

Equity Corner:

Post a tentative opening market traded with firm bias though gains were restricted in the range of 0.2% to 0.4%, however last 40 mins of trade show decent profit taking whereby Nifty 50 lost around 55 points from top. Selling came primarily due to tepid global cues. US indices futures were trading with cuts of 0.5% to 0.7% at time our market shut shop. Buying traction was observed in Banks, Metals, Energy and FMCG stocks while IT stocks were a mixed bag largely flattish. Market breadth was skewed in favor of advancers. NSE A/D ratio at close stood at 1062/948. For 7th day in a row FII's were net sellers in cash ~Rs. -407.35 crores while DIIs bought ~Rs. 563.61 crores.

Derivative Corner:

FII's were busy unwinding their positions across the derivative chain though marginally in last session. Incremental net position in Index futures got in favour of longs by 5,895 contracts while that of stock futures by 21,113 contracts (net long). Activity in Index options saw more of longs in Index Call option extinguished over long in Index put option (Net ~42,891 contracts). Similarly unwinding in writing of Index Call and Put options observed 11,933 contracts of less call writing positions closed over puts. In net mixed data flow.

Take on market's:

We expect continuity of upside trajectory for Indian market. Banking, NBFC's, Automobiles, 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 beginning to shape up. Continuity of strength in broader market is pointing towards a bigger sustainable rally.

Participant wise Open Interest	25.04.23	24.04.23	25.04.23	24.04.23
Client Type	Net Position Index Futures	Net Position Index Futures	Net Position Stock Futures	Net Position Stock Futures
FII	-13,428	-19,323	1,57,269	1,36,156
Pro	-15,652	-20,105	85,306	91,862

Participant wise Open Interest	25.04.23	24.04.23	25.04.23	24.04.23
Client Type	Net Position Long Call - Put	Net Position Long Call - Put	Net Position Short Call - Put	Net Position Short Call - Put
FII	-1,17,671	-74,780	-24,478	-36,211
Pro	13,638	-82,931	-1,76,288	-4,47,457

Commodity Corner	Currency/Per Unit	Price	Week on Week	MTD	YTD
Copper	USD/Lbs	3.8796	-4.68%	-4.21%	2.91%
Aluminium	USD/T	2337	-4.10%	-2.52%	1.13%
Zinc	USD/T	2603	-9.33%	-11.36%	-13.32%
Tin	USD/T	26646	-2.63%	2.93%	6.48%
Rubber	USD Cents/Kg	137.3	-0.29%	1.42%	3.62%
Coal	USD/T	189.05	0.40%	-3.62%	-51.81%
Steel	CNY/T	3715	-5.95%	-9.49%	-7.42%
Gold	USD/t.0z	1998.23	0.28%	0.75%	9.43%
Crude Oil	USD/Bbl	77.373	-2.20%	-3.92%	0.05%
Agriculture					
Cotton	USD/Lbs	79.33	-5.26%	-4.18%	-4.51%
Wheat	USD/Bu	640.73	-5.98%	-7.71%	-17.53%
Rice	USD/cwt	16.825	-1.29%	-1.55%	-8.57%
Sugar	USD/Lbs	26.65	8.60%	18.81%	35.25%

Indices	Close	Previous	Chg.%
Sensex	60130.71	60,056.1	0.12%
Nifty	17769.25	17,743.4	0.15%
BANK Nifty	42678.5	42,635.8	0.10%
DJIA (Dow)	33530.83	33,875.4	-1.02%
NASDAQ	11799.16	12,037.2	-1.98%
S&P 500	4071.63	4,137.0	-1.58%
DAX	15872.13	15,864.0	0.05%
CAC 40	7531.61	7,573.9	-0.56%

Sector Index	Close	Previous close	Change %
PSU Bank	4036.35	3,984.2	1.31%
Nifty IT	26985.8	27,013.7	-0.10%
Nifty FMCG	47051.85	46,943.1	0.23%
Nifty Pharma	12456.6	12,454.4	0.02%
Nifty Energy	23385.75	23,207.4	0.77%
Nifty Metal	5738.25	5,703.3	0.61%
Nifty Commodity	5686.9	5,669.3	0.31%
Nifty PSE	4615.4	4,610.6	0.11%

Bond Yields	Percentage
US 10 year	3.40%
US 2 year	3.93%
India 10 year	7.11%

FII Flows (Cash market - In Crores)		
Current	MTD	YTD
-407.35	7920.39	-16863.27

Top 8 Nifty Gainers	Chg.%	Top 8 Nifty Losers	Chg.%
ADANIANT	2.54	HDFCLIFE	-3.43
BAJFINANCE	2.38	UPL	-1.96
BRITANNIA	2.30	HDFCBANK	-1.45
BAJAJFINSV	1.99	HDFC	-1.17
BHARTIARTL	1.64	TECHM	-0.81
INDUSINDBK	1.63	SUNPHARMA	-0.71
EICHERMOT	1.48	AXISBANK	-0.62
SBIN	1.22	TATAMOTORS	-0.57

Currencies	D/D	MTD	YTD
DXY	-0.1%	-1.1%	-2.60%
INR	0.1%	-0.1%	-0.92%

What's in the news !

▲ Positive ■ Neutral ▼ Negative

- ▲ **Bajaj Auto:** Reported numbers for Q4FY23 came in better than consensus estimates (Bloomberg). Revenue was up +11.96% at Rs.8,929 crores while net profit improved to Rs. 1,705 crores (+11.73%). Key highlight was EBITDA margin recovery (@19.3%) leading to +21.74% rise in EBITDA at Rs. 1,657 crores driven by better product mix and +10% plus rise in average selling price (QoQ). Dip in other income was responsible for a rather lower net growth at +11.73%. Management attributes the robust profit margin performance to the strong product mix favouring three-wheeler or 3W and premium segment bikes while guiding of a sober 6-8% recovery in domestic motorcycle demand in FY24F. On the exports front, it feels the bottom was formed in Feb 2023 and it is noticing a M/M improvement since Mar 2023. With retail sales being strong across markets, subject to improvement in availability of US dollars, it believes that exports are poised to surge in FY24F. The foray into Brazil has been encouraging as Dominar is commanding a three-month waiting period. In light of improving operating margins, better ASP led by better product mix, high return ratio's (ROE: 20.5%) and managements expectation of bottoming out of export market, we expect company to deliver 15% net profit growth in FY'24. Valuing the company at a PER of 20x FY24e per share target price comes at Rs.4900, implying an upside of 12.5% from CMP of 4343. Company has a potential to surprise positively on stock price valuation.
- ▲ **Nestle India:** Nestle India delivers highest profitability growth in a quarter over the last decade. It recorded double digit growth across all product groups. Revenue grew by 21.3% at Rs. 4,831 crores. Domestic sales grew by 21% YoY. While exports rose 24.9% YoY. Net Profit came in at +24.9% at Rs. 737 Crore. Sustainable sales growth and improvement in gross margins (which contracted by 150 bps YoY) remains a key monitorable. We believe the company is trading at higher end of valuation multiple.
- ▲ **Persistent Systems:** Persistent Systems Ltd.'s revenue topped the billion-dollar mark in 2022–23 amid flat margin growth. The Pune-based IT services firm saw its revenue rise 3.92% over the previous quarter to Rs 2,254.47 crore in the three months ended March 31. EBIT was up +4.02% at Rs 346.6 crore. EBIT margin came in at 15.37% versus 15.35%. Net profit was up +5.69% at Rs 251.5 crore. Overall, in line set of numbers.
- ▲ **Sun Pharmaceutical Industries:** Sun Pharmaceutical Industries Limited announced that one of its wholly-owned subsidiaries has launched a novel ophthalmology treatment, CEQUA®, in India for patients who have Dry Eye Disease (DED) with inflammation, a commonly occurring condition. CEQUA® is the first dry eye treatment available in India that is delivered with nanomicellar (NCELL®) * technology.
- ▲ **Zydus Lifesciences:** Zydus Lifesciences Limited (including its subsidiaries/affiliates, hereafter referred to as "Zydus") has received final approval from the United States Food and Drug Administration (USFDA) to manufacture and market Metronidazole Topical Cream, 0.75% (USRLD: MetroCream, 0.75%). Metronidazole is an antibiotic used on the skin to treat a certain skin disorder known as rosacea, a type of adult acne.

Open Fundamental Calls (12 months)

Company Name	Entry Price*	Target	M to M	Potential return
Muthoot Finance	1091	1550	-7%	52%
Maruti Suzuki	8641	10629	-2%	26%
Eicher Motors	3161	4375	2%	36%
Ashok Leyland	141	170	-1%	21%

*Price at which call was generated

From Technical Analyst's Desk

NIFTY (17,769)

 Support - 17,500
 Resistance - 18,100

• Nifty traded rangebound supported by banking stocks and continued its rally towards 18100

Recommendation	Trigger level	Target	Stoploss
Nifty Futures	Buy above 17850	18100	17700

BANK NIFTY (42,679)

 Support - 41,700
 Resistance - 43,500

• Bank Nifty traded rangebound and is expected to trend towards 43,500

Recommendation	Trigger level	Target	Stoploss
Bank Nifty Futures	Buy above 42900	43500	42500

Options recommendation

Stock/Index	Recommendation	Type	Strike	Expiry	Premium	Target	Stop loss
Hindalco	Buy	Call	425	27Apr, 2023	3.80	7.0	2.50
ICICI Bank	Sell	Put	910	27Apr, 2023	3.30	0.50	4.50

Top Pick for the day

Company Name	Entry Price*	Target	Stop Loss	M to M	Potential Return
Reliance Industries	2375	2500	2320	0%	5%

Positional Calls (15 days)

Company Name	Entry Price*	Target	Stop Loss	M to M	Potential Return
TCS	3180	3340	3080	0%	5%
Canara Bank	295	315	284	4%	2%
SRF	2440	2540	2360	2%	2%
Axis Bank	880	915	855	0%	4%
Lupin	685	745	655	3%	6%

Futures Calls

Position	Company Name	Entry Price*	Target	Stop Loss	M to M	Potential Return
LONG	Hero MotoCorp	2495	2600	2440	0%	4%
LONG	Divis Labs	3240	3440	3120	-1%	7%
LONG	ITC	404	415	398	1%	1%
LONG	Kotak Bank - May 23	1915	1990	1880	-1%	5%

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	1746	1718	1830	1858	1942
ADANIPTS	664	660	673	678	687
APOLLOHSP	4367	4344	4407	4431	4470
ASIANPAINT	2872	2849	2887	2910	2925
AXISBANK	872	862	884	893	905
BAJAJ-AUTO	4303	4280	4339	4362	4398
BAJAJFINSV	1305	1299	1328	1335	1358
BAJFINANCE	5852	5808	5972	6016	6136
BHARTIARTL	753	750	765	768	780
BPCL	346	344	347	349	350
BRITANNIA	4261	4236	4336	4361	4436
CIPLA	895	888	904	911	919
COALINDIA	230	229	231	233	234
DIVISLAB	3156	3127	3201	3230	3275
DRREDDY	4764	4719	4803	4848	4886
EICHERMOT	3138	3102	3192	3228	3282
GRASIM	1680	1672	1692	1699	1711
HCLTECH	1047	1038	1053	1061	1067
HDFC	2766	2736	2779	2809	2822
HDFCBANK	1675	1656	1681	1701	1707
HDFCLIFE	538	524	542	557	561
HEROMOTOCO	2481	2467	2507	2521	2548
HINDALCO	424	421	428	431	435
HINDUNILVR	2489	2473	2494	2511	2516
ICICIBANK	898	894	907	911	920
INDUSINDBK	1095	1097	1111	1109	1126
INFY	1216	1205	1226	1237	1246
ITC	406	403	410	412	416
JSWSTEEL	714	709	722	727	735
KOTAKBANK	1882	1865	1895	1912	1925
LT	2211	2197	2232	2247	2268
M&M	1200	1192	1207	1216	1223
MARUTI	8414	8364	8469	8519	8574
NESTLEIND	20379	20033	20654	21000	21274
NTPC	170	169	171	172	173
ONGC	159	159	161	161	162
POWERGRID	230	229	232	234	235
RELIANCE	2343	2332	2362	2373	2392
SBILIFE	1095	1088	1109	1116	1130
SBIN	548	545	558	561	571
SUNPHARMA	971	961	977	987	993
TATACONSUM	728	723	733	737	743
TATAMOTORS	473	470	475	477	479
TATASTEEL	106	105	107	107	108
TCS	3153	3128	3172	3197	3216
TECHM	1000	991	1003	1012	1015
TITAN	2619	2606	2628	2641	2650
ULTRACEMCO	7399	7371	7453	7482	7536
UPL	722	706	722	738	737
WIPRO	376	372	377	380	382



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