

## Nifty Chart



## Nifty Outlook

Nifty Fut.	Reco.	CMP	SL	TGT
8615	BUY	8615	8565	8700

'Nifty ejected from the recent consolidation & could see an immediate movement till 8700; the ongoing up move could witness an extension beyond 8700 in case the momentum remains intact. Only if a decisive close below 8520 is witnessed trading longs shall be reduced. Until then bullish bias remains intact.

## Currency (USDINR) Outlook

USDINR	S1	S2	R1	R2
67.50	67.40	67.20	67.65	67.90

The pair is likely to trade sideways-to-lower with a test of support at 67.40 followed by 67.20 looking likely.

## Sectoral Outlook

Sector	Outlook
AUTO	Positive
MIDCAPS	Positive

## Market Drivers

- ✓ Market inched higher on back of encouraging earnings flow in last session; Nifty closed above 8600. Slew of companies reported good set of 1QFY17 earnings yesterday. Yes Bank, Bharti, HDFC, Asian Paints among others all reported good growth numbers. In a positive push for the Goods and Services Tax (GST) Bill, the Cabinet gave a green signal to GST Constitutional Act Amendments. The Cabinet has removed one percent manufacturing tax from the Constitutional Bill, which was one of the demands of the opposition, led by Congress. On the global front in U.S. the Dow Jones Industrial Average and the S&P 500 Index closed lower Wednesday, after briefly notching gains on the session, after the Federal Reserve signaled a willingness to raise benchmark interest rates in the fall.

## Highest Call OI

Instrument	Strike	OI	Chg in OI
Nifty 28-July	8700	6176250	534225
Bank Nifty 28-July	19000	665520	-105720

## Trading Idea - Cash & Future

Scrip	Reco	CMP	SL	Target
SR Trans Fin	BUY	1198	1220	1360

## Trading Idea - Derivatives

### STRATEGY - Nifty Bull Call Spread

Instrument	B/S	Lot	Reco	CMP
28 July 8650 CE	B	1	12	14.3
28 July 8700 CE	S	1	5	5.65

Target Profit :3350 Stop Loss: 500

## Highest Put OI

Instrument	Strike	OI	Chg in OI
Nifty 28-July	8500	5326500	471150
Bank Nifty 28-July	18500	783480	89600

## Trading Calls

**SR Trans Fin**      MBP      INR 1198  
Buy      Target      INR 1360

- ✓ 'Occurrence of a 'Bullish Harami' re-confirms the immediate support at 1150. We expect stock to resume its bullish momentum & continue its secular up move.
- ✓ Trading longs could be added with a stop at Revise 1220 & a target up to 1360.

## FII & DII Activity (Rs. in Cr)

Cat.	Amt	MTD	YTD
FII	404.69	8369.69	-24481.31
DII	-152.47	-5128.47	43468.53

## FII F&O

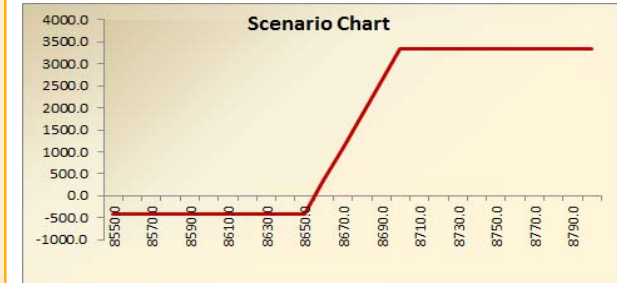
Institution	Net B/S	OI
Index Future	83.28	Long
Index Options	1142.46	Long
Stock Futures	-213.21	Short

## Derivatives Idea

**NIFTY**

Bull Call Spread

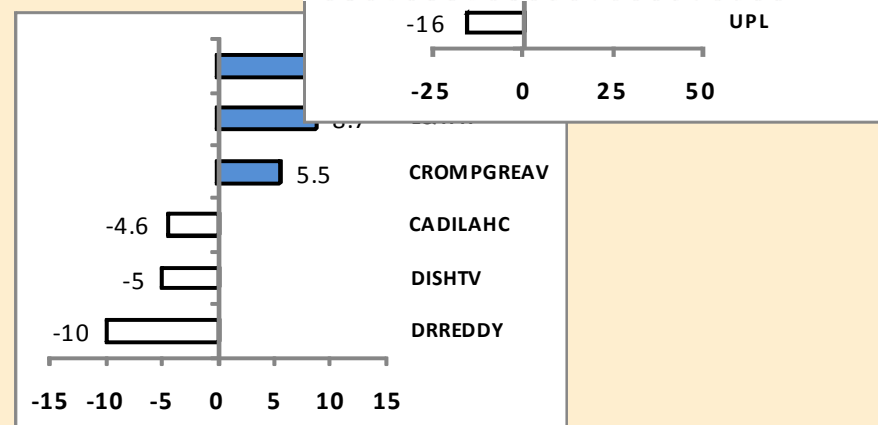
**Buy 1 Lot 8650 CE**  
**Sell 1 Lot 8700 CE**



**Target Profit : 3350    Stop Loss : 500**

- ✓ NIFTY is in long- long Unwinding cycle
- ✓ Highest Call concentration is at 8700 while Put n is at 8500. Unwinding in OTM ugur move towards 8700 day of expiry, intraday volatility served 4. As we are playing mol call spread is recommended

## Major Price % Change



## Change

## Morning Meet Notes

### Research Notes

GST: Cabinet approval received; focus to now shift to Rajya Sabha

Company	Sales	% Y/Y	EBITDA	% Y/Y	PAT	% Y/Y	Rationale	Comments
Yes Bank	22.2	39	13.1	44	7.3	33	Buy/1400/A	<ol style="list-style-type: none"> <li>PAT beat of 2%; Loan Gr +33%; CASA at 30% v/s 23% YoY</li> <li>GNPAs were at 0.79% (against 0.76% QoQ)</li> <li>EPS CAGR of 30% over FY16-18; Trades at 2.6x FY18 P/B</li> </ol>
HDFC	24	9	20.6	8	18.7	38	Buy/1563/I	<ol style="list-style-type: none"> <li>PAT boosted by O.I due to stake sale of insurance venture</li> <li>AUM +16%; Individual disbursement +26% (highest in 13 qtrs)</li> <li>GNPA stable at 0.75%; Trades at 3.8x FY18 P/B</li> </ol>
JSW	11708.0	1.1	3269.0	100.0	1109.0		BUY\2092/A	<ol style="list-style-type: none"> <li>Highest ever EBITDA on lower RM; realisation up 12%, volumes 7%</li> <li>EBITDA of subsidiaries improved 40% YoY</li> <li>Upgrade EBITDA by 19/9% in FY17/18; target 6.5xEV/EBITDA</li> </ol>

# MOST Market Outlook

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