

Nifty Chart



Nifty Outlook

Nifty Cash	R1	R2	S1	S2
9218	9191	9135	9280	9350

'Nifty index opened positive and rallied by around 100 points towards 9225. It formed a Bullish candle on daily chart and closed near to its falling supply trend line. It made a strong conviction bar indicates that buyers firmly in control of the market. Now a decisive hold above 9218 could lead the index towards new life time high territory of 9280 while on the downside supports are seen at 9191 and 9135.

Currency (USDINR) Outlook

USDINR	S1	S2	R1	R2
64.46	64.35	64.20	64.65	64.85

The pair is likely to trade in a lower range for the session, but downside could be limited around 64.35 - 64.25 levels.

Market Drivers

- ✓ Global markets were buoyant on back of the news emerging from France. European markets saw solid gains. US markets too closed higher. Indian markets after the range bound trend broke out from the narrow zone with nifty moving past 9200 levels. Banking space did well with HDFC Bank clocking gains post good numbers. Reliance reported numbers ahead of estimates. Sectors like nbfc, real estate, infra, airlines, auto did well. Housing finance companies continue to post good numbers. Indiabulls housing reported strong numbers. Overall markets will be dependent on global cues and corporate results. The flows have continued to be mixed with FIIs being net sellers in this month while DIIs were net buyers. Given global cues and positive results, buoyancy could continue in near term.

Trading Idea - Cash & Future

Scrip	Reco	CMP	SL	Target
VOLTAS	BUY	415	407	435

Corporate Action:

SANOFI - Final Dividend - INR 50.00

Security in Ban period:

HDIL, IBREALEST, INFIBEAM, JINDALSTEL, JPASSOCIAT, JSWENERGY, ORIENTBANK, RCOM, TV18BRDCST, UJJIVAN

Today Event

India - Eight Infrastructure Industries
US - New Home sales

Sectoral Outlook

Sector	Outlook
CAPITAL GOODS	POSITIVE
BANKING	POSITIVE

Trading Idea - Derivatives

STRATEGY UPDATE : MARUTI Bull Call spread

Instrument	B/S	Lot	Reco	CMP
MARUTI 27 Apr 6200 CE	Buy	1	71	122
MARUTI 27 Apr 6350 CE	Sell	1	25	45

Target: Rs 15000; SL: Rs.5000; Margin: approx Rs. 112000

Highest Call OI

Instrument	Strike	OI	Chg in OI
Nifty 27-Apr	9200	4311900	-1813125
Bank Nifty 27-Apr	22000	695240	-171560

Highest Put OI

Instrument	Strike	OI	Chg in OI
Nifty 27-Apr	9100	5970450	937500
Bank Nifty 27-Apr	21500	876920	151800

Trading Calls

VOLTAS

CMP : INR 415

Buy

Target : INR 435



- ✓ Price action In Voltas shows a sharp uptrend. Prices see a corrective decline and this decline is now taking support at the rising trendline
- ✓ The overall capital goods sector is seeing a revival of fortunes. With this stock in a sharp intermediate uptrend, higher levels are possible
- ✓ Recommending a buy for a target of 435 with a stop below 407.

FII & DII Activity (INR in Cr)

Cat.	Amt	MTD	YTD
FII	-280	-4982	20380
DII	984	5320	35252

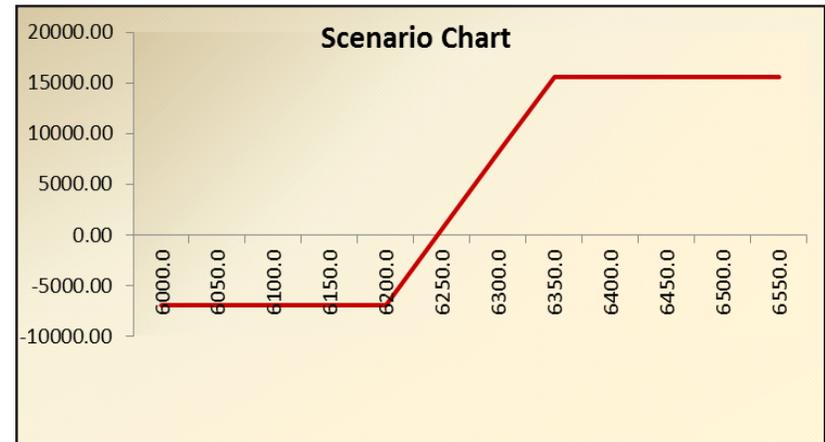
Derivatives Idea

MARUTI

Bull Call spread

Buy 1 Lot 6200 CE

Sell 1 Lot 6350 CE



- ✓ Maruti has taken support near to 6050 and adding fresh built up of long position
- ✓ Highest Put concentration at 6200 could act as vital support while unwinding in 6300-6350 CE could see momentum towards 6300 (highest call concentration)
- ✓ Indicating positive to range bound move thus bull call spread is recommended

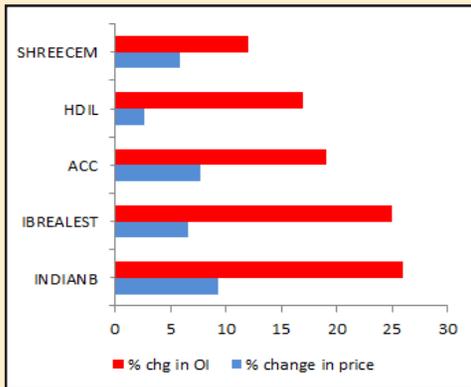
FII F&O

Institution	Net B/S	OI
INDEX FUTURES	403	Long
INDEX OPTIONS	745	Writing
STOCK FUTURES	1,204	Long

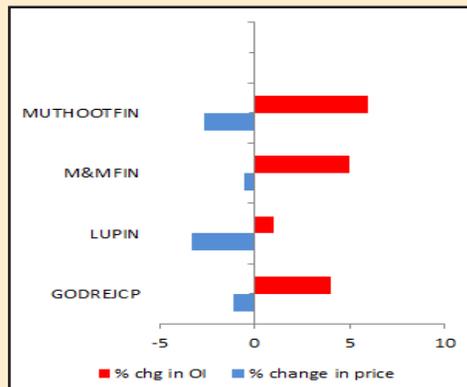
MOST Market Outlook

25th April 2017

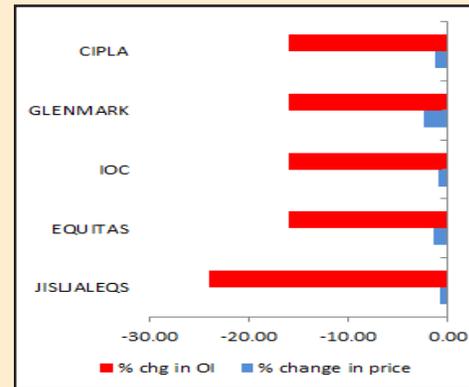
Long Built-up



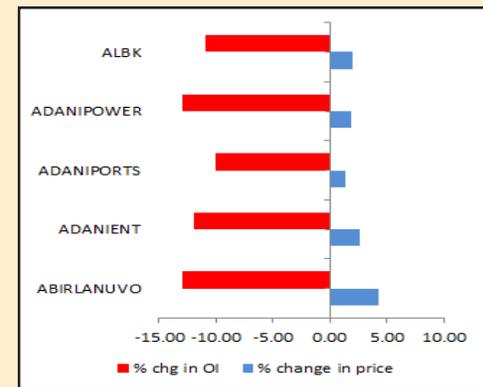
Short Built-up



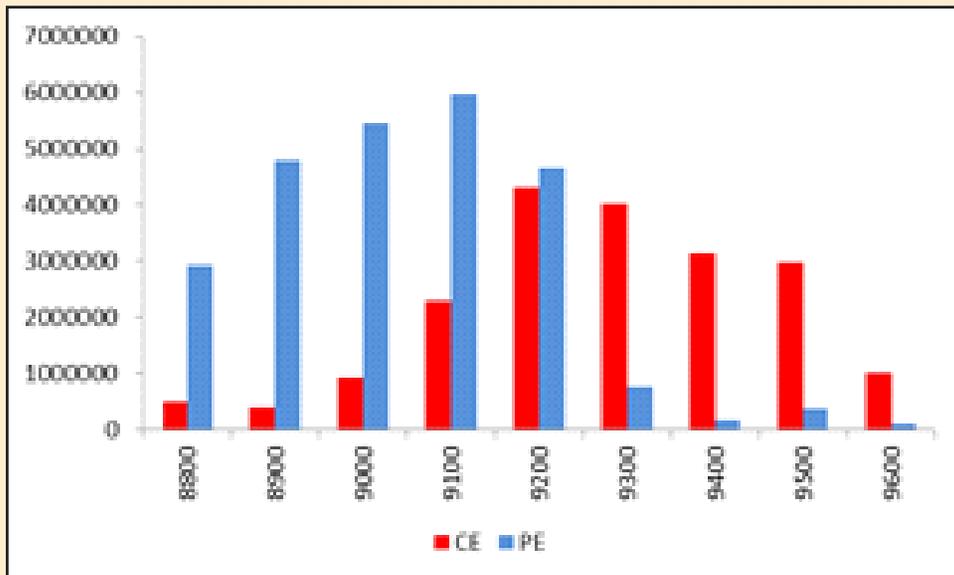
Long Unwinding



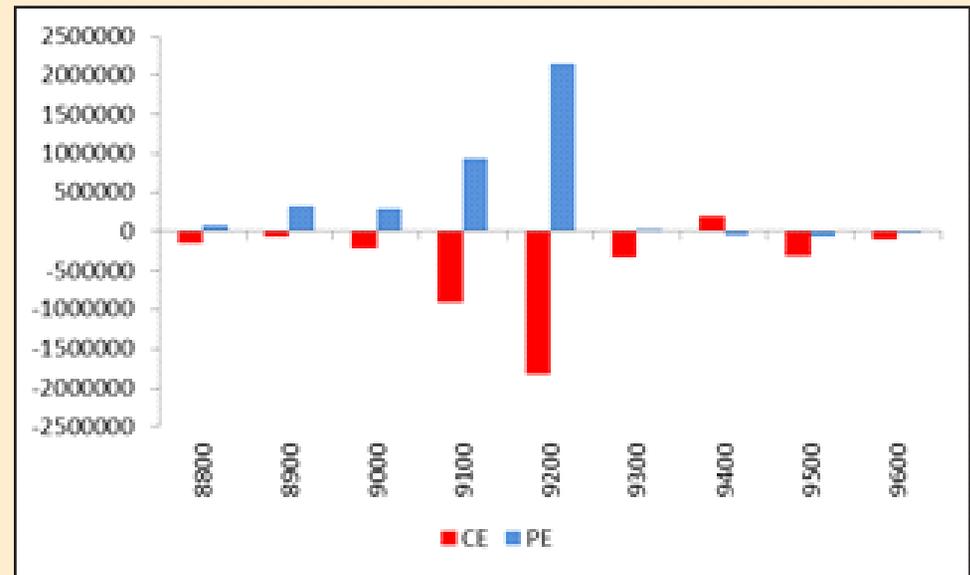
Short Covering



Nifty Option OI



1- Day change in Nifty OI



Morning Meet Notes

Research Notes

Indiabulls Housing Finance - Impressive performance on all fronts (CMP 1007, TP 1227, Recom BUY)

- ✓ PAT grew 24% YoY to INR8.4b. Total Income grew 22% YoY INR32.2b
- ✓ Largely stable spreads (3.24% v/s 3.27% QoQ)
- ✓ AUM growth of 33% YoY (+12% QoQ) was the highest in 19 quarters. Disbursements were up 44% YoY to INR132b
- ✓ GNPA/NNPA remained largely stable at 0.85%/0.36%
- ✓ Maintain Buy with a target price of INR1,227 (3.8x FY19E P/B)

Hexaware Technologies - (CMP 219, TP 235, Recom Neutral)

- ✓ CC revenue growth of 4.2% in 1QCY17 vs estimate of +~1% QoQ. In INR terms revenues came in at INR9.6b v/s our estimate of INR9.3b
- ✓ EBITDA margin shrunk 40bp to 16.9% (v/s est. of -80bp)
- ✓ PAT fell 6.3% QoQ to INR1.1b
- ✓ we expect revenues CAGR of 11% and earnings CAGR of 10%

Reliance Industries - (CMP 1416, TP 1264, Recom Neutral)

- ✓ Standalone EBITDA at INR113b (+5% YoY, +6% QoQ) vs estimate of INR107b due to higher GRMs. 4QFY17 GRM stood at USD11.5/bbl (+6% YoY, +6% QoQ)
- ✓ PAT of INR81.5b (+11% YoY, +2% QoQ) too beat estimate of INR75.2b, led by a lower effective tax rate of 19%
- ✓ Key drivers for near-term stock performance would be (1) core projects commissioning and (2) subscriber ramp-up/ARPU in telecom
- ✓ On FY19E basis, the stock trades at 11.1x adj. standalone EPS of INR127.8 and EV/EBITDA of 7.4x

Upcoming Economic Events Calendar

		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)
	1-May-17	2-May-17	3-May-17	4-May-17	5-May-17
India		Nikkei Manf. PMI		Nikkei Service and Composite PMI	
UK		Manufacturing PMI			
US	Manufacturing PMI		Service and Composite PMI, FOMC Rate decision	Initial Jobless Claims	Change in Non-farm pay roll, Unemployment Rate
	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 Traget	
US				Initial Jobless Claims	CPI, Retail sales Advance

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

Currency Ideas

USDINR



- ✓ The pair closed with negative bias in the previous session and sideways-to-lower move is likely to continue for the day as long as 64.85 - 65 zones are capped as resistance.
- ✓ Supports are placed at 64.35 - 64.20 levels.
- ✓ The momentum indicators RSI & MACD are also confirming weakness.
- ✓ Thus, selling on rise is advised

GBPINR



- ✓ Bias remains positive for the pair as long as 82.10 are held as key support.
- ✓ Buying on dips is thus advised and upside move towards 'Double Bottom' target near 84.10 - 84.40 looks likely.
- ✓ Immediate resistance is pegged near last week's high at 83.10 marks.

MOST Market Outlook

25th April 2017

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