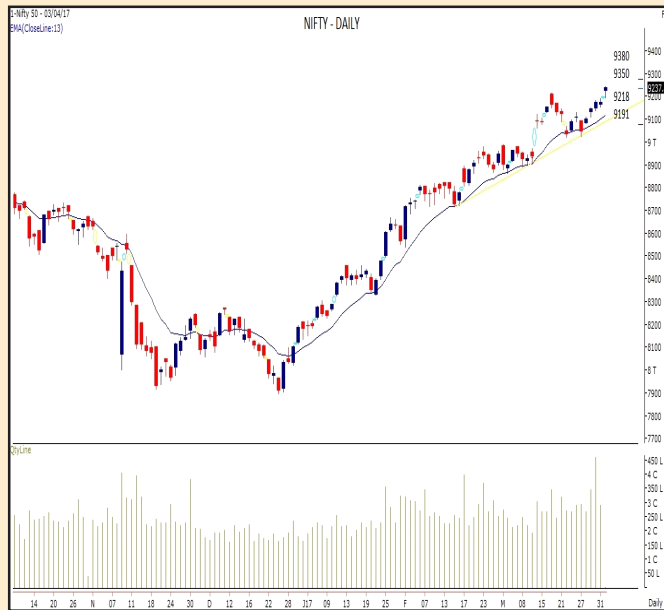


Nifty Chart



Nifty Outlook

Nifty Fut.	R1	R2	S1	S2
9274	9350	9380	9218	9191

'Nifty index opened positive and continued its up move by making a new life time high of 9245. It has been making higher highs – higher lows from last five consecutive sessions and trading at uncharted territory. Now a hold above 9191 can extend its up move towards 9350 and 9380 while on the downside multiple supports are seen at 9218-9191 zones.

Currency (USDINR) Outlook

USDINR	S1	S2	R1	R2
65.21	65.00	64.85	65.35	65.50

Bias looks positive as long as 64.85 is held as strong support. The pair is likely to target 65.50 - 65.60.

Market Drivers

- ✓ Markets were buoyant on the first day of new financial year. Reliance, Larsen, IICI was among the gainers. Liquor stocks lost ground post the Supreme Court order. United Spirits lost over 6 percent. Banking stocks continued to elicit interest. Loan waiver announced by UP could be sentimentally negative for banks. Cement stocks did well on expectations of increase in cement prices. Flows remained positive. Global markets are trading range bound. Status quo is expected in RBI policy. Post that the market will be focused on results and guidance by companies. Earnings growth will be key for markets to sustain the up move.

Trading Idea - Cash & Future

Scrip	Reco	MBP	SL	Target
ARVIND	BUY	405	398	422

Corporate Action:

CONCOR Bonus issue 1:4

Security in Ban period:

INFIBEAM

Today Event

US data - Service PMI and Composite PMI, FOMC minutes of meeting

Sectoral Outlook

Sector	Outlook
MID CAP	POSITIVE
CAPITAL GOODS	POSITIVE

Trading Idea - Derivatives

STRATEGY UPDATE : Zeel Call Ladder

Instrument	B/S	Lot	Reco	CMP
Zeel 27 Apr 540 CE	Buy	1	14.4	10.75
Zeel 27 Apr 560 CE	Sell	1	7.25	5.25
Zeel 27 Apr 580 CE	Sell	1	3.5	2.20

Target: Rs. 20000 between 560-580; SL: Rs.3500; Hedge: Buy Future above Rs.595; Margin: approx Rs. 176,000

Highest Call OI

Instrument	Strike	OI	Chg in OI
Nifty 27-Apr	9500	3895950	753300
Bank Nifty 27-Apr	21500	617000	60960
Bank Nifty 06-Apr	22000	451760	86320

Highest Put OI

Instrument	Strike	OI	Chg in OI
Nifty 27-Apr	9000	4934025	1226250
Bank Nifty 27-Apr	21000	420280	57200
Bank Nifty 06-Apr	21000	520160	222520

Trading Calls

ARVIND

Buy

MBP INR 405

Target INR 422



- ✓ It has given the positive momentum after the consolidation of last eight trading sessions
- ✓ Major trend of the stock is positive and recent price volume breakout is adding more strength to its move
- ✓ Thus, recommending to buy with the trading SL of 398 for a potential upside target of 422

Derivatives Idea

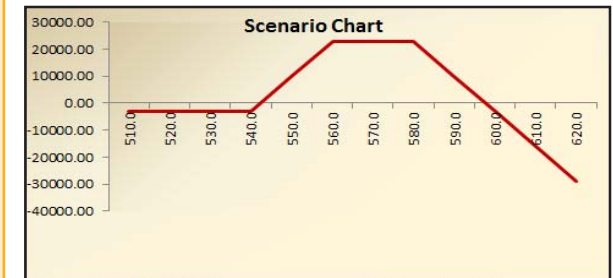
Zeel

Call Ladder

Buy 1 Lot 540 CE

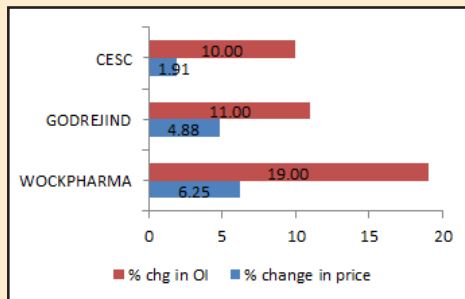
Sell 1 Lot 560 CE

Sell 1 Lot 580 CE

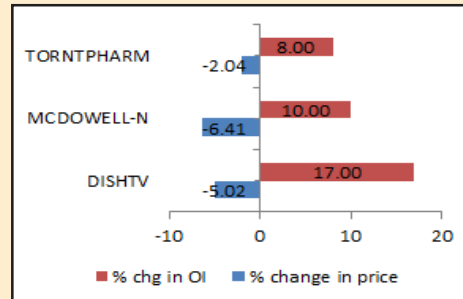


- ✓ Zeel is long- long unwinding cycle
- ✓ Stock has witnessed strong rollover of 83% along with OI accumulation in future
- ✓ Proximity of stock to highest call congestion at 540 raises expectation of a breakout propelling momentum towards 560-570
- ✓ Thus Call Ladder Spread is recommended

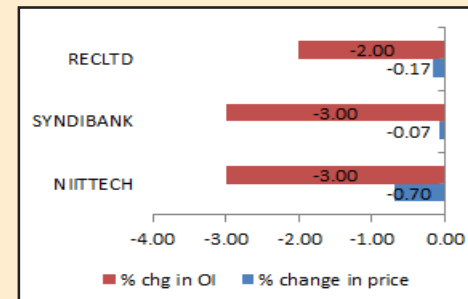
Long Built-up (Combined)



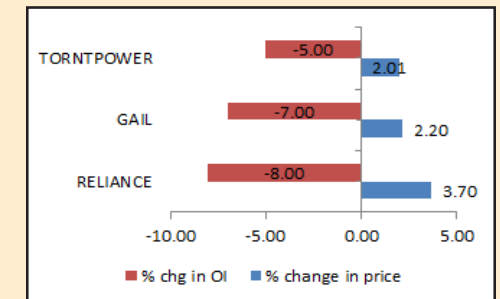
Short Built-up (Combined)



Long Unwinding (Combined)



Short Covering (Combined)



FII & DII Activity (Rs. in Cr)

Cat.	Amt	MTD	YTD
FII	534	534	25896
DII	33	33	29965

FII F&O

Institution	Net B/S	OI
INDEX FUTURES	-100	Unwinding
INDEX OPTIONS	1556	Long Options
STOCK FUTURES	157	Long

Morning Meet Notes

Research Notes

Yogi cabinet waives off crop loans worth INR 36,000 crore

- ✓ Yogi Adityanath-led Bharatiya Janata Party (BJP) government in Uttar Pradesh (UP) on Tuesday fulfilled its key poll promise, writing off crop loans of up to INR 1 lakh for about 21.5 million small and marginal farmers

Automobiles

Bajaj Auto (CMP 2784, TP 3432, Recom. BUY)

- ✓ BJAUT's sales fell 11% YoY to 272,197 units (est. of ~303,848 units). Dom. Vol. declined 17% YoY (+6% MoM), while exports grew only ~2% YoY. Overall FY17 volumes declined ~6% YoY to 3.67m units.
- ✓ The stock trades at 17.6x/15.5x FY18E/19E EPS. Maintain Buy.

TVS Motors (CMP 435, TP 462, Recom. BUY)

- ✓ TVS Motor's sales of 256,341 units (+10% YoY, +21% MoM vs est of 261,012 units). Domestic volumes grew 8% YoY, while exports rose ~24% YoY. Overall FY17 volumes grew 9% YoY.
- ✓ The stock trades at 28.5x/20.0x FY18E/FY19E EPS. Maintain Buy.

Ashok Leyland (CMP 84, TP 114, Recom. BUY)

- ✓ Mar-17 volumes grew ~12% YoY (+33% MoM) to 18,682 units (v/s est. 22,953).
- ✓ M&HCV volumes grew 15% YoY (+35% MoM) to 15,258 units (v/s est. 18,909 units). FY17 grew 3.2% YoY.
- ✓ LCVs at 3,424 units (v/s est. 4,044 units) declined 1% YoY as volumes are still recovering post demonetization.
- ✓ The stock trades at 16.3x/12.7x FY18E/FY19E EPS and at 9.7/7.6x EV/EBITDA. Maintain Buy.

Hero MotoCorp (CMP 3205, TP 3190, Recom. Buy)

- ✓ HMCL's Mar-17 volumes grew ~1% YoY (+16% MoM) to 609,951 units (v/s est. 676,582). Overall FY17 volume was almost flat YoY at 6.66m.
- ✓ The stock trades at 17.3/17x FY18E/19E EPS. Maintain Neutral

Technology - 4QFY17 results preview

- ✓ Building 0-2% CC sequential organic growth; expect higher revenue growth to be aided by acquisitions
- ✓ Recent trend in INR may spell a fresh challenge for the industry
- ✓ Currency and lack of growth visibility keeps valuations on edge
- ✓ We believe tier-I companies (INFO, TCS, WPRO, HCLT) would be better placed
- ✓ Group is INFO and HCLT, followed by TCS and WPRO.

Economic Events Calendar, April 2017

	Monday	Tuesday	Wednesday	Thursday	Friday
	3-Apr-17	4-Apr-17	5-Apr-17	6-Apr-17	7-Apr-17
India	Nikkei PMI Manufacturing Index			Nikkei PMI Services, PMI Composite, RBI Credit Policy	
UK	Manufacturing PMI				Industrial Production, Manufacturing Production, Trade Balance
US	Manufacturing PMI, Composite PMI	Trade Balance, Factory Orders, Durable Goods orders	ADP Employment Change, Service PMI, FOMC Minutes of meeting	Initial Jobless Claims	Change in Nonfarm payroll, Unemployment rate,
	10-Apr-17	11-Apr-17	12-Apr-17	13-Apr-17	14-Apr-17
India	Trade Balance, Exports, Imports		CPI, IIP		
UK		CPI Index, Retail Price Index, Housing Price Index	Jobless Claims, Employment Change	BoE Credit conditions	
US	Labour Market condition		Monthly Budget Statement	Initial Jobless Claims	CPI, Retail sales Advance (MoM)
	17-Apr-17	18-Apr-17	19-Apr-17	20-Apr-17	21-Apr-17
India	WPI				
UK					
US		Housing starts, Industrial Production	US Fed Release Beige book	Initial Jobless Claims	Manufacturing PMI, Composite PMI, Existing Home sales
	24-Apr-17	25-Apr-17	26-Apr-17	27-Apr-17	28-Apr-17
India		Eight Infrastructure Industries			
UK					GDP (QoQ)
US		New Home sales		Wholesale Inventories, Retail Inventories, Intital Jobless claims, Pending Home sales	GDP (QoQ)

Note- CPI-Consumer Price Index, WPI-Wholesale Price Index, IIP- Index of Industrial Production, PMI-Purchasing Managers Index

Currency Ideas

USDINR



- ✓ NSE USDINR has reversed sharply after marking a low (64.90) close to its critical support at 64.85.
- ✓ The pair is forming a higher highs formation on short-term charts which is indicating positive move.
- ✓ The RSI and MACD are also signifying positive move for the pair in short-term.
- ✓ Price sustained trade above 65.25 will lead the rally towards 65.40 - 65.50 levels.
- ✓ Immediate support is at 65.052 whereas critical support remains same at 64.85.

JPYINR



- ✓ Positive opening will be seen for JPYINR around 58.95 as per parity.
- ✓ Immediate support is at 58.15 whereas resistance is at 59.20.
- ✓ Price sustained break above immediate resistance will lead the rally towards 59.70 - 60.00 levels.
- ✓ Short-term bias looks positive and dip buying is advised.

MOST Market Outlook

5th April 2017

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