1342	1332	1357	1367	1382
BAJFINANCE	6225	6170	6280	6335	6390
BHARTIARTL	790	780	798	808	817
BPCL	354	353	360	361	366
BRITANNIA	4501	4447	4553	4606	4659
CIPLA	901	896	911	916	926
COALINDIA	231	230	234	235	239
DIVISLAB	3248	3227	3266	3288	3306
DRREDDY	4902	4875	4931	4958	4986
EICHERMOT	3272	3269	3328	3331	3387
GRASIM	1706	1697	1725	1734	1753
HCLTECH	1059	1056	1067	1070	1078
HDFC	2762	2755	2783	2790	2811
HDFCBANK	1679	1672	1689	1696	1706
HDFCLIFE	522	517	534	538	550
HEROMOTOCO	2522	2457	2531	2596	2605
HINDALCO	430	428	440	442	452
HINDUNILVR	2443	2433	2461	2471	2489
ICICIBANK	914	913	920	921	927
INDUSINDBK	1147	1143	1154	1159	1166
INFY	1240	1235	1260	1265	1285
ITC	423	419	425	428	431
JSWSTEEL	716	713	731	734	749
KOTAKBANK	1914	1878	1926	1962	1973
LT	2343	2336	2380	2386	2423
M&M	1215	1205	1228	1239	1251
MARUTI	8479	8432	8653	8700	8874
NESTLEIND	21548	21397	21824	21975	22250
NTPC	170	170	173	174	177
ONGC	156	155	161	162	166
POWERGRID	236	236	238	239	241
RELIANCE	2412	2411	2429	2429	2446
SBILIFE	1133	1132	1146	1147	1160
SBIN	574	570	578	582	585
SUNPHARMA	978	965	984	997	1002
TATACONSUM	755	751	769	773	787
TATAMOTORS	480	473	482	490	492
TATASTEEL	107	106	109	109	112
TCS	3207	3196	3221	3232	3246
TECHM	1001	988	1033	1046	1079
TITAN	2622	2607	2648	2662	2688
ULTRACEMCO	7485	7392	7534	7627	7676
UPL	732	730	746	749	762
WIPRO	383	383	387	387	392



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