

The background features a magnifying glass with a black handle and frame. Inside the lens, a red line graph representing a stock market index is visible, showing fluctuations. To the right of the graph, a stylized illustration of a tall, modern building with many windows is shown. The background outside the magnifying glass consists of green and yellow radial lines emanating from a central point, creating a sunburst effect.

**A person who keeps patience  
is sure to win in share market.**



**Daily Research Reports**



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## Good Morning & Welcome to Thursday's trading session at Dalal Street, dated 17th November 2022.

This morning, SGX Nifty is seen trading water, indicating Nifty will struggle for direction in today's trade.

Well, that's in-line with our call of the day which suggests - if yesterday's trading action is any indication, then we suspect – Nifty is likely to struggle to make sizeable gains in today's trade.

### # The 5-big headwinds:

1. San Francisco Federal Reserve President Mary Daly's statement that the Fed isn't ready to pause rate hikes yet and that it could lift the federal funds rate by more than a full percentage point from here.
2. A possible escalation of the war in Ukraine. White House has stated that ultimately - Russia is responsible for tragic incident in Poland.
3. Muted action from FIIs in last two trading sessions.
4. Another report on rising Covid infections on China.
5. Technically, overbought conditions prevail – Slight profit booking in Nifty could be the order of the day.

# The line in the sand is Nifty's support at 18277. Bank Nifty's make-or-break intraday support at 42000.

### # The 2-positive catalysts:

1. Signs of cooling US inflation.
2. A sluggish Crude Oil price below \$ 85 a barrel.

### Now, before we get into details, here is the preferred trade on Nifty and Bank Nifty:

# **Nifty (18410):** Buy on dips between 18275-18300 zone. Stop at 18101. Targets 18605/18751. Aggressive targets at 19251 zone.

# **Bank Nifty (42535):** Buy between 42100-42200 zone. Stop at 41665. Targets 42750/43000. Aggressive targets at 43750 zone.

### Outlook for Thursday: Nifty may hit the pause button.

Another report on rising Covid infections on China are likely to tone down on the bullish sentiments in today's trade.

INDICES		
Nifty	18410	0.03%
Bank Nifty	42535	0.38%
Nifty Auto Index	13106	-0.38%
Nifty FMCG Index	43910	-0.07%
Nifty Infra Index	5277	-0.40%
Nifty IT Index	29952	0.29%
Nifty Media Index	2020	-1.44%
Nifty Midcap Index	8597	-0.90%
Nifty Metal Index	6462	-1.94%
Nifty Pharma Index	12999	-0.29%
Nifty Reality Index	448	-1.03%
Nifty Smallcap Index	9697	-0.83%
Sensex	61981	0.17%
SGX Nifty	18419	-0.18%

Outlook for the Day	
	A down day likely

Nifty Outlook	
Intraday	Positive (18275 -18650)
Medium Term	Positive (17100-19000)
Long Term	Positive (14500-19501)

Key Levels to Watch	
Nifty Support	18311/18201
Nifty Resistance	18605/19251

Pivot Level	
Nifty	17677

The negative shift in sentiments is also on backdrop of the upbeat US Retail Sales data that seems to be helping the US Dollar find some demand. The King US Dollar index was last seen hovering at 106.50 levels.

The US Treasury yields fell on Wednesday were trading steady with the 10-year Treasury yield falling to 3.712%. The yield on the 2-year Treasury pegged at 4.37%.

## TOP SECTORS:

# **Bullish Sectors:** IT, BANK NIFTY,

# **Bearish Sectors:** MEDIA, PHARMA, METALS, REALTY

## STOCKS IN FOCUS:

# **BULLISH VIEW:** COAL INDIA, NAVIN FLUORINE INTERNATIONAL, HINDUSTAN AERONAUTICS, BALRAMPUR CHINI MILLS, SIEMENS, ONGC, BHARAT ELECTRONICS

# **BEARISH VIEW:** DELTA CORP, SYNGENE INTERNATIONAL, CUMMINS INDIA, HINDALCO INDUSTRIES, EICHER MOTORS, AARTI INDUSTRIES, METROPOLIS HEALTHCARE, AU SMALL FINANCE BANK, PERSISTENT SYSTEMS, AND APOLLO TYRES.

# Our **chart of the day** is bullish on INFOSYS, PIDILITE and TCS with an interweek perspective.

# **The 1 stock to buy right now: INFOSYS (CMP 1601): Buy at CMP. Stop 1555. Targets 1637/1675. Aggressive targets at 1751. (Intermonth Strategy). Rationale: Rebound Play.**

## WHAT TECHNICAL TELLS US ON NIFTY/SENSEX:

### Daily chart of Nifty:



## Technical Strategy

<b>INFOSYS</b>	1603
<b>Action</b>	BUY
<b>Target</b>	1751
<b>Support</b>	1551/1501
<b>Resistance</b>	1675/1751
<b>Holding Period</b>	30-40 DAYS

Incorporated in the year 1981, Infosys is a global leader in next-generation digital services and consulting and enables clients in more than 50 countries to navigate their digital transformation.

Infosys is a NYSE listed global consulting and IT services company with more than 345k employees. From a capital of US\$250, the firm has grown to become a US\$ 17.53 billion (LTM FY23 revenues) company with a market capitalization of approximately US\$ 71.41 billion.

Buy at CMP, and on dips between 1550-1560 zone with targets at psychological 1650 mark and then aggressive targets at 1721 mark with stop at 1469 mark.

# **Nifty:** Technically, Nifty's biggest make-or-break intraday support now placed at 18201 mark. Only below 18201 mark, Nifty likely to slip quickly to 17750-17900 zone.

For the day, expect momentum buying to lift Nifty above its upside targets at 18605.

Nifty's 200 DMA at 17001 mark.

## Daily chart of Bank Nifty:



# **Bank Nifty:** In yesterday's trade, Bank Nifty traded with positive bias and scaled a fresh all-time-high at 42611.75 mark as it ended 0.38% higher. PSU Bank index inched up 0.29% higher while Nifty Private Bank index advanced 0.26%.

The positive takeaway is that the recent sequence of higher high/low remains intact for Bank Nifty on all-time-frames.

Intraday support for Bank Nifty seen at 42000 mark. The biggest interweek support for Bank Nifty seen at 40819 mark.

For the day, buying on any sharp declines shall be the preferred strategy.

Bank Nifty's 200 DMA at 37181 mark.

## DERIVATIVE & INSTITUTIONAL CUES:

# The **Nifty options data** for November series suggests Nifty is likely to be in a trading range of 18000-19000 zone. Maximum Call OI is at 19000 followed by 19500 strike price. So, the 19000 mark will be Nifty's crucial resistance zone. Maximum Put open interest stands at 18000 levels followed by 18300 levels. Call writing was seen at 19000 and then at 18700 strike price, while there was meaningful Put writing at 18300 and then at 18400 strike prices.

# The Volatility index was hovering well below the 20 levels now at 15.10.

# In Friday's trade, both the Foreign institutional investors (FIIs) and the domestic institutional investors (DIIs) were net buyers worth Rs. 3958 crores and Rs 616 crores respectively.

# In Monday's trade, both the Foreign institutional investors (FIIs) and the domestic institutional investors (DIIs) were net buyers worth Rs. 1089.40 crores and Rs 47.20 crores respectively.



# In Tuesday's trade, both the Foreign institutional investors (FIIs) and the domestic institutional investors (DIIs) were net sellers worth Rs. 221 crores and Rs 549 crores respectively.

# As per Wednesday's provisional data available on the NSE, FIIs sold shares worth Rs. 386.06 crores in the Indian Equity Market. DIIs on the other hand, bought shares worth Rs. 1437.40 crores

# The Put-Call Open Interest Ratio is at 1.23 for Nifty.

# **Stocks in Ban for today's trade:** BALRAMCHIN, BHEL, DELTACORP, GNFC, IBULHSGFIN, SUNTV.

## ECONOMIC CUES:

# India's retail inflation has eased to a three-month low at 6.77% in October as food inflation decelerated.

That said, the easing is unlikely to force a pause in the RBI's rate hiking cycle.

Retail inflation has remained outside of the central bank's Monetary Policy Committee's tolerance band of 2-6 per cent for more than three successive quarters, marking the panel's failure to achieve its legally-mandated inflation target.

## GLOBAL STOCK MARKETS:

# The Dow Jones Industrial Average traded subdued overnight after stronger-than-expected retail sales data from the Commerce Department.

The producer price inflation slowed to 8% last month, well south of the Street consensus forecast and more than three percentage points lower than the multi-decade highs reached in March of this year.

Last week, Dow Jones had a great week (up 4.15%), along with its counterparts Nasdaq and S&P 500 witnessing an upside of 8.10% and 5.90% respectively.

## RECAP OF PREVIOUS DAY'S TRADING SESSION:

### The benchmarks take a breather but manage to stay in green.

# Nifty (+06, 18410).

# Sensex (+87, 61954)

Just like Tuesday, for most of the session, Nifty was seen trading flat - bouncing between positive and negative territory but again bulls regrouped at lower levels and lifted the benchmarks to end the day with smart gains.

Bank Nifty continued to outperform, up 0.38% at 42535.

**Long story short:** Nifty is still en-route to all time high at 18605 mark.

# **Top Index Gainers:** KOTAKBANK (+2.68%), COALINDIA (+1.34%) HDFC (+0.92%(+)

# **Top Index Losers:** APOLLOHOSP (-2.56%) ADANI PORTS (-2.35%) HINDALCO (-2.34%)

# Adv-Dec 20 — 30

# Nifty PCR 1.23

# BANK NIFTY PCR 1.20

# INDIA VIX 15.10 (+3.14%)

# Nifty MidCap (-0.90%, 8597)

# NiftySmallCap (-0.83, 9697)

# BANK Nifty (+0.38%, 42535)

# Nifty IT (+0.29%, 29952)

# USD/INR (+0.2868%, 81.29)

# TOP PICKS (F & O)

It's like having investment binoculars !

**IT stocks likely to outperform. We like INFY and TCS**

STOCKS	LTP	S1	S2	R1	R2	BIAS	TRADING STRATEGY
BEL	108.3	105	100	112	117	Positive	Buy at CMP. Stop 104. Targets 112/117. Aggressive targets at 125. (Intermonth Strategy). Rationale: Breakout Play.
BHARTIARTL	841.2	822	799	867	901	Positive	Buy at CMP. Stop 817. Targets 867/901. Aggressive targets at 925. (Intermonth Strategy). Rationale: Momentum Play.
HAL	2681.15	2625	2555	2745	2801	Positive	Buy at CMP. Stop 2603. Targets 2745/2801. Aggressive targets at 2875. (Intermonth Strategy). Rationale: Breakout Play.
INFY	1603	1569	1527	1631	1725	Positive	Buy at CMP. Stop 1553. Targets 1631/1675. Aggressive targets at 1725. (Intermonth Strategy). Rationale: Breakout Play.
TCS	3355	3275	3201	3411	3511	Positive	Buy at CMP. Stop 3265. Targets 3411/3511. Aggressive targets at 3609. (Intermonth Strategy). Rationale: Momentum Play.

## Derivatives Strategies

**Future Call:** SELL AARTIIND NOVEMBER FUTURES at CMP 671.20. Targets at 658 and then at 646 zone. Stop: 688. Holding Period: Intraday. Analyst's Remark: Breaking Down. (AARTIIND NOVEMBER Futures CMP 671.20)

**Option Call:** BUY NIFTY 24th NOVEMBER PE Strike Price 18300 at CMP 82.00. Maximum Loss: ₹ 4,100/-. Profit: Unlimited. Stop: Exit Put Option if NIFTY moves above 18551. (NIFTY NOVEMBER Futures CMP 18446.35)

### Market Summary:

- Nifty November Futures ended Tuesday's session at a premium of +36 vs premium of +79.
- The 17th November expiry Put-Call Open Interest Ratio was at 1.23 for Nifty whereas it was 1.19 for Bank Nifty.
- The 17th November expiry Put-Call Volume Ratio was at 0.99 for the Nifty and 1.03 for Bank Nifty
- For Nifty, Maximum Call Open Interest (OI) stands at 18400 Strike Price, followed by 18500 Strike Price for 17th November Series. Long Unwinding was seen at strike prices 18800-19100.
- Maximum Put Open Interest (OI) was seen at strike price 18300 followed by 18000 strike prices for 17th November series. Long Unwinding was seen at strike prices 16700-18100.
- For Bank Nifty, Maximum Call Open Interest (OI) stands at 42500 Strike Price and Maximum Put Open Interest stands at 42000 Strike Price.
- As per Wednesday's provisional data available on the NSE, FIIs sold shares worth Rs. 386.06 crores in the Indian Equity Market. DIIs on the other hand, bought shares worth Rs. 1437.40 crores.
- Long Buildup: HAL, TCS, BHARTIARTL
- Short Buildup: APOLLOTYRE, AARTIIND, RELIANCE.
- Short Covering: INFY, POWERGRID, KOTAKBANK, HDFC.
- Long Unwinding: IBULHSGFIN, MOTHERSON, HINDALCO, VEDL.
- Stocks banned in F&O segment:** BALRAMCHIN, BHEL, DELTACORP, GNFC, IBULHSGFIN, SUNTV.
- New in Ban: IBULHSGFIN.
- Out of Ban: PNB.

### Changes in Open Interest (OI) in yesterday's trade.

<b>Nifty Spot</b>	18409.65 (+0.034%)
<b>Bank Nifty Spot</b>	42535.30 (+0.38%)
<b>VIX</b>	15.10 (+3.14%)
<b>Premium</b>	+36 vs +79
<b>Nifty Future OI</b>	1.2 crores (+0.20%)
<b>Bank Nifty Future OI</b>	27.97 lakhs (+14.35%)

Cash Volumes (INR in Cr.)	Yesterday	Day Before Yesterday
<b>BSE Cash Vol. (Rs. in Cr)</b>	4364.66	6571.83
<b>NSE Cash Vol. (Rs. in Cr)</b>	58,289.81	68,044.89
<b>NSE Derivative Vol. (Rs. in Cr)</b>	22,08,778	15,31,396

Derivatives Vol. (INR in Cr.)	No of contracts	Turnover (Rs. In cr.)
<b>Index Future Volumes</b>	74,235	7,310
<b>Stock Future Volumes</b>	3,57,710	25,553
<b>Index Option Volumes</b>	2,10,32,817	21,49,746
<b>Stock Option Volumes</b>	3,40,749	26,168
<b>Total</b>	2,18,05,511	22,08,778

### Major Changes in Nifty Options (OI)

Calls	in lakhs (% Change)
18000	15.79 (-37%)
18100	4.18 (-39%)
18200	5.17 (-33%)
Puts	in lakhs (% Change)
17700	23.56 (-23%)
17800	27.26 (-32%)
17900	32.51 (-45%)





### Buying on dips preferred for Dow Jones

Instrument	LTP	S1	S2	R1	R2	Bias	TRADING STRATEGY
GOLD \$	1776	1751	1727	1801	1827	Positive	Gold prices witnessed a huge rebound. Interweek Strategy: Buy at CMP. Targets 1801/1827 mark with stop at 1751.
SILVER (\$)	21.51	21.00	19.45	23.00	25.00	Positive	Silver prices witnessed bounce alongwith Gold. Interweek Strategy: Buy at CMP. Targets 23/23.75/24 mark with stop at 20.85.
WTI CRUDE OIL (\$ )	85.23	81	78	91	95	Negative	Establish sell positions at CMP. Targets 81/78/75 zone. Stop at 91.
EUR/USD	1.0369	0.8501	0.6750	1.0251	1.0551	Positive	Interweek Strategy: Establish long positions at CMP . Targets 1.0251/1.0551 with stop at 0.987.
US Dollar Index	106.34	108.00	104.00	112.00	115.00	Negative	Interweek Strategy: Sell at CMP. Targets 104/101 with stop at 112.
DOW JONES	33623	33451	33001	34001	34201	Positive	Interweek Strategy: Establish buy positions at CMP. Targets 34001 mark and then at 34201 with stop at 33451.

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POTENTIAL CONFLICT OF INTEREST DISCLOSURE (as on date of report)

Disclosure of interest statement – • Analyst interest of the stock /Instrument(s): - No.  
• Firm interest of the stock / Instrument (s): - No.

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