

01ST DEC, 2020

STOCK /COMMODITY/FOREX/WEALTH MANAGEMENT

NIFTY: 12997.00(-0.20%)

Nifty today closed at 12997 DOWN -25 Points or -0.20 percent. Markets traded choppy throughout the session and ended with marginal losses. After starting on a flat note, the benchmark hovered in a range till the end. Meanwhile, movement in the broader market kept the participants busy. Amid all, Nifty could manage to settle near 12,969 levels, down by 0.1%. However, a mixed trend was witnessed on the sector front wherein consumer durables, realty and auto pack posted decent gains while oil gas, IT and telecom ended in the red. The broader markets outperformed as midcap and small cap ended with gains in the range of 1.5-2.4%. Markets will first react to the GDP numbers next week. Besides, the auto sales numbers and upcoming RBI policy meet would be on their radar. We expect prevailing consolidation to continue in the index however there'll be no shortage of trading opportunities in broader markets. Traders should maintain a "buy on dips" approach while keeping their focus on the selection of sectors and stocks.



BANKNIFTY: 29631(+0.14%)

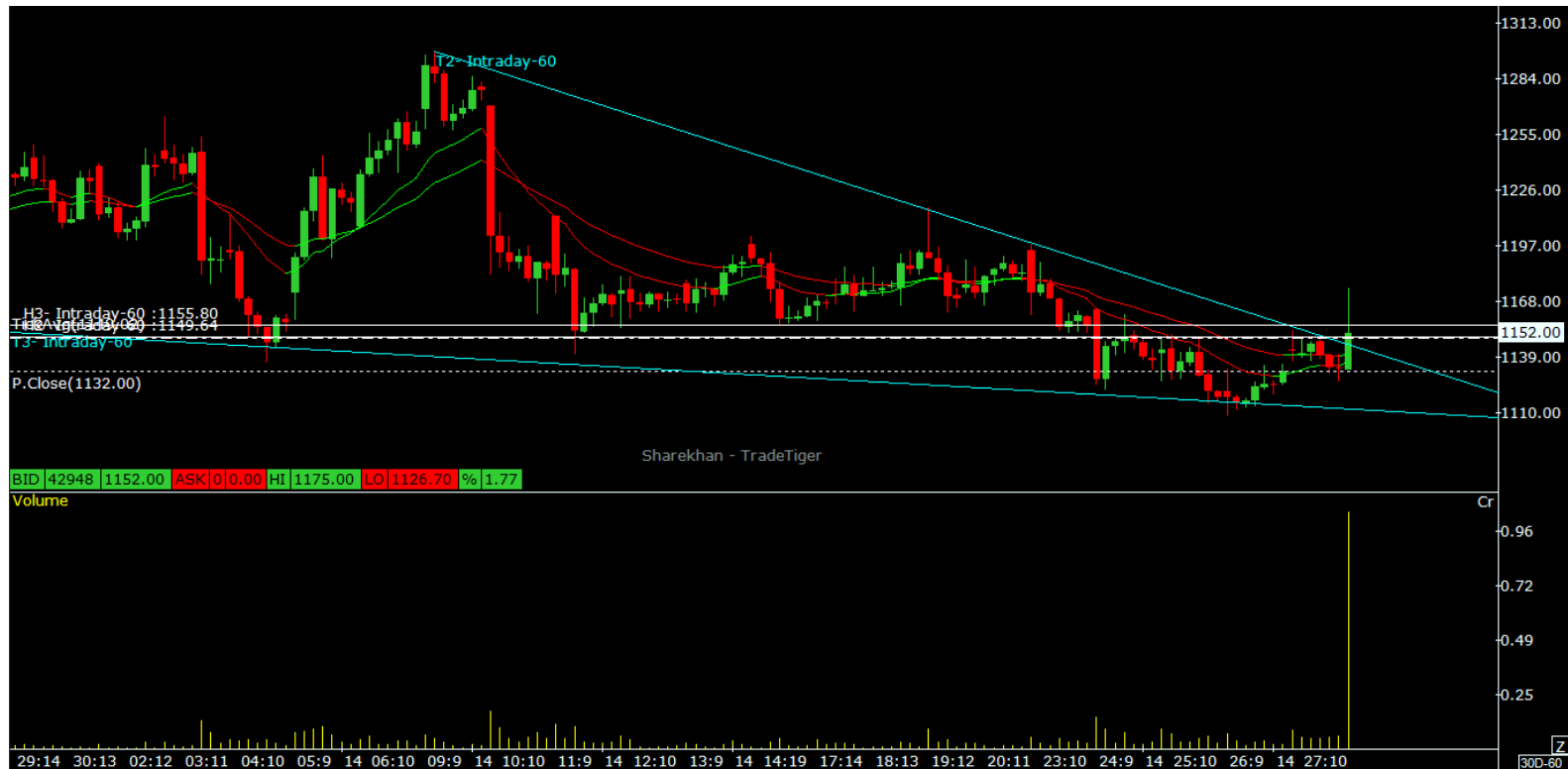
Bank nifty today closed at 29631.25 up +40.75 points or +0.14 per cent. Intraday derivatives data show creation of fresh bearish bets on Bank Nifty with the index trending lower, for now, within a 28,150-29,850 range. Bank Nifty active futures traded half a percent lower at 29,119 at the time of writing. Futures witnessed a 20% rise in open interest as the index declined, implying creation of fresh bearish bets. The pressure on the index resulted in futures trading at a slight discount to the spot rate of 29,172. The spot index fell from an intraday high of 29,492.3 on profit booking. "Looks like a sell-on-rise market with news of new ownership norms being out," Axis Securities, who expects the focus to shift from financials back to IT and pharma. Bank Nifty has risen a whopping 43% from September lows through Monday's intraday level of 29,172. The rally led by heavyweights like HDFC Bank NSE 1.00 %, Kotak, ICICI, Axis and SBI has pushed the Nifty to a 12,963 record high recently. A 50% month-on-month increase in net long positioning for FIIs in index futures has led to an expansion of rollover basis across the board this month. This has accompanied a 14% increase in market-wide open interest in single stock futures. Hence, sentiment going into December series is quite bullish. On the other hand, Nov has seen a record inflow of \$7.5 bn from FPIs in equities and coincided with 11% return on Nifty and record selling from DIIs worth \$5.5 bn. Favorable macro for EM equities driving flows are predicated on a weak dollar, which is among the highest consensus trades and vulnerable to a news-based squeeze as well. In aggregate, while the underlying trend remains strong, there is some risk of a pullback in aggregate, emanating from an ebbing of FPI flows.



Recommendation Stock for the WEEK

Script Name – MUTHOOT FIN FUT	Trend - BULLISH	Buy AT– 1140	Target- 1200	Stop loss– 1120
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CANDELSTICK CHART



JUSTIFICATION

Price has gained momentum throughout the market. It has bullish and script also has great momentum. We seeing increasing volume and also script made a bullish channel, RSI also supportive for long.

Script Name – INDIGO FUT

Trend-
DOWNTREND

Sell AT 1530

TARGET- 1470

STOPLOSS – 1570

CANDELSTICK CHART



JUSTIFICATION

MAJOR TREND OF SCRIPT IS DOWNTREND, SCRIPT MOVING IN BEARISH CHANNEL AND MADE A BEARISH FLAG. BEARS HEAVY ON STOCK FROM LAST 20 TRADING DAYS. RSI IS ALSO GIVE INDICATAION FOR DOWNSIDE AND SUPPORTIVE FOR SHORT.

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