

Market Commentary:

Positive global cues led to gap opening of markets. Nifty index opened with a gap of around 80 points. Thereafter it traded firmly through the session in green zone. Near afternoon some intra-day profit taking observed whereby Nifty lost almost about 90 points from day's high. At this juncture IMD came out with normal monsoon forecast. Though this forecast has to be taken with a pinch of salt as IMD officials predicted rainfall to be around 96% of LPA from June to September (about 83.5 cm a bit lower than 87 cm average of last 4 years). This forecast seems to be a bit tactical as only 2% miss would lead to below normal monsoon as has been predicted by Skymet (Another agency which predicts weather forecasts). Further, they did not rule out the possibility of EL-NINO playing out in later part of monsoon season.

On sectoral front Banking stocks led the rally on front foot propelled by Kotak Bank +5%, BoB +2.7% & ICICI Bank+ 1.7%); Automobiles (Winners being Maruti +1.46%, Bajaj Auto +2.85% & TVS Motors +1.91%); Steel on back drop of robust production in Q4 by JSW steel +3.7% (Capacity utilisation over 96%) which had a rub off effect on Tata Steel (+2.7%) & Jindal Steel (+2.5%). FMCG and Energy stocks also contributed handsomely to the rally.

IT stocks saw basket profit taking pressure ahead of TCS earnings. Almost all were down anywhere between 1% to 2.5% (namely TCS, Infosys, HCL Tech).

Importantly, market breadth remained strong through the session at around 2 advances for every decline. Advance/Decline ratio for NSE stood at 1301/761.

FII's were net buyers for 7th consecutive session. As per provisional data their net purchased around Rs. 342.84 crores of equities in last session.

Events Lined Up for the Day:

TCS earnings and their management outlook will be key in setting up tone for IT stocks. Post a secular rally in IT stocks from bottoms of 2022 some profit taking was seen across the board ahead of Q4FY23 earning updates. Market is going in with timid expectation on earnings of IT companies so any beat on market expectation will be a big positive trigger for IT stocks and markets at large. As per Bloomberg consensus estimate for net profit (Q4FY'23) is pegged at Rs. 10,846 crores around +9% YoY growth (Q4FY'22 it reported net profit of Rs. 9959 crores)

Macro-economic data announcements for the day: India's CPI inflation for the month of March'23 as per consensus is expected at 5.8% (Feb it was 6.44%) and consensus IIP for Feb'23 is at 5.1% (Jan'23 it was 5.2%) likely to be announced around 12 noon.

Later during the day US CPI number will be announced. Consensus estimate for same is at 5.2% lower than last reading of 6%. Core CPI expectation for US is 5.6% higher than last reading of 5.5%. Market participants will keenly be going through FOMC minutes to be released later during the day.

Global Markets:

US markets post a weak start gained some momentum ending the day largely flat with a positive bias. DOW +0.29%, S&P 500 +0.00% while their technology index witnessed mild profit taking losing around -0.43%. US 10 Yr yield is holding around 3.428% while US Dollar index (DXY) is consolidating at 102.07 levels. Stability in US dollar and US 10 Yr yields at lower levels augurs well for global equity markets.

Europe largely traded in green. Major indices closed the day up +0.3% to +0.8%. FTSE +0.57%, DAX +0.37% & CAC +0.89%.

This morning US Futures are trading in green at this point of time while Asian indices are trading mildly in positive territory.

Market Outlook:

Aforesaid factors will be key determinants in navigating trading and short-term market trend. Our own sense is positive momentum is likely to continue amidst bouts of volatility.

STOCK SPECIFIC NEWS

▲ Positive ■ Neutral ▼ Negative

- ▼ International Monetary Fund cuts India's FY24 GDP growth forecast by 20 bps to 5.9%
- ▲ 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 Tavaborole Topical Solution, 5% (USRLD: Kerydin® Topical Solution). Tavaborole topical solution is indicated to treat fungal toenail infections (infections that may cause nail discoloration, splitting, or pain). The drug will be manufactured at the group's topical manufacturing facility at Changodar, Ahmedabad (India).
- Solar Industries - One of the Wholly owned subsidiaries of Solar Industries India Limited ("the Company"), has agreed to make investment in Rajasthan Explosives and Chemicals Limited ("RECL") by acquiring the entire business and undertaking of RECL through Business Acquisition Agreement dated April 10, 2023.
- Kaveri Seed Company: The company has received approval from its board of directors for incorporation of a wholly-owned subsidiary in Bangladesh under the name of Kaveri Seed Company Bangladesh Private Limited, due to various business opportunities available in that country.
- HDFC Bank: The country's largest private sector lender has proposed to raise funds worth Rs 50,000 crore via bonds over the next 12 months through private placement. The board will consider the said proposal on April 15.
- Life Insurance Corporation of India: The Corporation has appointed Ratnakar Patnaik as Chief Investment Officer with effect from April 10, in place of P R Mishra who has transferred and posted to another assignment.

From Technical Analyst's Desk

NIFTY (17,722)

Support - 17,200
Resistance - 18,100

• Nifty continued its uptrend while staying in range for larger part of the session. We expect Nifty to be positive upto 18100 levels.

BANK NIFTY (41,367)

Support - 40,000
Resistance - 41,700

• Bank Nifty opened positive and continued its uptrend. In Intraday it mostly traded rangebound. Majorly contributed by Kotak Bank which positively moved by 5%. We expect the uptrend to continue up to 41700.

Top Pick for the day

POSITIONAL CALL	
Company Name	Tata Steel
Entry Price	106
Target	112
Stop Loss	102
Previous Closing Price	108
Current Return	1%
Potential Return	4%

Positional Calls (15 days)

Company Name	Entry Price*	Target	Stop Loss	Previous Closing Price	Current Return	Potential Return
Ultratech Cement	7740	8040	7560	7741	0%	4%
Titan	2600	2760	2500	2580	-1%	7%
ICICI Pruli	440	478	420	436	-1%	10%
The Indian Hotels Company	328	346	318	327	0%	6%
UPL	715	750	690	743	4%	1%
HDFC	2740	3040	2580	2742	0%	11%
HDFC AMC	1750	1900	1660	1759	1%	8%
M&M Finance	248	268	236	251	1%	7%

Futures Calls

Position	Company Name	Entry Price*	Target	Stop Loss	Previous Closing Price	Current Return	Potential Return
LONG	Hindalco	406	428	394	418	3%	2%
LONG	Cipla	905	930	890	909	0%	2%
LONG	JSW Steel	695	720	675	716	3%	1%
LONG	Apollo Tyres	324	334	318	325	0%	3%

From Fundamental Analyst's Desk

Fundamental Calls (12 months)

Company Name	Entry Price*	Target	Previous Closing Price	Current return	Potential return
Muthoot Finance	1091	1550	1028	-6%	51%
Maruti Suzuki	8641	10629	8660	0%	23%
Eicher Motors	3161	4375	3054	-3%	43%
Ashok Leyland	141	170	138	-2%	24%

Technofunda Calls (4-6 months)

Company Name	Entry Price*	Target	Stop loss	Previous Closing Price	Current return	Potential return
Indian Energy Exchange Ltd	142	180	120	156	10%	15%
Ipca Laboratories	800	1200	730	829	4%	45%
Zydus Wellness	1471	2100	1300	1514	3%	39%

Union Budget Picks

Investment Horizon	Company Name	Entry Price*	Target	Stop Loss	Previous Closing Price	Current return	Potential return
6-12 months	Tata Motors	447	510	380	459	3%	11%
>12 months	VST Industries	2964	3800	2770	3259	10%	17%
>12 months	HCL Technologies	1132	1350	1020	1087	-4%	24%

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.

Pivot Table - NIFTY 50

	S1	S2	PIVOT	R1	R2
ADANIENT	1779	1768	1804	1815	1840
ADANIPTS	646	640	653	658	666
APOLLOHOSP	4204	4180	4245	4270	4311
ASIANPAINT	2756	2733	2773	2796	2813
AXISBANK	842	837	849	853	860
BAJAJ-AUTO	4005	3981	4094	4118	4207
BAJAJFINSV	1296	1293	1311	1314	1328
BAJFINANCE	5794	5768	5837	5863	5906
BHARTIARTL	766	763	771	774	779
BPCL	334	332	337	338	341
BRITANNIA	4243	4227	4274	4290	4321
CIPLA	899	897	903	905	910
COALINDIA	221	220	223	223	225
DIVISLAB	2889	2875	2916	2930	2956
DRREDDY	4711	4660	4758	4809	4856
EICHERMOT	2926	2904	2993	3015	3081
GRASIM	1697	1683	1709	1723	1735
HCLTECH	1091	1075	1100	1116	1125
HDFC	2713	2700	2730	2743	2760
HDFCBANK	1649	1641	1659	1668	1678
HDFCLIFE	509	506	516	519	526
HEROMOTOCO	2445	2431	2462	2476	2493
HINDALCO	408	406	413	415	420
HINDUNILVR	2521	2516	2538	2543	2560
ICICIBANK	858	851	872	879	892
INDUSINDBK	1058	1045	1068	1081	1091
INFY	1405	1375	1419	1450	1464
ITC	384	381	391	394	401
JSWSTEEL	675	669	695	702	722
KOTAKBANK	1743	1768	1801	1776	1834
LT	2288	2266	2309	2331	2352
M&M	1181	1176	1192	1197	1208
MARUTI	8472	8446	8572	8598	8698
NESTLEIND	19420	19338	19558	19640	19778
NTPC	176	175	178	179	181
ONGC	156	155	158	159	160
POWERGRID	227	226	230	231	233
RELIANCE	2316	2312	2329	2333	2346
SBILIFE	1095	1090	1113	1118	1137
SBIN	522	520	529	531	537
SUNPHARMA	1001	997	1012	1016	1026
TATACONSUM	716	710	721	726	731
TATAMOTORS	457	453	461	465	468
TATASTEEL	104	103	106	106	108
TCS	3223	3167	3248	3304	3329
TECHM	1095	1081	1106	1120	1131
TITAN	2570	2559	2587	2597	2614
ULTRACEMCO	7657	7646	7725	7736	7804
UPL	735	733	739	741	746
WIPRO	370	366	373	376	379



Cholamandalam Securities Limited Member: BSE, NSE, MSE, NSDL, CDSL
Regd. Office: Dare House, 2 (Old) # 234) N.S.C Bose Road, Chennai – 600001.
Website: www.cholawealthdirect.com
Email id – customercarewm@chola.murugappa.com CIN
 U65993TN1994PLC028674

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RESEARCH			
Dharmesh Kant	Head of Equity Research	+91-44-4004 7360	dharmeshkt@chola.murugappa.com
Mugilan K	Technical Analyst	+91-44 - 4004 7353	mugilank@chola.murugappa.com
Balaji H	Compliance Officer	044-30007226	balajih@chola.murugappa.com
Lakshmi Sundaram	Customer service	1800 425 4477	lakshmis@chola.murugappa.com

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Dare House Extn., 4th Floor, 2, N.S.C. Bose Road, Parrys, Chennai 600001, India

Tel: 91-44-40047370 Fax: 91-44-40047373

Website: www.cholawealthdirect.com CIN – U65993TN1994PLC028674

