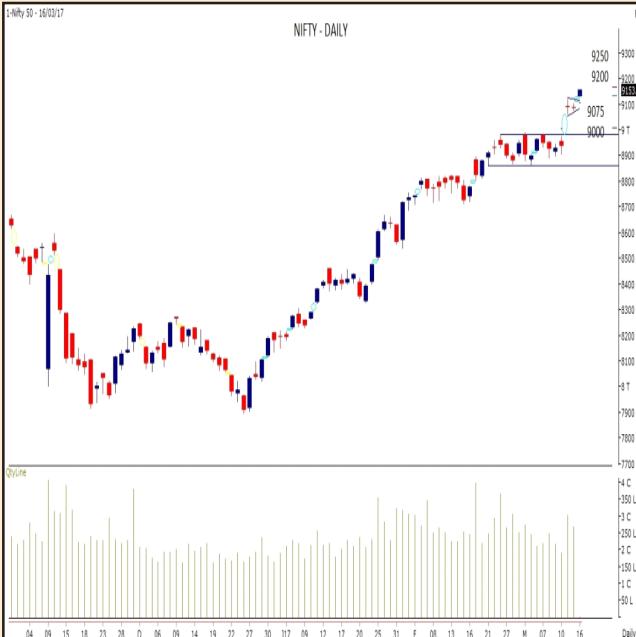


MOSt Market Outlook

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Nifty Chart



Nifty Outlook

Nifty Fut.	R1	R2	S1	S2
9177	9200	9250	9075	9000

'Nifty index opened gap up and registered a fresh life time high of 9158. Recently it witnessed a range breakout and now it has to continue to hold above 9119 to extend its up move towards 9250. Overall it has been making higher top – higher bottom formation and supports are shifting higher from 9000 to 9075 on immediate basis. Major market trend is positive till it hold above psychological 9000 zone.

Trading Idea - Cash & Future

Scrip	Reco	MBP	SL	Target
CANBANK	BUY	293	287	306

Corporate Action:

N.A.

Security in Ban period:

BHARATFIN ; CENTURYTEX ; JINDALSTEL ; JPASSOCIAT ; RCOM

Currency (USDINR) Outlook

USDINR	S1	S2	R1	R2
65.55	65.30	65.10	65.75	65.95

Sideways consolidation within 65.25 - 65.80 is likely.

Sectoral Outlook

Sector	Outlook
BANKS	POSITIVE
METALS	POSITIVE

Trading Idea - Derivatives

STRATEGY : HDFC Call Ladder Spread - Update

Instrument	B/S	Lot	Reco	CMP
HDFC CE 1440	B	1	17.5	26.4
HDFC CE 1460	S	1	10.25	15.40
HDFC CE 1480	S	1	6	8.6

TGT : Rs.9000 between 1460-1480; Maximum Loss: Rs.1000 below 1440 ; Hedge above: 1495; Margin Requirement: approx Rs.178,000

Market Drivers

- ✓ Indian markets hit new highs. Rupee hit new highs. Sectors like metals, power, real estate, financials did well. Among high beta plays, Reliance capital was a big gainer on back of the analyst meet yesterday where company outlined future growth and restructuring plans. ADAG group has been restructuring all its companies. Overall the markets saw across sector participation. Mid caps fared better. Even software space saw gains despite rupee hitting new highs and moving closer to 65 levels, partially helped by expectations of buyback. FIIs continued to remain net buyers. Overall momentum is likely to continue. Capital goods, Power space, psu banks is seeing fresh momentum and there could be more upsides in near term. Metals could continue to see gains. New listing Music Broadcast is expected to see a good listing. GST progressed further. Some clarity on rates could bring upsides to stocks like ITC. Overall +ve trend is likely to continue given govt action, better FII flows and buoyant sentiment.

Highest Call OI

Instrument	Strike	OI	Chg in OI
Nifty 30-Mar	9200	5410950	446925
Bank Nifty 30-Mar	21500	804960	-31840
Bank Nifty 23-Mar	21500	293960	213240

Highest Put OI

Instrument	Strike	OI	Chg in OI
Nifty 30-Mar	8800	5906325	324075
Bank Nifty 30-Mar	21000	664200	107880
Bank Nifty 23-Mar	21000	186840	134000

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Trading Calls

CANBANK

Buy

MBP INR 293
Target INR 306



- ✓ 'Canbank has taken support at 283 and surpassed its falling supply trend line on the daily chart. It has also given a consolidation breakout with positive sector outlook.
- ✓ Thus, recommending to buy on a small decline with the trading stop loss of 287 for a potential upside target of 306.

Derivatives Idea

HDFC

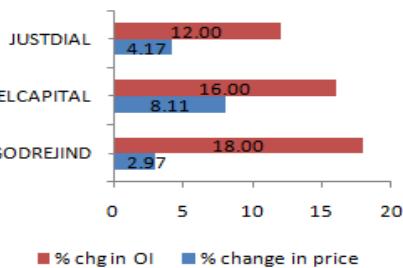
Call Ladder Spread

Buy 1 Lot 1440 CE
Sell 1 Lot 1460 CE
Sell 1 Lot 1480 CE

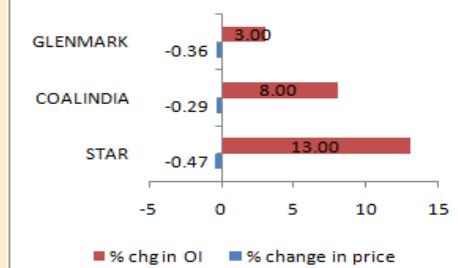


- ✓ HDFC is in long-long Unwinding cycle
- ✓ Put accumulation at 1400 could act as a strong support while highest call congestion is placed at 1420
- ✓ Further unwinding in 1400-1420CE could propel momentum on higher side towards 1460-1480
- ✓ In order to benefit from theta decay, Call Ladder Spread is recommended.

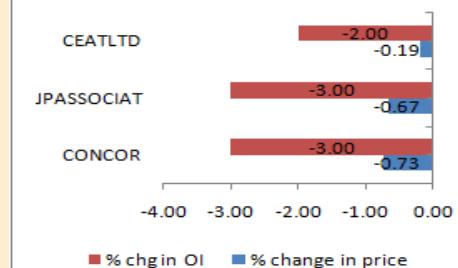
Long Built-up



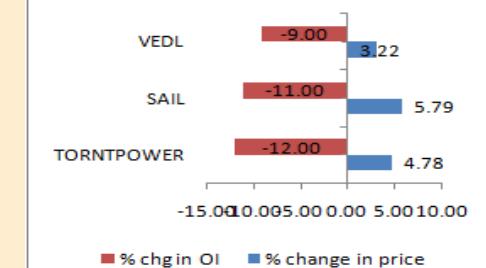
Short Built-up



Long Unwinding



Short Covering



FII & DII Activity (Rs. in Cr)

Cat.	Amt	MTD	YTD
FII	1360	14000	37090
DII	-88	-5341	12095

FII F&O

Institution	Net B/S	OI
INDEX FUTURES	857.97	Long
INDEX OPTIONS	1483.76	*Synthetic Long
STOCK FUTURES	-166.25	Short

*Synthetic Long = Long Call and Short Put

Morning Meet Notes

Research Notes

VA TECH WABAG: Order inflow visibility improving; Margins to rise on closure of legacy projects (TP INR 760, 18% upside)

- ✓ EC for Clean Ganga approved 20 projects worth INR 19bn, BJP in 3 out 5 states where Ganga passes better co-ordination, gov allocated 20k cr, 9kcr for sewage & industrial treatment plants
- ✓ Supreme Court directive on mandatory effluent treatment plants a medium-term positive
- ✓ Margins to improve on closure of legacy projects and pickup in domestic execution
- ✓ 20% CAGR in sales and 34% CAGR in adjusted PAT over FY16-19, trades at 15x FY19EPS
- ✓ Value at 19x FY19E EPS

GST: Moving a step closer to rollout; Focus now shifts to rules/rates

- ✓ 12th meeting cleared the SGST and UTGST bills.
- ✓ All five legislations of the GST (CGST, SGST, IGST, UTGST and the compensation bill) stand formally approved by the Council.
- ✓ Cap announced on the cess applicable on the 5 commodities under the GST, to bring the GST rates on these commodities closer to the existing ones.
- ✓ Next step: legislations will be considered and passed by the central and respective state governments.
- ✓ Council has to (i) pass the set of 9 rules (of which five are already passed) and (ii) provide fitment of various goods/services in the five tax brackets. With the passage of 5 legislations, confident of the GST rollout by 1 July 2017.
- ✓ Earlier, Cess above the agreed tax rate of 28% for luxury & sin goods, now a cap on cess

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Currency Ideas

USDINR



- ✓ USDINR has taken a breather yesterday and formed a Doji candlestick indicating consolidation ahead.
 - ✓ Strong short-term supports are now placed at 65.25 followed by 65.10 level.
 - ✓ Strong intraday resistances are placed at 65.80 / 66.15 level.
 - ✓ Consolidation within 65.25 - 65.80 is expected for the session.

GBPINR



- ✓ GBPINR has breached its previous low near 81.20 extending weakness towards 80 mark.
 - ✓ Strong short-term resistances are placed at 81.20 / 81.55 mark whereas 80.40 / 79.85 may act as strong supports.
 - ✓ Pullback could continue towards resistance at 81.20. Failure to breach the same would be a selling opportunity.

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