

5th December, 2024



Most
Market
OUTLOOK

Investment in securities market are subject to market risks, read all the related documents carefully before investing.

Technical Pick: (2-3 Days)

Stock Names	Close Price	SL	TP
CDSL : Buy	1718	1660	1840

Fundamental Pick: (1 Year)

Coforge : Buy

(CMP : 8750, TP: 10,000)

Focused Ideas for the month

Stock Name	TP	Upside
LT Foods	520	24%
Zomato	330	15%
ICICI Bank	1500	14%
Coforge	10000	14%
L&T	4300	13%

Quant Picks:

Quant Intraday Sell Idea:

Stock Names	Close Price	SL (1%)	TP (1%)
GLAXO (Sell)	2,402	2,426	2,378
GPPL (Sell)	196	197	194

- The market is anticipated to open on a positive note, driven by buoyant sentiment following FIIs turning into net buyers over the past two trading sessions. This optimism is bolstered by the expectation of the
- Reserve Bank of India (RBI) cutting the cash reserve ratio (CRR) and a record-high closing on Wall Street. The US market surged over 1%, with the Dow Jones crossing the 45,000-point mark for the first time, fuelled by the US Federal Reserve's optimistic comments about economic strength and expectations of interest rate cuts this month.
- Gift Nifty is flat to negative. Focus on Realty, Telecom, PSU Banks, Defence, Insurance and Exchange related stocks

NIFTY (CMP : 24467) Nifty immediate support is at 24350 then 24250 zones while resistance at 24650 then 24750 zones. Now it has to hold above 24400 zones for an up move towards 24650 then 24750 zones whereas supports can be seen at 24350 and 24250 zones.



Nifty Cash	R1	R2	S1	S2
24,467	24650	24750	24350	24250

BANK NIFTY (CMP : 53267) Bank Nifty support is at 53000 then 52750 zones while resistance at 53750 then 54000 zones. Now it has to hold above 53000 zones for an up move towards 53750 then 54000 zones while on the downside support shifts higher to 53000 then 52750 levels.



Bank Nifty Cash	R1	R2	S1	S2
53267	53750	54000	53000	52750

Technical Trading Idea

CDSL : Buy CMP : 1718 Target : 1840 SL : 1660 Duration : 2-3 Days

- Price has broken out of a consolidation zone and gave highest daily close ever. It is perfectly respecting its 50 DEMA with slight dips being bought into.
- The MACD momentum indicator has turned up suggesting upward momentum.



- Nifty December future closed at 24,561.70 with a premium of 94.25 point v/s 89.85 point premium in the last session.
 - Nifty futures OI decreased by 0.01% to 1.28 Cr and Bank Nifty futures OI increased by 4.74% to 26.69 Lakhs.
 - Nifty Put/Call Ratio (OI) decreased from 1.29 to 1.14 level.
 - Bank Nifty Put/Call Ratio (OI) increased from 1.02 to 1.12 level.
 - On option front, Maximum Call OI is at 25000 then 24800 strike while Maximum Put OI is at 24000 then 24200 strike. Call writing is seen at 24600 then 24750 strike while Put writing is seen at 24500 then 24400 strike. Option data suggests a broader trading range in between 24000 to 25000 zones while an immediate range between 24200 to 24700 levels.
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- **Option Buying:** Buy weekly Nifty 24500 Call till it holds above 24400 zones. Buy Bank Nifty 54400 Call till it holds above 53000 zones.
 - **Option Strategy:** Nifty weekly Bull Call Spread (Buy 24500 CE and Sell 24650 CE) at net premium cost of 50-55 points. Bank Nifty Bull Call Spread (Buy 53500 CE and Sell 54000 CE) at net premium cost of 210 - 230 points.
 - **Option Writing:** Sell weekly Nifty 23950 PE and 24800 CE with strict double SL. Sell Bank Nifty 49500 PE and 56200 CE with strict double SL.

Global Market Summary:

- US markets yet again closed at record highs for third-straight day, led by Tech gains and Powell speech
- Fed Chair Jerome Powell said the economy was strong enough for the central bank to proceed cautiously on rate cuts
- Traders are pricing in a 79% chance of a 25bps cut at the Fed's Dec meeting.
- Dow gained 0.4%, S&P500 up +0.4% and Nasdaq rose 1.0%. Dow Futures is currently trading Flat.
- European indices yesterday closed flat to positive. Asian markets today, are mixed.
- **Global Cues: Marginal Positive**

Indian Market Summary:

- Yesterday, Nifty ended flat amidst a volatile session, at 24,467 level (+0.04%) due to tug of war between positive domestic factors and weak Asian cues. Broader market outperformed with mid and small cap indices gaining ~1% and 0.9% respectively, rising consistently for the last 3 weeks
- FIIs were buyers for 2nd consecutive day of Rs1798Cr while DIIs were marginal sellers of Rs900 crore.
- Currently GIFT Nifty is marginally down -0.1% (-25 points).
- **Domestic Cues: Flat to Positive**

News and Impact :

Indus Tower: Vodafone Group Plc will divest its 3% stake, selling 7.9 crore shares via open market deals. The proceeds will be used to repay \$101 million in outstanding borrowings secured against Vodafone's Indian assets.

Vodafone Idea: will consider fundraising up to Rs 2,000 crore through a preferential equity issuance to one of the promoter entities in a meeting on Dec. 9. **Impact: Positive**

One 97 Communication (PayTM): CMP Rs937

- RBI has increased the transaction upper limit for a single UPI Lite offline transaction to ₹1,000, up from ₹500. The total limit for a payment instrument has been increased to ₹5,000 from the previous ₹2,000.
- PAYTM reported an in-line Q2 characterized by recovery in business metrics which have rebounded from the lows of Q1. We expect continued recovery leading to a 24% revenue CAGR over FY25-27E.
- Contribution margin improved to 54% in Q2 from 50% in 1QFY25, led by improvement in financial services' revenue mix and strong cost-control measures. Net payment margin improved 21%QoQ to ₹4.65bn.
- PayTM had recently received much awaited approval from NPCI of onboarding of new UPI customers

View: Positive

Coforge: CMP Rs8,750 TP 10,000 Upside 14% Buy

- Coforge had a robust quarter with organic revenue up 6.3% QoQ led by growth across the board. Order intake was healthy too, up 43% QoQ. EBITDA margin expanded from 12.6% in Q1 to 16.2% in Q2.
- Cigniti's numbers were a surprise as it reported revenue growth of 6.1% QoQ. Management believes it can extract further synergies and expand the margin to over 18% by 4QFY25.
- 2Q earnings season indicates a turnaround in demand, with Coforge's vertical exposures positioning it to lead growth. We expect revenue/PAT to grow organically by 19%/17% YoY in 2HFY25

View: Buy

What are the rules?.

1. Weekly Buy Ideas:

- Stock names will be given at market open (9:15 am)
- Recommended time to entry: between 9:15 to 9:30 am.
- Entry: We go long for a week (5 trading days)
- Exit: We Sell after a week of it's recommendation
- SL: is placed at 2% of the entry price
- Book Profit: is placed at 4% of the entry price

Today's Techno Quant Weekly Buy Ideas : NIL

What is this?

Based on technical indicators this strategy gives 2 stocks that have a high likelihood to fall during the day (from open to close). This is an intraday Sell strategy which can provide a good cushioning during a black swan event.

Today's **Sell** Ideas:

Stock Names	Close Price	SL (1%)	TP (1%)
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GPPL (Sell)	196	197	194

What are the rules?

- Stock names will be given at market open (9:15 am)
- Recommended time to entry: between 9:15 to 9:30 am.
- Entry: We short 2 stocks daily (intraday)
- Exit: we will exit at 3:15 as this is an intraday call
- SL: is placed at 1% of the open.
- Book profit: At 1% fall since open.
- In special situations the book profit might be delayed if the stock is in free fall.

