

Nifty Chart



Trading Idea - Cash & Future

Scrip	Reco	CMP	SL	Target
ARVIND	BUY	415	405	435

Corporate Action:

GMBREW	Dividend - INR 3.00
GPTINFRA	Interim Dividend - INR 1.50

Security in Ban period:

ADANIEN, BHARATFIN, IRB, KTKBANK, UJJIVAN

Today Event

NA

Nifty Outlook

Nifty Cash	R1	R2	S1	S2
9314	9380	9450	9280	9250

'Nifty index opened positive and managed to hold above 9300 zone even after its sharp decline on last Friday. It formed an inside bar as well as a Bullish Harami Cross pattern on the daily chart which indicates an indecisive nature and bears are also not getting grip in the market. Index has been trading in between 9270 to 9380 zone from last eight trading sessions and follow up is clearly missing on both the side. Now a decisive range breakout above 9380 could start the next move towards 9450-9500 while a drift below 9280 could attract profit booking towards 9250 and 9191.

Currency (USDINR) Outlook

USDINR	S1	S2	R1	R2
64.47	64.30	64.20	64.55	64.75

Dip buying is advised as long as 64.20 is held as strong support.

Sectoral Outlook

Sector	Outlook
MIDCAP	POSITIVE
CEMENT	POSITIVE

Trading Idea - Derivatives

STRATEGY UPDATE : PETRONET CALL BUTTERFLY SPREAD

Instrument	B/S	Lot	Reco	CMP
PETRONET 430 CE	Buy	1	15.00	14.10
PETRONET 440 CE	Sell	2	10.00	10.40
PETRONET 450 CE	Buy	1	7.50	6.50

Target: Rs 10000; SL: Rs.3750, Margin: approx Rs.161000

Market Drivers

- ✓ Domestic indices ended the day with marginal gains. Value buying in beaten down space was visible. Pharma, Software and telecom stocks saw recovery on back of some value buying. Aurobindo, Sun, Lupin, Infosys, Idea were among the gainers. Housing finance and select auto stocks continued to do well on back of performance. Results, govt action and flows will remain in focus. Crude price saw a bounce. Overall value buying in sector like Pharma, software and recovery in oil space could continue to support indices.

Highest Call OI

Instrument	Strike	OI	Chg in OI
Nifty 25 - May	9400	5747025	261975
Bank Nifty 25 - May	23000	530320	11520
Bank Nifty 11 - May	23000	711080	40800

Highest Put OI

Instrument	Strike	OI	Chg in OI
Nifty 25 - May	9300	5340675	441675
Bank Nifty 25 - May	21500	912720	-88040
Bank Nifty 11 - May	22000	517520	91920

Trading Calls

ARVIND

CMP : INR 415

Buy

Target : INR 435



- ✓ It has reversed from immediate support of 405 and covered half of the losses made on last Friday
- ✓ Major trend of the stock is positive to range bound and recent declines provides a fresh opportunity to buy for its next up move
- ✓ Thus, suggesting to buy with the stop loss of 405 for the upside target of 435

Derivatives Idea

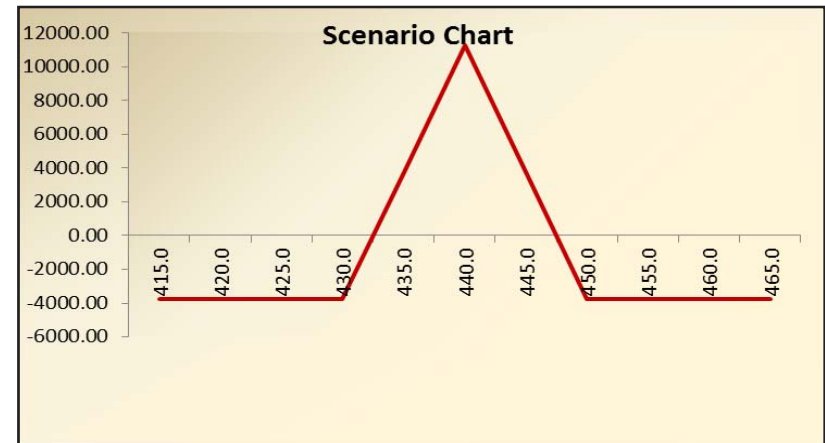
PETRONET

Call Butterfly Spread

Buy 1 Lot 430 CE

Sell 2 Lots 440 CE

Buy 1 Lot 450 CE



- ✓ Petronet has taken support near to 422 zone and is well placed to head towards its recent highs.
- ✓ Highest Put congestion at 420 could act as a major support while unwinding in 430 and 440 strikes could see momentum
- ✓ Indicating positive to range bound move this Call Butterfly Spread is recommended

FII & DII Activity (INR in Cr)

Cat.	Amt	MTD	YTD
FII	-542	-2273	13525
DII	663	2243	43977

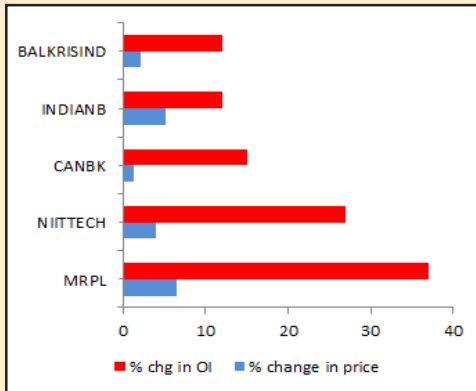
FII F&O

Institution	Net B/S	OI
INDEX FUTURES	-238	Short
INDEX OPTIONS	494	Buying
STOCK FUTURES	682	Short Covering

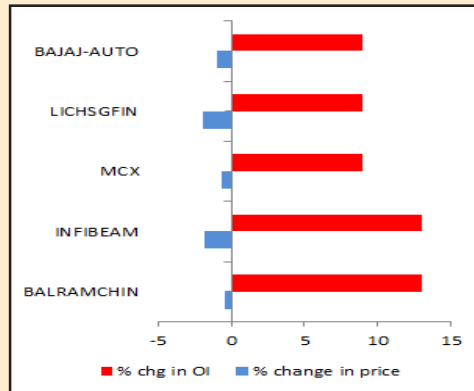
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9th May 2017

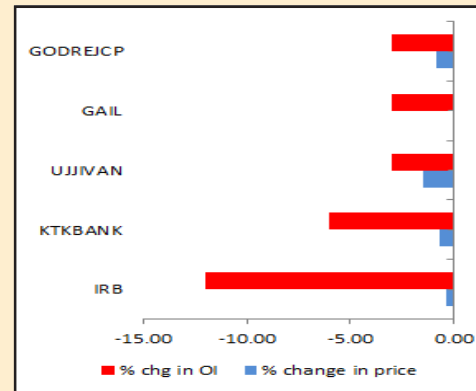
Long Built-up



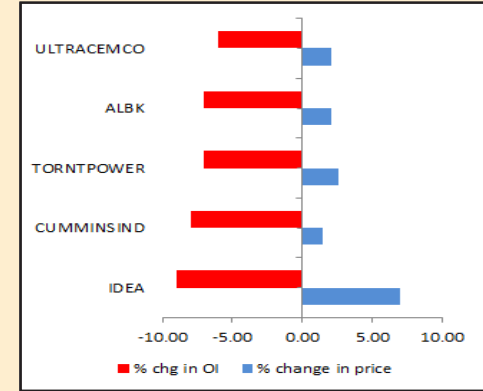
Short Built-up



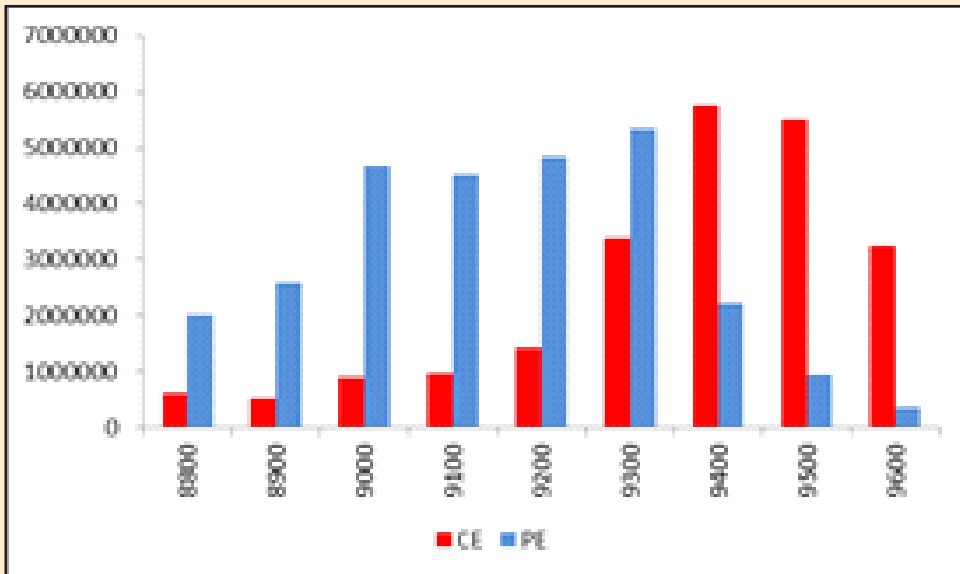
Long Unwinding



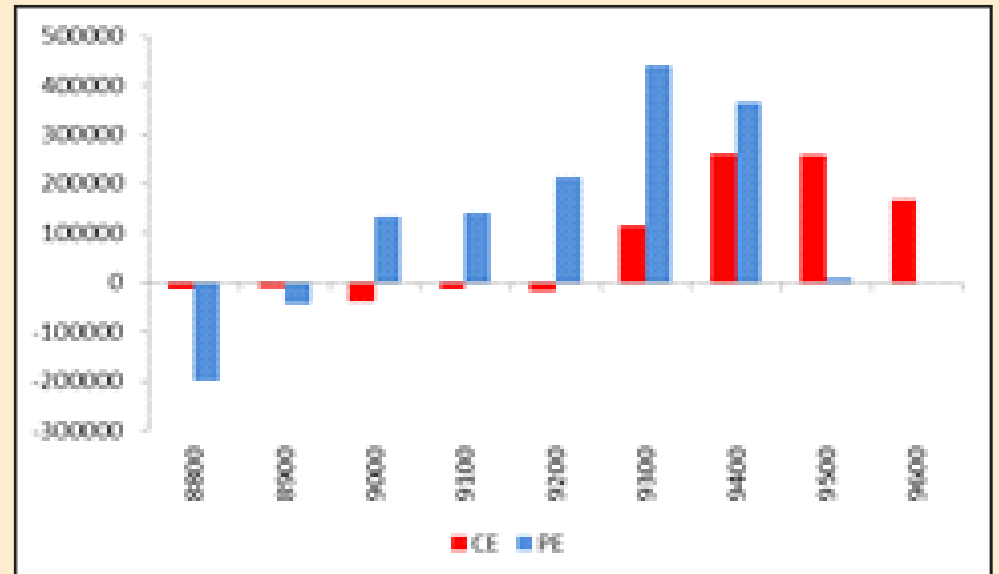
Short Covering



Nifty Option OI



1- Day change in Nifty OI



Morning Meet Notes

Research Notes

- ✓ Demonetization puts brakes on growth of passenger cars and motorcycles.
- ✓ Value continues to migrate toward scooters and SUVs, driven by changing customer preferences.
- ✓ Upgrading in 2Ws/4Ws continues, as reflected in the increasing share of premium motorcycles and PVs priced more than ~INR800k.
- ✓ Category leaders getting stronger as competition hurts second/third ranked players more.

Top picks: Tata Motors, Maruti Suzuki and Amara Raja. MM is an attractive play on a rural market recovery

Company	Sales	% Y/Y	EBITDA	% Y/Y	PAT	% Y/Y	Rationale	Comments
Emami	5.8	-4.4	1.8	-4.7	0.8	3.0	BUY/1250/l	1. Dom vol -1.5% YoY, IB -38% YoY due to middle east slack 2. Guidance for 15-18% revenue growth in FY18 if MENA recovers 3. dominant market share in high-growth categories and new products like 'He' (Men's grooming), 'Kesh King' and '7 Oils in One' 4. Value at 36x March 2019E EPS, 16% upside
Equitas	2.2	29.9	0.5	-45.8	0.1	-85.3	BUY/210/B	1. Flat AJM QoQ, interest reversal on MFI loans (INR38m) and a decline in high-yielding loans led to net interest income miss of 7%, proactively classified INR580m worth of accounts as NPA 2. GNPA stood at 3.5%, UCV/micro LAP grew 28%/50% YoY, Target is to reduce MFI share in overall loans to ~30% by FY18 3. Maintain BUY with 30% upside

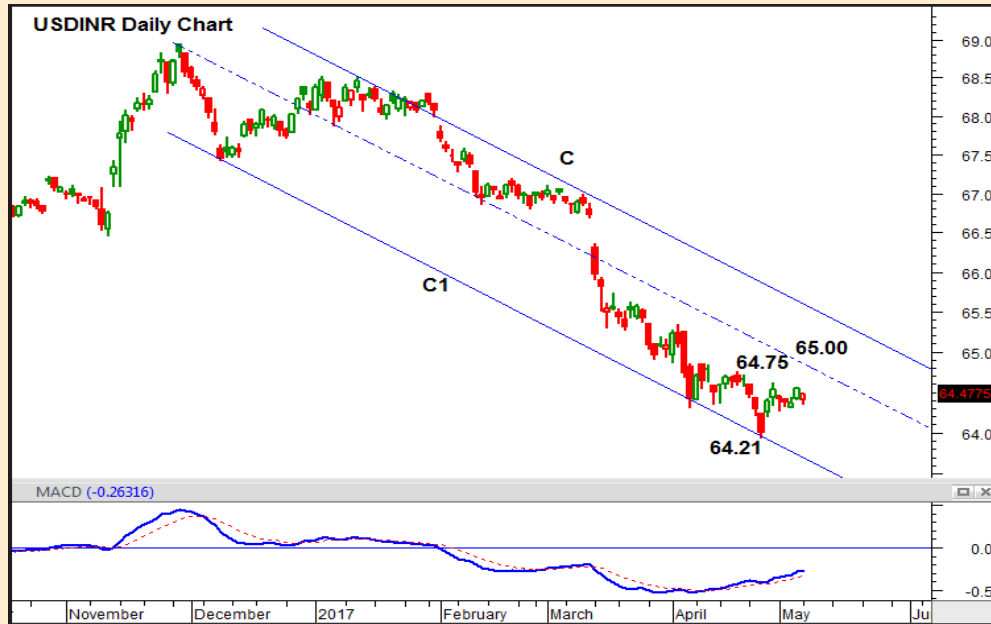
Upcoming Economic Events Calendar

	8-May-17	9-May-17	10-May-17	11-May-17	12-May-17
India					CPI, IIP
UK				IIP, BoE Rate decision, BoE Asset Purchase Target	
US				Initial Jobless Claims	CPI, Retail sales Advance
	15-May-17	16-May-17	17-May-17	18-May-17	19-May-17
India	WPI				
UK		CPI, Housing Price Index	Jobless Claims		
US		Industrial Production		Initial Jobless Claims	
	22-May-17	23-May-17	24-May-17	25-May-17	26-May-17
India				Eight Infrastructure	CPI, IIP
UK				GDP (QoQ)	
US		New Home sales	Manufacturing, Services and Composite PMI, Existing Home sales, FOMC Meeting Minutes	Initial Jobless Claims	Quarterly GDP
	29-May-17	30-May-17	31-May-17	1-Jun-17	2-Jun-17
India			Fiscal Deficit, GDP	Manufacturing PMI	
UK				Manufacturing PMI	
US		Personal Income and spending	MBA Mortgage Application	Non-farm Productivity, Initial Jobless Claims	Change in Private Pay Roll, Unemployment Rate
	5-Jun-17	6-Jun-17	7-Jun-17	8-Jun-17	9-Jun-17
India	Service and Composite PMI		RBI Rate decision		Trade Balance
UK					
US	Service PMI, Composite PMI, Factory Orders		MBA Mortgage Application	Initial Jobless Claims	

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

Currency Ideas

USDINR



- ✓ USDINR continues to trade sideways within broad range of 64.20 - 64.60 zone and either side sustained breach should provide further direction.
- ✓ Failure to breach 64.20 could result in pullback rally targeting 64.60 - 64.75 zone.
- ✓ Buying near support is advised.

GBPINR



- ✓ Breach of double bottom price pattern on daily chart suggest bullish trend in GBPINR.
- ✓ Strong short-term supports remains at 83.00 / 82.80 whereas 83.65 / 84.15 may act as stiff resistances.
- ✓ Dip buying is advised for the session.

MOST Market Outlook

9th May 2017

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