

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 Monday's trading session at Dalal Street, dated 28th November 2022.**

As we start a brand new week, Nifty bulls' are likely to maintain firm footing as they will aim to take over the positive baton from Friday's strong closing and look to surpass its all-time high at 18605 mark.

**The positive catalysts working in favor of the bulls' camp are:**

- 1) The worst may be over for the stock markets across globe. European stocks have claimed for 6th straight week. In the week gone by, the Dow gained 1.8%, the S&P 500 1.5% and the Nasdaq 0.7%.
- 2) Sentiments boosted by Fed minutes that clearly suggests that the Fed would ease its aggressive stance in tightening its monetary policy. The November Fed meeting minutes' which pointed to a slowdown in tightening.
- 3) WTI tumbles to \$76 a barrel and ends lower for 3rd straight week.
- 4) The king US Dollar index dethroned to 107 levels. The Indian Rupee is now at 81.68 against the US Dollar.
- 5) China's central bank slashing the reserve requirement ratio for banks by 25 basis points to shore up growth in an economy battered by persistent coronavirus-induced restrictions.
- 6) Better than expected earnings season

That brings us to our call of the day which suggests bulls aim to re-capture Nifty's all-time-high at 18605 mark. Well, it's time for Nifty/Sensex bulls to declare victory.

**Long story short: Keep your Nifty 19,000 cap ready!**

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

**# Nifty (18513):** Buy at CMP. Stop at 18217. Targets 18605/18807. Aggressive targets at 19101 zone.

**# Bank Nifty (42984):** Buy at CMP. Stop at 42451. Targets 43500/44000. Aggressive targets at 44500 zone.

**Outlook for Monday: Buy something! We like: MCX, LTIMINDTREE, TECH MAHINDRA, HINDALCO and COFORGE.**

# SGX Nifty is indicating a solid higher open for our stock markets.

INDICES		
Nifty	18513	0.16%
Bank Nifty	42984	-0.21%
Nifty Auto Index	12958	0.88%
Nifty FMCG Index	44103	-0.31%
Nifty Infra Index	5353	0.70%
Nifty IT Index	30335	0.52%
Nifty Media Index	2099	2.52%
Nifty Midcap Index	8759	0.98%
Nifty Metal Index	6455	0.22%
Nifty Pharma Index	12968	0.62%
Nifty Reality Index	445	1.17%
Nifty Smallcap Index	9850	1.12%
Sensex	62294	0.03%
SGX Nifty	18695	0.14%

Outlook for the Day	
	Positive session likely

Nifty Outlook	
Intraday	Positive (18450 -18750)
Medium Term	Positive (17100-19000)
Long Term	Positive (15000-19501)

Key Levels to Watch	
Nifty Support	18407/18257
Nifty Resistance	18757/19251

Pivot Level	
Nifty	17677

Stock markets across globe and U.S. stock-index futures have moved higher with investor sentiment remaining upbeat after Federal Reserve meeting minutes indicated the central bank is likely to deliver smaller interest-rate hikes moving forward.

The only negative catalyst on the front pages are pressures from a continued rise in Covid-19 cases in China — and the lockdowns that may bring — But the positive takeaway is that the COVID concerns are offset by optimism of more support from the Chinese central bank.

On the economic front, the quarterly economic growth rate will trickle in on Wednesday, 30th November 2022. The street expects the economy to grow above the 6% in the September FY23 ended quarter (Q2CY22).

Also all eyes will be on the fiscal deficit and infrastructure output for October to be released on Wednesday, while S&P Global manufacturing PMI data for November will be announced on Thursday.

Meanwhile, commanding attention will also be November Monthly auto sales numbers to trickle in from December 1st 2022.

In the international front, investors will closely watch the second estimates for third quarter (CY22) US GDP and the US unemployment rate for November.

## TOP SECTORS:

**# Bullish Sectors:** NIFTY IT, NIFTY METAL, BANK NIFTY, INFRA.

**# Bearish Sectors:** PHARMA, REALTY

## STOCKS IN FOCUS:

**# BULLISH VIEW:** MCX, TECH MAHINDRA, BPCL, IOC, COFORGE, HINDALCO, PERSISTENT SYSTEMS, IEX, APOLLO HOSPITALS, PUNJAB NATIONAL BANK, GMR INFRASTRUCTURE, RBL BANK, SBI, HINDALCO, ASIAN PAINTS, LTIMINDTREE, LTTS, INFOSYS, TCS.

**# BEARISH VIEW:** CIPLA, IPCA LABS, SUN TV, LAURUS LAB, JUBILANT FOODS, PEL

# Our **chart of the day** is bullish on MCX, LTI MINDTREE, TECH MAHINDRA, COFORGE and HINDALCO with an inter-month perspective.

# **The 1 stock to buy right now: Buy MCX (CMP 1561):** Buy at CMP. Stop 1533. Targets 1579/1611. Aggressive targets at 1647. (Interweek Strategy). Rationale: Breakout Play.

## Technical Strategy

<b>HINDALCO</b>	441
<b>Action</b>	BUY
<b>Target</b>	501
<b>Support</b>	433/417
<b>Resistance</b>	461/521
<b>Holding Period</b>	60-90 DAYS

Hindalco Industries Limited is the metals flagship company of the Aditya Birla Group. A US\$26 billion metals powerhouse, Hindalco is an industry leader in aluminium and copper.

Hindalco's acquisition of Aleris Corporation in April 2020, through its subsidiary Novelis Inc., has cemented the company's position as the world's largest flat-rolled products player and recycler of aluminium.

Hindalco's state-of-art copper facility comprises a world-class copper smelter and a fertiliser plant along with a captive jetty. The copper smelter is among Asia's largest custom smelters at a single location.

In India, the company's aluminium units across the country encompass the gamut of operations from bauxite mining, alumina refining, coal mining, captive power plants and aluminium smelting to downstream rolling, extrusions and foils. Today, Hindalco ranks among the global aluminium majors as an integrated producer and a footprint in 9 countries outside India.

Q2FY23 results: Hindalco reported consolidated revenue of Rs.56,176 crore in Q2 FY23, an increase of 18 per cent YoY

**Technical Outlook:** Technically, brace yourselves with momentum play conditions seen forming on the daily and weekly time scale. The 200 days Exponential Moving Average (EMA) of the stock on the daily chart is currently at 447-451 zone.

**Preferred Strategy:** Simply buy at CMP, and on dips between 400-410 zone, targeting 451/475 mark and then targets at psychological 500 with stop below 393.

## WHAT TECHNICAL TELLS US ON NIFTY/SENSEX:

### Daily chart of Nifty:



# **Nifty:** Nifty scaled higher in Friday's trade – forming continuation of a bullish candle on the daily charts.

Technically, Nifty's biggest make-or-break intraday support now placed at 18407 mark. Only below 18257 mark, Nifty likely to slip quickly to 17950-18000 zone.

For the day, buying on dips shall be the preferred strategy. Expect momentum buying to lift Nifty above its upside targets at 18605.

Nifty's 200 DMA at 17041 mark.

### Daily chart of Bank Nifty:



# **Bank Nifty:** In Friday's trade, Bank Nifty was seen consolidating and the positive takeaway was that buyers emerged all thru the day. Bank Nifty ended 0.21% lower as the benchmark scaled fresh all-time-high at 43339.40 mark. PSU Bank index ended 0.05% higher while Nifty Private Bank index inched up 0.04%.

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 42851 mark. The biggest interweek support for Bank Nifty seen at 42200 mark.

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

Bank Nifty's 200 DMA at 38149 mark.

## DERIVATIVE & INSTITUTIONAL CUES:

# The **Nifty options data** for December series suggests Nifty is likely to be in a trading range of 18000-19500 zone. Maximum Call OI is at 19000 followed by 20000 strike price. So, the 19000 mark will be Nifty's crucial resistance zone. Maximum Put open interest stands at 18000 levels followed by 17500 levels. Call writing was seen at 20000 and then at 19000 strike price, while there was meaningful Put writing at 18500 and then at 18200 strike prices.

# The Volatility index inched was hovering well below the 20 levels - now at 13.33 levels as on November 25th.

# As per Friday's provisional data available on the NSE, FIIs bought shares worth Rs. 369.10 crores in the Indian Equity Market. DIIs on the other hand, sold shares worth Rs. 295.90 crores.

# The Put-Call Open Interest Ratio is at 1.41 for Nifty.

# **Stocks in Ban for today's trade:** Nil.

## ECONOMIC CUES:

# The FOMC Meeting Minutes showed that most participants agreed for slower rate hikes as recession threat grows.

# Fed officials say that slower rate hikes would give them more space to evaluate the "lagging" effects on the economy amid the rising threat of a recession.

# In December, the Fed is likely to raise rates again, but markets are betting on a smaller 1/2-point increase. The minutes also suggest a smaller rate hike is likely.

# The Fed is aiming to bring down inflation to pre-pandemic levels of 2% or so, but they acknowledge it could take a while.

## GLOBAL STOCK MARKETS:

In the US, stocks ended mixed in a shortened trading session Friday, with markets subdued following Thursday's Thanksgiving holiday. The S&P 500 fell 1.14 points, or less than 0.1%, to 4026.12. The tech-heavy Nasdaq Composite Index dropped 58.96 points, or 0.5%, to 11226.36. The Dow Jones Industrial Average rose 152.97 points, or 0.4%, to 34347.03.

Despite the interruption of the holiday, equities continued their recent winning streak. The S&P 500 rose 1.5% for the week, and has risen four of the past six weeks. The Dow gained 1.8% this week, and has risen in six of the past eight weeks. However, Nasdaq was an under performer as it gained only 0.29%.

## RECAP OF PREVIOUS DAY'S TRADING SESSION:

**Nifty struggles make impressive gains. Bank Nifty too wavers.**

# Nifty (+29, 18513).

# Sensex (+21, 62294)

Despite rising coronavirus cases in China, Nifty bulls' maintained firm footing on the last day of week and the positive takeaway was that the benchmark Sensex scaled a fresh all-time-high at 62447.73 mark.

## Cheering Nifty bulls were:

- 1) The November Fed meeting minutes' which pointed to a slowdown in tightening.
- 2) WTI crude oil prices sluggish at \$78 per barrel.
- 3) The US dollar slumps to 105.75 levels.

**Bottom-line:** All is well that ends well!

All bullish eyes now on Nifty's all-time high at 18605 mark and then aggressive targets at 19100 mark.

**Long story short:** Keep your Nifty 19,000 cap ready

**# Top Index Gainers:** HDFCLIFE (+2.68%) TATAMOTORS (+2.61%) HEROMOTOCORP (+1.43%) COALINDIA (+1.36%) RELIANCE (+1.30%)

**# Top Index Losers:** ICICIBANK (-0.94%) NESTLEIND (-0.91%) KOTAKBANK (-0.83%)

# Adv-Dec 28 — 21

# Nifty PCR 1.41

# BANK NIFTY PCR 1.15

# INDIA VIX 13.33 (-1.11%)

# Nifty MidCap (+0.98%, 8759)

# NiftySmallC (+1.12%, 9850)

# BANK Nifty (-0.21%, 42984)

# Nifty IT (+0.52%, 30335)

# USD/INR (+0.061%, 81.69)

# TOP PICKS (F & O)

It's like having investment binoculars !

**MCX: It's All About Momentum! We also like Tech Mahindra on the buy side.**

STOCKS	LTP	S1	S2	R1	R2	BIAS	TRADING STRATEGY
COFORGE	3945	3897	3737	4037	4321	Positive	Buy at CMP. Stop 4421. Targets 4719/4789. Aggressive targets at 4991. (Interweek Strategy). Rationale: Momentum Play.
MCDOWELL	889	861	837	913	1001	Positive	Buy at CMP. Stop 857. Targets 913/941. Aggressive targets at 1001. (Interweek Strategy). Rationale: Momentum Play.
MCX	1561	1537	1517	1579	1611	Positive	Buy at CMP. Stop 1533. Targets 1579/1611. Aggressive targets at 1647. (Interweek Strategy). Rationale: Breakout Play.
TECH MAHINDRA	1080	1061	1037	1101	1157	Positive	Buy at CMP. Stop 1047. Targets 1101/1121. Aggressive targets at 1157. (Interweek Strategy). Rationale: Rebound Play.
SBI	607	601	591	615	631	Positive	Buy at CMP. Stop 597. Targets 615/623. Aggressive targets at 631. (Interweek Strategy). Rationale: Momentum Play.

## Derivatives Strategies

**Future Call:** BUY DLF DECEMBER FUTURES at CMP 400.60. Targets at 414 and then at 425 zone. Stop: 392. Holding Period: Intraday. Analyst's Remark: Rebound Play. (DLF DECEMBER Futures CMP 400.60)

**Option Call:** BUY NIFTY 01st DECEMBER CE Strike Price 18600 at CMP 53.45. Maximum Loss: ₹ 2672.5/-. Profit: Unlimited. Stop: Exit Call Option if NIFTY moves below 18501. (NIFTY DECEMBER Futures CMP 18649)

### Market Summary:

- Nifty December Futures ended Friday's session at a premium of +136.
- The 01st December expiry Put-Call Open Interest Ratio was at 1.03 for Nifty whereas it was 0.80 for Bank Nifty.
- The 1st December expiry Put-Call Volume Ratio was at 0.89 for the Nifty and 0.94 for Bank Nifty
- For Nifty, Maximum Call Open Interest (OI) stands at 19000 Strike Price, followed by 18500 Strike Price for 01st December Series. Short Covering was seen at strike prices 17900-18400.
- Maximum Put Open Interest (OI) was seen at strike price 18300 followed by 18500 strike prices for 01st December series. Short Buildup was seen at strike prices 17800-18500.
- For Bank Nifty, Maximum Call Open Interest (OI) stands at 43000 Strike Price and Maximum Put Open Interest stands at 43000 Strike Price.
- As per Friday's provisional data available on the NSE, FIIs bought shares worth Rs. 369.08 crores in the Indian Equity Market. DIIs on the other hand, sold shares worth Rs. 295.92 crores.
- Long Buildup: BHEL, PNB, PFC, DLF, IBULHSGFIN
- Short Buildup: ICICIPRULI, SRTRANSFIN, BAJFINANCE, ADANIENT.
- Short Covering: AXISBANK, BIOCON, TATAMOTORS, IGL.
- Long Unwinding: APOLLOHOSP, HDFC, CANBK.
- Stocks banned in F&O segment: NIL.**
- New in Ban: NIL
- Out of Ban: NIL.

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

<b>Nifty Spot</b>	18512.75 (+0.15%)
<b>Bank Nifty Spot</b>	42983.95 (-0.21%)
<b>VIX</b>	13.33 (-1.11%)
<b>Premium</b>	+136
<b>Nifty Future OI</b>	1.13 crores (+1.26%)
<b>Bank Nifty Future OI</b>	27.9 lakhs (-8.15%)

Cash Volumes (INR in Cr.)	Yesterday	Day Before Yesterday
<b>BSE Cash Vol. (Rs. in Cr)</b>	3649.81	3703.88
<b>NSE Cash Vol. (Rs. in Cr)</b>	53,132.23	51,277.94
<b>NSE Derivative Vol. (Rs. in Cr)</b>	95,55,217	2,63,35,697

Derivatives Vol. (INR in Cr.)	No of contracts	Turnover (Rs. In cr.)
<b>Index Future Volumes</b>	2,60,918	26,164
<b>Stock Future Volumes</b>	7,70,726	54,726
<b>Index Option Volumes</b>	9,20,18,057	92,77,226
<b>Stock Option Volumes</b>	27,14,055	1,97,102
<b>Total</b>	9,57,63,756	95,55,217

### Major Changes in Nifty Options (OI)

Calls	in lakhs (% Change)
18500	67.92 (+67%)
18600	48.26 (+82%)
18700	35.28 (+67%)

Puts	in lakhs (% Change)
18600	3.02 (+124%)
18700	4.39 (+124%)
18800	0.86 (+87%)





### Dow Jones Index on way to 35000 mark.

Instrument	LTP	S1	S2	R1	R2	Bias	TRADING STRATEGY
GOLD \$	1755	1721	1703	1753	1771	Negative	Gold prices witnessed downward correction. Interweek Strategy: Sell at CMP. Targets 1721/1703 mark with stop at 1757.
SILVER (\$)	21.48	19.46	18.00	21.45	22.30	Negative	Silver prices too seen trading with negative bias. Interweek Strategy: Sell at CMP. Targets 20.15/19.46 mark with stop at 21.60.
WTI CRUDE OIL (\$)	76.55	74	71	81	85	Negative	The technicals are aggressively bearish. Establish Sell positions at CMP. Targets 74/71 zone. Stop at 81.
EUR/USD	1.0402	0.9131	0.8501	1.0551	1.0751	Positive	Interweek Strategy: Establish long positions at CMP . Targets 1.0551/1.0751 with stop at 0.9131.
US Dollar Index	105.95	104.00	101.00	109.00	112.00	Negative	Selling on strength should be the preferred strategy. Interweek Strategy: Sell at CMP. Targets 104/101 with stop at 109.
DOW JONES	34347	33901	33651	34651	35000	Positive	Interweek Strategy: Establish buy positions at CMP. Targets 34201 mark and then at 34651 with stop at 33561.

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