

Global Indices Market

Global Indices	(Close)	(Pts)	Chg (%)
SGX Nifty*	8,604.75	10.15	0.12
Dow Jones	18,495.66	-37.39	-0.20
NASDAQ	5,204.59	-20.89	-0.40
S&P 500	2,175.49	-6.25	-0.29
FTSE 100	6,866.42	15.12	0.22
Nikkei 225*	16,735.12	-	-
Hang Seng*	22,560.11	67.68	0.30

Source: Bloomberg, leading business web *(as of 7:30 am) IST

Sectoral Gainers/Losers

Sector	(Close)	(Pts)	Chg (%)
S&P BSE IT	10962.7	-20.32	-0.19
S&P BSE TECK	5989.3	-17.09	-0.28
S&P BSE OIL&GAS	10557.8	-236.78	-2.19
S&P BSE ENERGY	2746.8	-57.23	-2.04

Source: BSE India; IT : Information Technology

Nifty: Top Gainers & Losers

Gainers	%Chg	Losers	%Chg
ADANI PORTS	7.45	GRASIM	-7.28
BANKBARODA	1.01	ACC	-4.39
TCS	0.97	IDEA	-4.27
HCLTECH	0.88	AMBUJACEM	-4.07
ZEEL	0.70	LUPIN	-3.96

Source: NSE India

Institutional Activity

Cash Market	Net Value	Futures (Fils)	Net Value
FII	412.56	Index	92.62
DII	-747.27	Stock	-576.17

Source: NSE India | Value (Rs in Crs)

Intra-day Recommendations

Scrip Code	Act	Entry	SL	TGT
AXISBANK	L	565-566	560	574
BRITANIA	L	3100	3050	3200
BHEL	L	136	134	140
CENTURYTEX	S	BLW 669	685	650
DISHTV	S	91.50	93	89

Note: Act= Action; Entry= Entry; SL= Stop loss; TGT= Target; L= Long; S= Short

Market Watch

- ✓ RBL Bank to open IPO on Aug 19, price band at Rs 224-225/sh
- ✓ SAIL look to expand Rourkela unit capacity to 10 mnt
- ✓ Suven Q1 net up 58% at Rs 33 crore
- ✓ Airtel starts offering 5 GB extra broadband data per connection
- ✓ Cabinet liberalises FDI norms for non-banking financial companies
- ✓ Tata Chemicals exits urea biz for Rs 2,670 cr
- ✓ City Union Bank PAT up 11%
- ✓ Birla Corporation posts 278% jump in Q4 profit
- ✓ Passenger vehicle sales up 17 per cent in July

Source: Bloomberg, leading business web

Market View


Markets likely to open flat; buy on dips: For the second straight day, markets witnessed profit booking from higher levels on account of selling in frontline blue chip counters. Nifty slipped below its crucial support of 8600 to lastly close at 8575.30 with an intraday loss of 102.95 points i.e., 1.19%. Selling during the day was broad based, all the major indices closed in red, whereas, NIFTY PHARMA index fell the most 2.01%, followed by NIFTY AUTO at 1.93% and NIFTY BANK at 1.51%. Breadth of the market reflected underlying weakness where 43 shares were declining against only 7 shares gaining and one remained unchanged. The sentiments weighed down by the report that the gross non-performing assets (GNPAs) of the public sector banks increased from Rs 2.16 lakh crore in 2013-14 to Rs 4.76 lakh crore in 2015-16. The last session turned out to be a disappointing session, as the markets started trading slightly higher but failed to hold the gains, breached the key support levels, every rise being utilised as a selling opportunity. Technically, Nifty placed an intraday low of 8564.60 where it found support from its 21-DEMA. On the upside immediate resistance is pegged around 8650 levels followed by 8690-8700 zones. While on the downside, below 8565 levels support is placed near 8500-8520 levels, followed by 8470 mark. Therefore for the day, we recommend traders to buy Nifty on dips towards 8550 levels for the upside target of 8600-8620 levels, placing a stop below 8500 mark.

Nifty Option: Buy Nifty Aug. 8600 CE @ 85 | SL: 60 | TGT: 110-115 | TF: Intraday

DERIVATIVES INSIGHT

Nifty Tracker

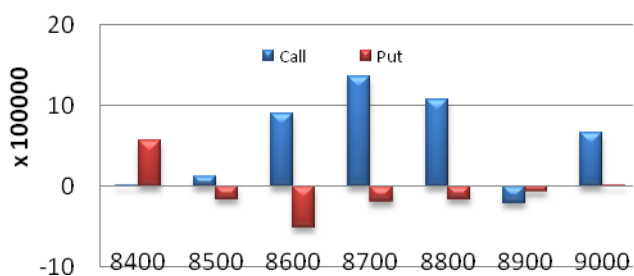
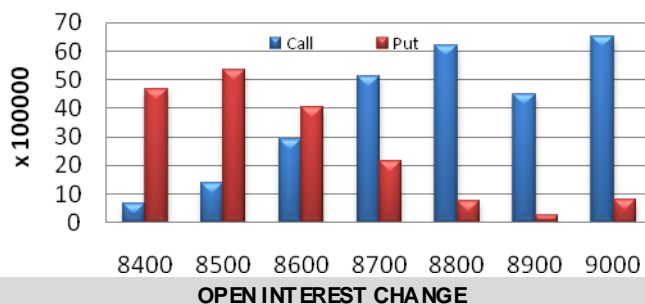
Particulars	(Close)	(Previous)	Chg (%)
Nifty Spot	8575.30	8678.25	-1.19
Nifty Near Fut.	8598.05	8702.55	-1.20
Nifty Near Fut. OI	2.56	2.46	3.75
Nifty COC %	6.46	6.39	0.07
Nifty PCR Vol	0.94	1.02	-7.55
Nifty PCR OI	0.96	1.02	-6.00
Bank Nifty Spot	18647.80	18933.30	-1.51
Bank Nifty Fut.	18716.90	19007.10	-1.53
Bank Nifty Fut. OI	0.19	0.20	-3.08
Bank Nifty COC %	9.02	8.89	0.12
Market OI (Rs. cr.)	230,873	225,562	2.35
India VIX	14.92	14.54	2.61

Nifty Dynamics

- ✓ Nifty Aug. future is trading at a premium of 22.75 points as compared to a premium of 24.30 points in the last trading session. Bank Nifty Aug. future is trading at a premium of 69.10 as compared to a premium of 73.80 points.
- ✓ On the options front, Nifty Aug. 8400 PE witnessed addition of 5.66 lakh shares in Open Interest while Nifty Aug. 8700 CE witnessed addition of 13.61 lakh shares. The highest OI is seen in Nifty Aug. 8500 PE to the tune of 53.53 lakh shares, whereas, on the higher side, Nifty Aug. 9000 CE to the extent of 65.25 lakh shares.
- ✓ Nifty put options witnessed addition of 13 lakh shares in open interest, while Nifty call options witnessed addition of 45 lakh shares in open interest. India VIX ended at 14.92 from 14.54 while Nifty historical volatility increased to 14.08% from 13.33%.
- ✓ Nifty call options average Implied Volatility (IV) increased to 15.71% from 14.02% and Nifty Put options average Implied Volatility (IV) increased to 14.79% from 14.43% with market open interest at Rs. 230873 Crore.

Options Activity (Near Month)

OPEN INTEREST



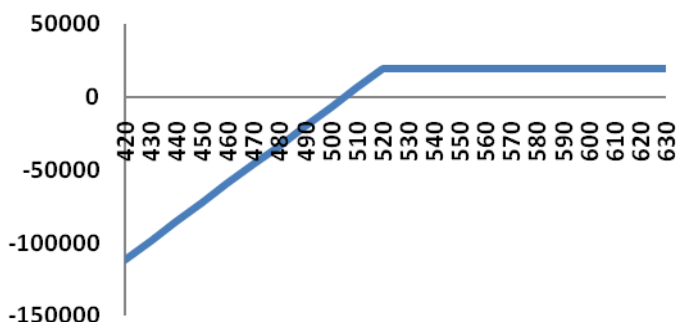
Positional Recommendations

TCS AUG. Future: Buy @ 2674-2675 levels for targets of 2745-2750 with a stop loss at 2629 (Spot levels): TCS witnessed addition of long positions in yesterday's trade. The stock added more than 2% in open interest with rise in price during last trading session. Technically, the stock has gained 1% with notable volume in the last trading session and is well placed above all its major moving averages on the daily chart. We expect the stock to test 2745-2750 levels in the short term.

PIDILITIND AUG. Future: Sell @ 710-711 levels for the targets of 690-692 levels with a stop loss above 724 (Spot levels): PIDILITIND witnessed addition of short positions in yesterday's trade. The stock added more than 5% in open interest with fall in price during the last trading session. Technically, stock has lost more than 2% with notable volume in the last trading session and has closed below its short term moving averages on the daily chart, exhibiting weakness in the stock in the near term. Therefore, one may go short for lower targets of 690-692 levels.

VOLTAS AUG. 350 CE: Buy VOLTAS 350-strike call option having open interest of 192,000 shares. It has seen closure of 6,000 shares in yesterday's trade with IVs at 31.95%. Long positions can be assumed in the option between Rs.8.50-9 with a stop loss at Rs 5 for the targets of Rs 16-17 in the near term.

Hybrid Strategy Payoff



Hybrid Strategy

COVERED CALL IN ZEEL

ZEEL August Future has total open interest of 86,20,300 shares while ZEEL Aug 520 CE witnessed addition of 5,400 shares making a total OI of 1,83,300 shares during the last trading session. The counter is in the uptrend forming higher highs and higher lows on the daily chart from the lows of 350 and also trending above its major moving averages. Hence, we recommend building a COVERED CALL strategy in this counter.

Buy one lot of ZEEL August Futures @ 515.50 and Sell one lot of ZEEL August 520 CE @ 10.00; Max Profit:18850; Max Loss: Unlimited below BEP; BEP: 505.50; StopLoss:495

PIVOT TABLE

SYMBOL	CMP	S2	S1	PIVOT	R1	R2
SENSEX	27774.88	27478.27	27626.57	27884.93	28033.23	28291.59
NIFTY	8575.30	8484.50	8529.90	8610.00	8655.40	8735.50
NIFTYBANK	18647.80	18374.10	18510.95	18748.10	18884.95	19122.10
ADANIPTS	258.45	237.52	247.98	254.62	265.08	271.72
ASIANPAINT	1129.95	1115.15	1122.55	1135.50	1142.90	1155.85
AXISBANK	567.90	556.43	562.17	568.73	574.47	581.03
BAJAJ-AUTO	2856.00	2810.87	2833.43	2867.72	2890.28	2924.57
BHARTIARTL	346.45	339.88	343.17	348.28	351.57	356.68
CIPLA	521.25	510.45	515.85	524.90	530.30	539.35
COALINDIA	337.95	331.98	334.97	337.48	340.47	342.98
DRREDDY	2999.65	2962.55	2981.10	3006.55	3025.10	3050.55
GAIL	373.95	368.98	371.47	374.98	377.47	380.98
HDFC	1337.15	1313.52	1325.33	1337.17	1348.98	1360.82
HDFCBANK	1226.90	1201.33	1214.12	1232.53	1245.32	1263.73
HEROMOTOCO	3317.30	3209.33	3263.32	3351.08	3405.07	3492.83
HINDUNILVR	924.95	915.15	920.05	927.70	932.60	940.25
ICICIBANK	239.35	232.95	236.15	241.35	244.55	249.75
INFY	1082.35	1069.12	1075.73	1081.82	1088.43	1094.52
ITC	246.50	244.30	245.40	246.90	248.00	249.50
LT	1483.20	1460.20	1471.70	1487.85	1499.35	1515.50
LUPIN	1544.40	1496.83	1520.62	1563.78	1587.57	1630.73
M&M	1449.15	1400.38	1424.77	1459.38	1483.77	1518.38
MARUTI	4861.60	4767.20	4814.40	4897.20	4944.40	5027.20
NTPC	157.90	153.90	155.90	158.75	160.75	163.60
ONGC	229.05	224.35	226.70	228.85	231.20	233.35
POWERGRID	174.40	171.93	173.17	174.83	176.07	177.73
RELIANCE	1003.65	980.85	992.25	1013.40	1024.80	1045.95
SBIN	231.50	227.30	229.40	233.15	235.25	239.00
SUNPHARMA	817.65	803.95	810.80	821.90	828.75	839.85
TATAMOTORS	503.45	493.22	498.33	507.42	512.53	521.62
TATASTEEL	370.30	361.37	365.83	372.62	377.08	383.87
TCS	2675.40	2634.47	2654.93	2668.47	2688.93	2702.47
WIPRO	542.65	533.62	538.13	544.57	549.08	555.52

Corporate Actions

Company	Series	Ex-Date	Record Date	Purpose
GREENLAM	EQ	12-AUG-16	-	AGM / DIVIDEND - RS 1/- PER SHARE
KAJARIACER	EQ	12-AUG-16	-	AGM / DIVIDEND - RS 5/- PER SHARE
L&TFH	EQ	12-AUG-16	-	AGM / DIVIDEND - RS 0.80/- PER SHARE
SIEMENS	EQ	12-AUG-16	17-AUG-16	INTERIM DIVIDEND – RS 27.50/- PER SHARE

Results

ABIRLANUVO | GRASIM | COFFEEDAY | TALWALKARS | HCIL | IPCALAB | IDBI | KRBL | MRF | JKLAKSHMI

Page 1: FI= Foreign institutional investor, DI= Domestic institutional investor. | Page 2: Fut=Futures; COC=Cost of Carry; PCR = Put Call Ratio; Vol = Volume; OI = Open Interest; VIX = Volatility Index | Page 3: Pivot Point: Intra-day trading tool that applies stop loss based on NSE prices. | Pivot Point: This is a trigger point for intra-day buy/sell based on the price range of the previous day, based on NSE prices. | R1 (Resistance 1): First resistance over pivot point; R2 (Resistance 2): Second resistance over R1. | S1 (Support 1): First support below pivot point; S2 (Support 2): Second support below S1. | As per the tool, the trader should take a BUY position just above the pivot point; the stop loss should be kept at the pivot point and the first target would be R1. If R1 is crossed, then R2 becomes the next target with the stop loss at R1. Similarly, if the price falls below the pivot point, the trader should SELL, keeping the pivot point as the stop loss and the first target as S1. If S1 is crossed, then S2 becomes the next target with the stop loss at S1.

KARVY RESEARCH DESK – STOCK BROKING

QUERIES & FEEDBACK

JK Jain

Toll-Free: 1800 425 8283

Head Research

Email ID: service@karvy.com

Analyst Certification

The following analyst(s), JK Jain, who is (are) primarily responsible for this report and whose name(s) is/ are mentioned therein, certify (ies) that the views expressed herein accurately reflect his (their) personal view(s) about the subject security (ies) and issuer(s) and that no part of his (their) compensation was, is or will be directly or indirectly related to the specific recommendation(s) or views contained in this research report.

Disclaimer

Karvy Stock Broking Limited [KSBL] is registered as a research analyst with SEBI (Registration No INH200003265). KSBL is also a SEBI registered Stock Broker, Depository Participant, Portfolio Manager and also distributes financial products. The subsidiaries and group companies including associates of KSBL provide services as Registrars and Share Transfer Agents, Commodity Broker, Currency and forex broker, merchant banker and underwriter, Investment Advisory services, insurance repository services, financial consultancy and advisory services, realty services, data management, data analytics, market research, solar power, film distribution and production, profiling and related services. Therefore associates of KSBL are likely to have business relations with most of the companies whose securities are traded on the exchange platform. The information and views presented in this report are prepared by Karvy Stock Broking Limited and are subject to change without any notice. This report is based on information obtained from public sources, the respective corporate under coverage and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed. The report and information contained herein is strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of KSBL. While we would endeavor to update the information herein on a reasonable basis, KSBL is under no obligation to update or keep the information current. Also, there may be regulatory, compliance or other reasons that may prevent KSBL from doing so. The value and return on investment may vary because of changes in interest rates, foreign exchange rates or any other reason. This report and information herein is solely for informational purpose and shall not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. KSBL will not treat recipients as customers by virtue of their receiving this report. Nothing in this report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. This material is for personal information and we are not responsible for any loss incurred based upon it. The investments discussed or recommended in this report may not be suitable for all investors. Investors must make their own investment decisions based on their specific investment objectives and financial position and using such independent advice, as they believe necessary. While acting upon any information or analysis mentioned in this report, investors may please note that neither KSBL nor any associate companies of KSBL accepts any liability arising from the use of information and views mentioned in this report. Investors are advised to see Risk Disclosure Document to understand the risks associated before investing in the securities markets. Past performance is not necessarily a guide to future performance. Forward-looking statements are not predictions and may be subject to change without notice. Actual results may differ materially from those set forth in projections.

- Associates of KSBL might have managed or co-managed public offering of securities for the subject company or might have been mandated by the subject company for any other assignment in the past twelve months.
- Associates of KSBL might have received compensation from the subject company mentioned in the report during the period preceding twelve months from the date of this report for investment banking or merchant banking or brokerage services from the subject company in the past twelve months or for services rendered as Registrar and Share Transfer Agent, Commodity Broker, Currency and forex broker, merchant banker and underwriter, Investment Advisory services, insurance repository services, consultancy and advisory services, realty services, data processing, profiling and related services or in any other capacity.
- KSBL encourages independence in research report preparation and strives to minimize conflict in preparation of research report.
- Compensation of KSBL's Research Analyst(s) is not based on any specific merchant banking, investment banking or brokerage service transactions.
- KSBL generally prohibits its analysts, persons reporting to analysts and their relatives from maintaining a financial interest in the securities or derivatives of any companies that the analysts cover.
- KSBL or its associates collectively or Research Analysts do not own 1% or more of the equity securities of the Company mentioned in the report as of the last day of the month preceding the publication of the research report.
- KSBL or its analysts did not receive any compensation or other benefits from the companies mentioned in the report or third party in connection with preparation of the research report and have no financial interest in the subject company mentioned in this report.
- Accordingly, neither KSBL nor Research Analysts have any material conflict of interest at the time of publication of this report.
- It is confirmed that KSBL and Research Analysts, primarily responsible for this report and whose name(s) is/ are mentioned therein of this report have not received any compensation from the subject company mentioned in the report in the preceding twelve months.
- It is confirmed that JK Jain, Research Analyst did not serve as an officer, director or employee of the companies mentioned in the report.
- KSBL may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report.
- Neither the Research Analysts nor KSBL have been engaged in market making activity for the companies mentioned in the report.
- We submit that no material disciplinary action has been taken on KSBL by any Regulatory Authority impacting Equity Research Analyst activities.

Karvy Stock Broking Limited

Plot No.31, 6th Floor, Karvy Millennium Towers, Financial District, Nanakramguda, Hyderabad, 500 032, India

Tel: 91-40-2331 2454; Fax: 91-40-2331 1968

For More updates & Stock Research, visit www.karvyonline.com