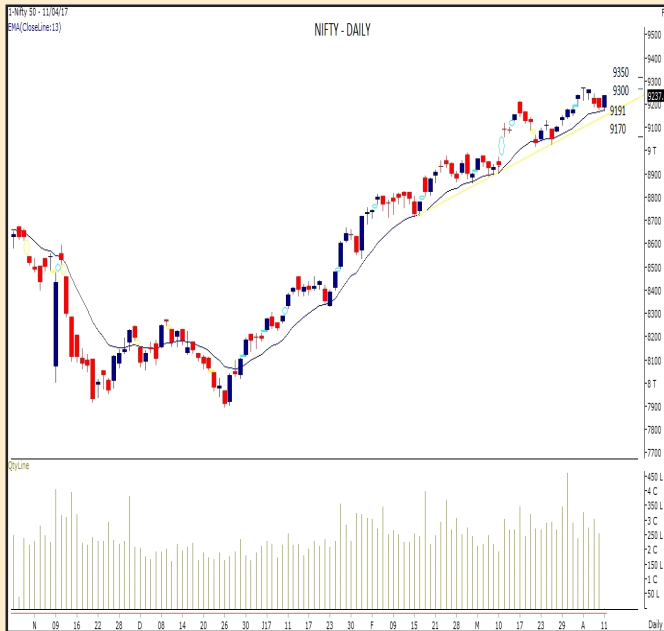


## Nifty Chart



## Nifty Outlook

Nifty Fut.	R1	R2	S1	S2
9264	9300	9350	9191	9170

'Nifty index managed to find support near to its 13 DEMA and formed a Bullish Engulfing pattern on the daily chart. It has crossed and closed above previous day's high of 9225 and given a grip in the bulls hand. It has negated its formation of lower highs of last three trading sessions and now requires a hold above 9250 to witness a fresh up move towards 9300 then 9350 while on the downside supports are seen 9191 and 9170.

## Currency (USDINR) Outlook

USDINR	S1	S2	R1	R2
64.63	64.50	64.35	64.90	65.10

Short-covering move is likely to continue for the session as long as 64.50 is held as immediate support.

## Market Drivers

- ✓ Index saw a rebound after the recent correction. Banking stocks rebounded with Bank Nifty moving to new highs. Mid cap banks did particularly well. Also PSU banks did well on expectation of steps to address the NPA issue. Court ruling hurt companies like Adani Power and Tata Power. Liquor companies remained under pressure on back of various state govts making alcohol prohibition moves. Earnings in the near term is likely to get impacted and uncertainty is likely to continue from a near term perspective. Infosys gained marginally. Given minimal expectations from results, any positive guidance, buyback can act as potential triggers for stock performance. Global markets are range bound. Banking financials, metals, select auto, and consumption could continue to see investment interest.

## Trading Idea - Cash & Future

Scrip	Reco	MBP	SL	Target
<b>HDFC BANK</b>	<b>BUY</b>	<b>1430</b>	<b>1408</b>	<b>1475</b>

## Corporate Action:

FAGBEARING	Dividend - INR 12.00
KSBPUMPS	Dividend - INR 5.50
SANDUMA	Interim Dividend - INR 1.00

## Security in Ban period:

ADANIPOWER, BHARATFIN, IBREALEST, INFIBEAM, JINDALSTEL, UJJIVAN

## Today Event

India - CPI, IIP  
US - Monthly Budget Statement

## Sectoral Outlook

Sector	Outlook
<b>ENERGY</b>	<b>POSITIVE</b>
<b>BANKS</b>	<b>POSITIVE</b>

## Trading Idea - Derivatives

**STRATEGY : Reliance Call Ladder Spread**

Instrument	B/S	Lot	Reco	CMP
Reliance 27 Apr 1420 CE	Buy	1	16.65	16.65
Reliance 27 Apr 1460 CE	Sell	1	8.35	8.35
Reliance 27 Apr 1500 CE	Sell	1	4.50	4.50

Target: Rs 10000; SL: Rs.2500; Hedge: Buy future above 1530;  
Margin: approx Rs.176000

## Highest Call OI

Instrument	Strike	OI	Chg in OI
Nifty 27-Apr	9500	4568550	-323925
Bank Nifty 27-Apr	22000	540160	16680
Bank Nifty 13-Apr	22000	883160	301600

## Highest Put OI

Instrument	Strike	OI	Chg in OI
Nifty 27-Apr	9000	6109875	726300
Bank Nifty 27-Apr	21500	637040	101320
Bank Nifty 13-Apr	21500	700000	316240

## Trading Calls

### HDFC BANK

MBP : INR 1430

**Buy**

Target : INR 1475



- ✓ It has been consolidating from last couple of sessions and holding the supports
- ✓ Major trend of the stock is positive and recent consolidation is giving a fresh opportunity to buy the stock
- ✓ Thus, recommending to buy with the trading stop loss of 1408 for a potential upside target of 1475

## Derivatives Idea

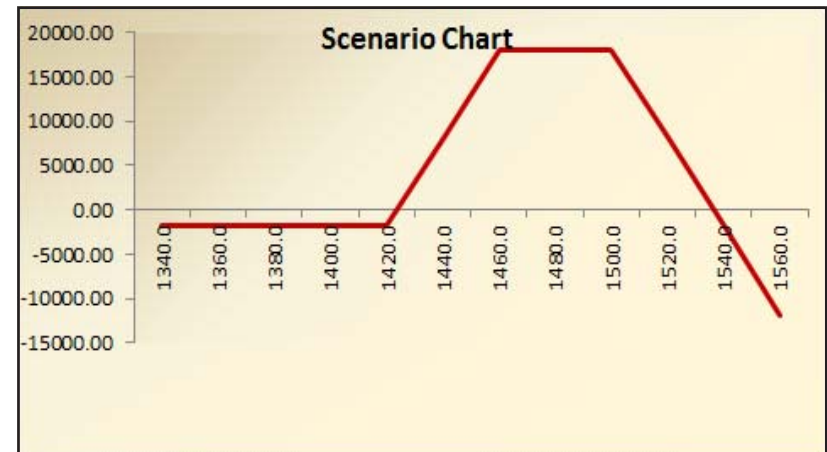
### Reliance

**Call Ladder Spread**

Buy 1 Lot 1420 CE

Sell 1 Lot 1460 CE

Sell 1 Lot 1500 CE



- ✓ Reliance is in Long-long unwinding cycle. Stock has seen accumulation in OI in past few trading sessions
- ✓ Put accumulation at 1360 could act as vital support while move above 1400 could trigger option covering propelling momentum towards 1450
- ✓ Thus Call Ladder Spread is recommended

## FII & DII Activity (INR in Cr)

Cat.	Amt	MTD	YTD
FII	-751	-712	24650
DII	827	1077	31008

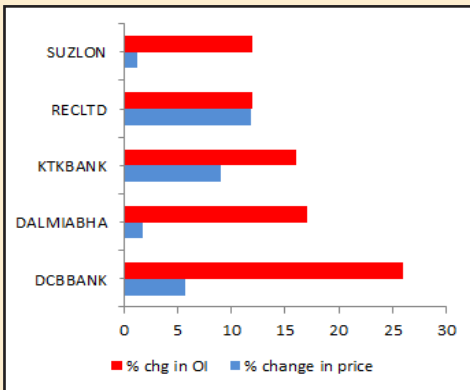
## FII F&O

Institution	Net B/S	OI
INDEX FUTURES	-166	Unwinding
INDEX OPTIONS	1451	Put Long
STOCK FUTURES	605	Long

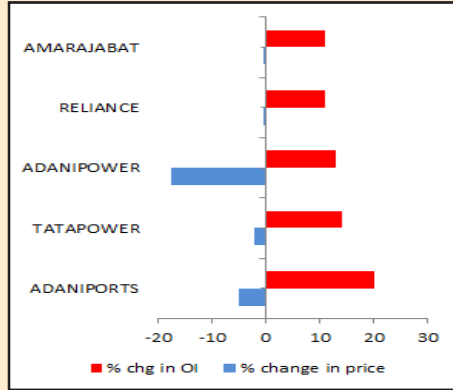
# MOST Market Outlook

12th April 2017

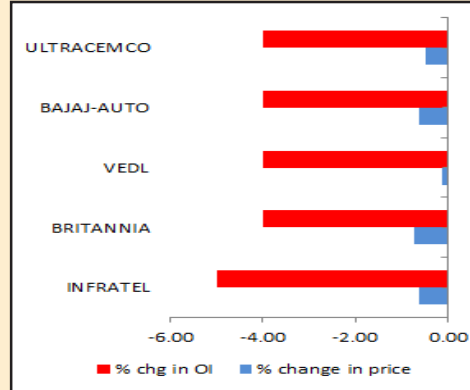
## Long Built-up



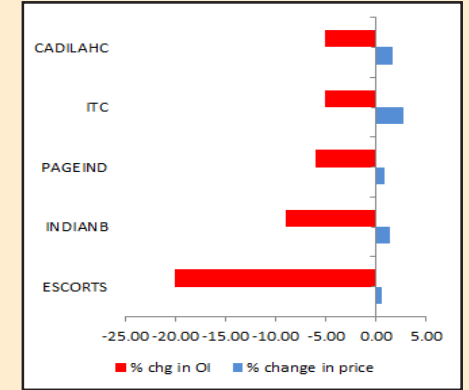
## Short Built-up



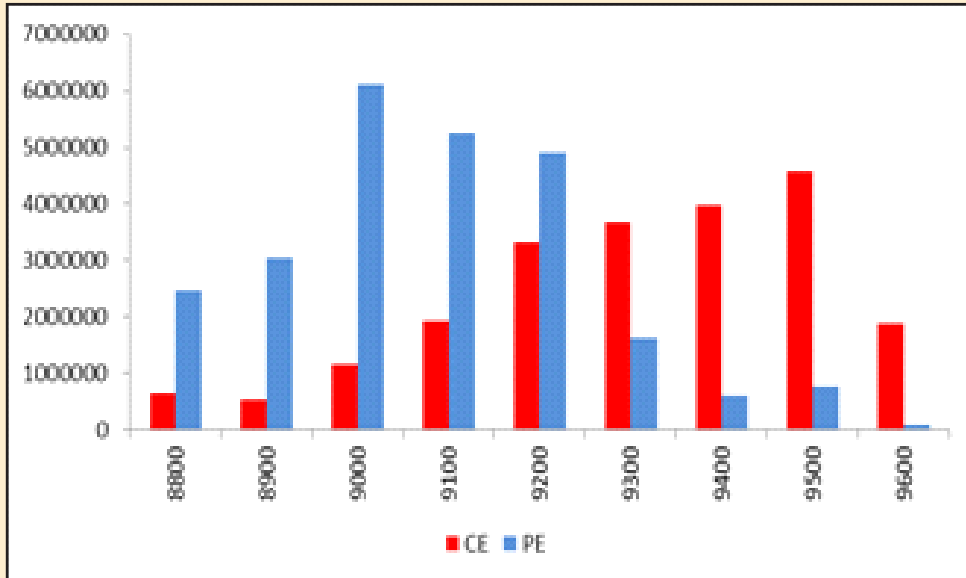
## Long Unwinding



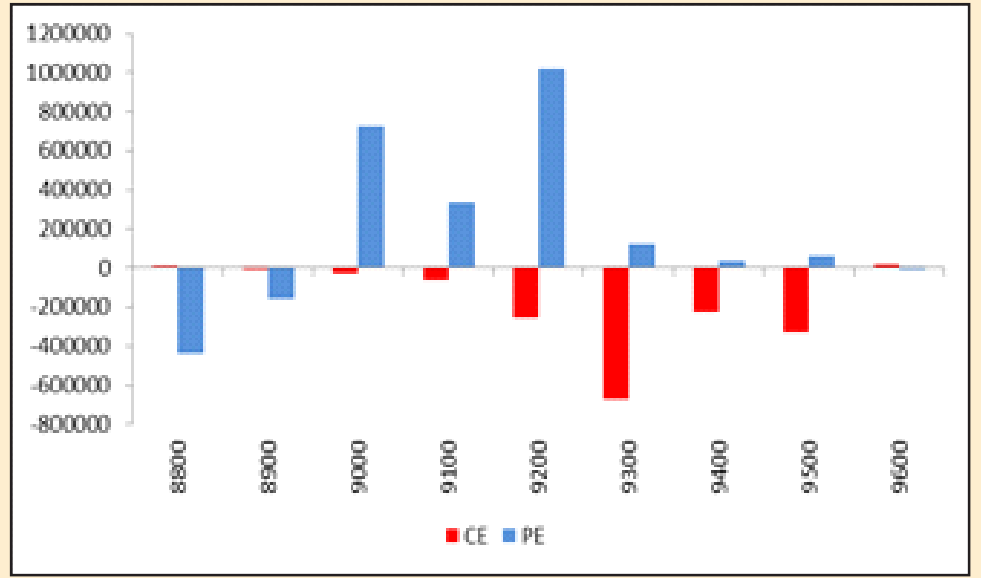
## Short Covering



## Nifty Option OI



## 1- Day change in Nifty OI



## Morning Meet Notes

### Research Notes

#### Alcoholic Beverages

- ✓ Madhya Pradesh (MP) became the fourth Indian state (after Kerala, Bihar and Tamil Nadu) in past two years to announce a ban on liquor
- ✓ liquor prohibition has not lasted for more than two years in any Indian state other than Gujarat
- ✓ MP makes up a small proportion (~3%) of national sales
- ✓ Other near-term headwinds include:
  - (i) Lingering impact of demonetization,
  - (ii) SC ban on liquor outlets located within 500 meters of state/national highways
  - (iii) Uncertainties over inclusion of alcoholic beverages in GST and
  - (iv) Delay in discretionary consumption recovery.
- ✓ Cut our FY18 PAT forecasts by 26% for UNSP and 23% for UBBL from pre-demonetization levels
- ✓ We downgrade UNSP to Neutral; DCF-based target price of INR2,025 (INR 2,520) earlier
- ✓ Cut forecasts and reduce cash EPS multiple from 35x to 33x for UBBL, we are still able to derive a target price of INR930 (INR 1,030 earlier), implying 24% upside; Maintain Buy

#### CEMENT: PRICE HIKES ACROSS REGION - SOUTH - 35/BAG | NORTH + EAST - 10

- ✓ Price hikes of INR20/bag initiated in most parts of North and East India on the back of stable volumes and lower supply addition.
- ✓ Sharp price hikes in Southern markets to restore price decline witnessed in 4QFY17.
- ✓ All India average realization for the month of April 2017 is up 4% MoM

## Economic Events Calendar, April 2017

			12-Apr-17	13-Apr-17	14-Apr-17
India			CPI, IIP		
UK			Jobless Claims, Employment Change	BoE Credit conditions	
US			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

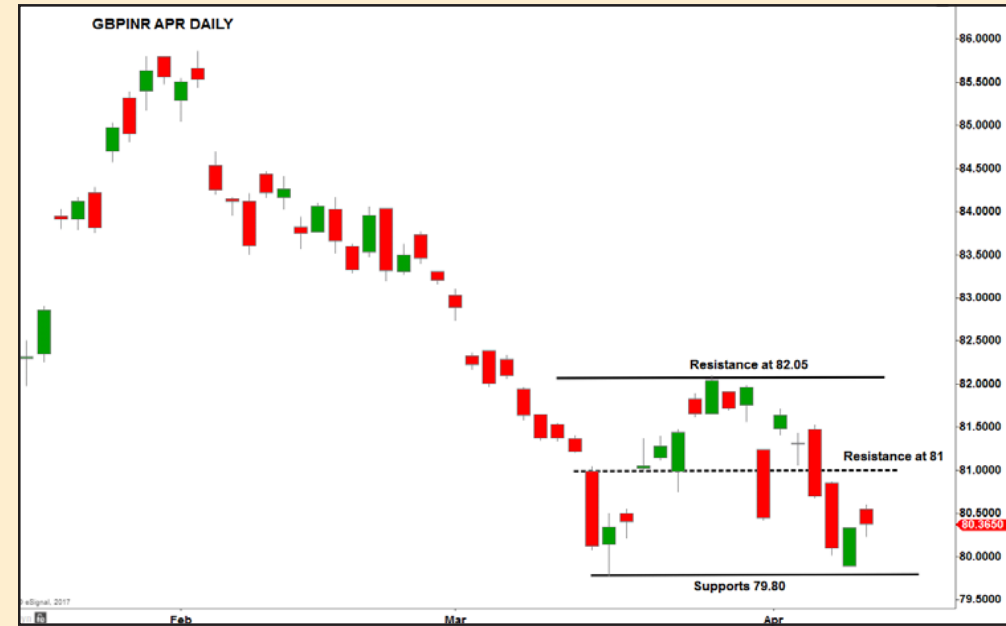
## Currency Ideas

### USDINR



- ✓ Pullback move looks to continue for the pair as long as 64.30 is held as key support level.
- ✓ Resistances are at 64.95 - 65.10 levels.
- ✓ Downside for the pair will resume only if price breaks below support and could target 63.80 - 63.40 levels

### GBPINR



- ✓ Short-term bias remains supported for the pair as long as 79.80 is held as critical support whereas immediate support is at 80.30.
- ✓ Dip is still advised for the session targeting 81.00 - 81.25 area.

# MOST Market Outlook

12th April 2017

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