

Nifty Outlook

Markets started the week on a robust note led by positive global cues and strong earnings from IT behemoth TCS. Despite a tepid show by banking stocks, the Nifty managed to end with gains of 1% to close just shy of 14,500 levels. The broader markets underperformed wherein both Midcap and Smallcap ended flat. On the sector front, IT and Auto were the top outperformers in today's trade whereas Metal, Capital Goods and Oil & Gas ended with losses.

The anticipation of better than expected earnings season combined with supportive global cues aided the upbeat start. Going forward, stock-specific volatility would remain high as earnings season would gain pace. Further, key macro data like CPI, WPI and IIP would also be actively tracked by investors. Amid all, we reiterate our positive yet cautious stance on markets and advise aligning positions according to the prevailing trend.

	VWAP (Expiry till date)	Max OI (Call)	Max OI (Put)
NIFTY	13950	15000	14000

News

- **J Kumar Infraprojects** announced that it has received Letter of Acceptance from Gujarat Metro Rail Corporation Ltd for "Design, construction and completion of underground stations and tunnel from Surat Railway station to Chowk Bazar Ramp worth of Rs 866 cr.
- **Dr Reddy** announced the launch of Febuxostat Tablets, a therapeutic equivalent generic version of Uloric (Febuxostat) Tablets approved by USFDA.
- **Trident** announced its business updates wherein Bath linen production up 36%, bed linen up 32% and yarn up 2% YoY. Paper production down 5% and chemicals down 40% YoY.



Religare Super Idea**

Scrip	Buy/Sell	CMP	Initiation Range	SL*	Target
PETRONET	BUY	269.85	265-268	260	282

**Please note that the given technical and derivative recommendations are "valid for taking position" only on recommended date and in the given range.

*Please note - Stoploss is on closing basis for delivery recommendation and intraday basis for F/O recommendation.

Derivative Ideas **

Instrument	B/S	Lot	INITIATION RANGE	SL	TARGET
TATACONSUM	BUY	CASH	620-625	610	650

Sectors to watch

Sector Name	Outlook
IT	BULLISH
BANKS	BULLISH
FMCG	BULLISH

FII & DII Cash Segment (Rs. in Cr.)

Category	Amt.	MTD	FYTD
FII**	6029	9264	158361
DII**	-2372	-4878	-114354

Trade Stats

	NO OF CONTRACTS	TURNOVER IN CR
IDXFUTS	324656	30125
IDXOPT	20080687	10299
STKFUTS	833769	72443

**Provisional data as on 08th January, 2021

Derivative Ideas

TATACONSUM FUT added around 8% in open interest addition as LONG buildup was seen in it in till closing time. Current chart pattern also indicates further up move in its price. We suggest buying TATACONSUM as per below levels.

Strategy:- BUY TATACONSUM BETWEEN 620-625 SL 610 TARGET 650.

Investment Pick - SBI Life Insurance Company Ltd.

Scrip	CMP	Recommendation Price	Target	Duration
SBI Life Insurance Company Ltd.	936.25	874	1,069	9-12 Months

- SBI Life Insurance Company Ltd. is a joint venture between State Bank of India and BNP Paribas Cardiff S.A. It is one of the leading life insurers in India with a healthy market share of 13.3% in terms of Individual rated premium. SBI Life offers a comprehensive range of life insurance and pension products at competitive prices, ensuring high standards of customer service and world-class operating efficiency.
- Within the industry, SBI Life is one of our preferred picks given its huge untapped client base, wide distribution reach and industry-leading cost ratios. Further, increased focus on business through digital channels and a strong distribution platform should lead to consistent market share gains for the company. We initiate with a Buy rating on the stock with a target price of Rs. 1069.

Result Calendar - January 2021

Sun	Mon	Tue	Wed	Thu	Fri	Sat
10 <ul style="list-style-type: none"> Bhansali Engineering Polymers Ltd. Raminfo Limited 	11 <ul style="list-style-type: none"> Bheema Cements Ltd. Dolat Investments Ltd. G N A Axles Ltd Netlink Solutions (India) Ltd. Nidhi Granites Ltd. R.J.Shah & Co.Ltd. Venmax Drugs And Pharmaceuticals Ltd Zicom Electronic Security Systems Ltd. 	12 <ul style="list-style-type: none"> Atv Projects India Ltd. Continental Securities Ltd Filatex India Ltd. Hathway Bhawani Cabletel & Datacom Ltd. Indbank Merchant Banking Services Ltd. Ind Bank Housing Ltd. Karnataka Bank Ltd. Mideast Integrated Steels Ltd Steel Strips Wheels Ltd. Tata Elxsi Ltd. Trade Wings Ltd. Vikas Multicorp Ltd 	13 <ul style="list-style-type: none"> 5Paisa Capital Ltd Amtek Auto Ltd. Cesc Ltd. Capital Trade Links Ltd Gtpl Hathway Ltd Infosys Ltd. Mideast (India) Ltd. Rajoo Engineers Ltd. Wipro Ltd. 	14 <ul style="list-style-type: none"> Den Networks Ltd Digicontent Ltd Hfcl Ltd Reliance Industrial Infrastructure Ltd. Tata Steel Long Products Ltd Websol Energy System Ltd. 	15 <ul style="list-style-type: none"> Bhakti Gems And Jewellery Ltd Aditya Birla Money Ltd. Gautam Gems Ltd Hcl Technologies Ltd. L&T Finance Holdings Ltd. Onward Technologies Ltd. Pvr Ltd. Ardi Investment & Trading Ltd. 	16 <ul style="list-style-type: none"> Chembond Chemicals Ltd. Hdfc Bank Ltd International Travel House Ltd. Neil Industries Ltd Pranavadiya Spinning Mills Ltd. Welcure Drugs & Pharmaceuticals Ltd.

CACT Calendar - January 2021 (Cash Dividend)

Sun	Mon	Tue	Wed	Thu	Fri	Sat
10	11 • Refex Industries Limited	12 • Ortin Laboratories Ltd	13 • Cochin Shipyard Ltd	14 • India Infrastructure Trust • TATA CONSULTANCY SERVICES LTD.	15	16

CACT Calendar - January 2021 (Spin Off)

Sun	Mon	Tue	Wed	Thu	Fri	Sat
10	11	12 • Ortin Laboratories Ltd	13	14	15	16

CACT Calendar - January 2021 (Buy Back of Shares)

Sun	Mon	Tue	Wed	Thu	Fri	Sat
10	11	12	13	14 • INDIAN TONERS & DEVELOPERS LTD.	15	16

CACT Calendar - January 2021 (Stock Split From Rs.10/- to Rs.1/-)

Sun	Mon	Tue	Wed	Thu	Fri	Sat
10	11	12	13	14 • SVP GLOBAL VENTURES LTD.	15	16

Economic Calendar - January 2021

Sun	Mon	Tue	Wed	Thu	Fri	Sat
10	11	12 • CPI (YoY) (Dec) • Cumulative Industrial Production (Nov) • Industrial Production (YoY) (Nov) • Manufacturing Output (MoM) (Nov)	13 • M3 Money Supply	14 • WPI Food (YoY) (Dec) • WPI Fuel (YoY) (Dec) • WPI Inflation (YoY) (Dec) • WPI Manufacturing Inflation (YoY) (Dec)	15 • Federal Fiscal Deficit	16

Religare Investment Calls

Name of the Company	Reco Date	Current Rating*	Product Type	Reco Price	Target Price	Upside %	CMP	Expected returns from CMP %
Cummins India	31-Jan-2020	Buy	Investment Call	585	705	20.5%	624	13.0%
Godrej Agrovet	13-Feb-2020	Buy	Investment Call	559	618	10.5%	533	15.9%
INOX Leisure	20-Aug-2020	Buy	High Conviction Ideas	282	376	33.3%	335	12.3%
Godrej Consumer Products	16-Sept-2020	Hold	Investment Call	706	845	19.7%	770	9.8%
Britannia Industries	22-Oct-2020	Buy	High Conviction Ideas	3,397	4,265	25.5%	3,613	18.1%
Castrol India	02-Nov-2020	Buy	Investment Call	114	151	32.5%	128	18.4%
Bharti Airtel	09-Nov-2020	Buy	High Conviction Ideas/ Diwali Picks	450	709	57.6%	547	29.6%
Nippon Life India Asset Management	09-Nov-2020	Buy	Diwali Picks	285	348	22.1%	310	12.4%
Sudarshan Chemical Industries	09-Nov-2020	Buy	Diwali Picks	442	583	31.9%	500	16.7%
Exide Industries	18-Nov-2020	Hold	High Conviction Ideas	170	205	20.6%	199	3.1%

*Current rating is based on returns potential

Buy - Potential Returns $\geq 10\%$ over 12 months

Hold - Potential Returns $\leq 10\%$ over 12 months

For Religare Investment calls performance [click here](#)

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Name of the Company	Reco Date	Current Rating*	Product Type	Reco Price	Target Price	Upside %	CMP	Expected returns from CMP %
ITC	19-Nov-2020	Buy	Investment Call	190	238	25.3%	203	17.5%
Dabur India	24-Nov-2020	Buy	High Conviction Ideas	509	616	21.0%	547	12.7%
Axis Bank	28-Dec-2020	Hold	New Year Picks 2021	610	721	18.2%	667	8.1%
Coromandel International	28-Dec-2020	Buy	New Year Picks 2021	802	978	21.9%	814	20.1%
IRCTC	28-Dec-2020	Buy	New Year Picks 2021	1,409	1,755	24.6%	1,461	20.1%
JK Lakshmi Cement	28-Dec-2020	Buy	New Year Picks 2021	337	428	27.0%	347	23.5%
Mahindra and Mahindra	28-Dec-2020	Buy	New Year Picks 2021	711	889	25.0%	789	12.7%
Manappuram Finance	28-Dec-2020	Buy	New Year Picks 2021	164	205	25.0%	173	18.6%
Natco Pharma	28-Dec-2020	Buy	New Year Picks 2021	932	1,135	21.8%	932	21.8%
SBI Life Insurance	28-Dec-2020	Buy	New Year Picks 2021	874	1,069	22.3%	936	14.2%

*Current rating is based on returns potential

Buy - Potential Returns $\geq 10\%$ over 12 months

Hold - Potential Returns $\leq 10\%$ over 12 months

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Research Product Basket

- For every client, the advisor must allocate a specific proportion of funds for trading and investing depending on the risk taking ability and willingness of the client and their investment goals.
- The below mentioned product basket tries to address the way to deal with the trading portfolio (cash/derivative) for optimum effectiveness of research calls.
- It is recommended to divide your trading funds for various types of calls and not invest the entire amount for 1 or 2 calls only.

For cash market trading					For 1L margin*	
Call / Product	Call Frequency	No. of calls	Avg open call duration	% funds allocated	Total	Per Call
Intraday Calls	Intraday	2 - 3	< 1 day	25%	25,000	8,000
Live / RMD Calls	Daily	3 - 4	3 - 4 days	30%	30,000	4,000
Master Pick	Weekly	1	1 month	15%	15,000	5,000
Religare Alpha	Opportunity	NA	2 - 3 months	20%	20,000	As per weightage
Cash		NA		10%	10,000	
Intraday Calls	These calls are flashed live on Ms Lync and ODIN with the purpose of squaring off positions on the same day. As a policy, we restrict our intraday cash market calls to less than 4 calls a day. Hence, funds should be allocated accordingly to have provision to trade in all calls.					
Live / RMD Calls	2 super ideas are flashed in RMD daily with a view of 3-4 days. Additionally as per market opportunity, we flash live calls during the day (including BTST calls). 3-4 such calls are made on a daily basis which might be open for 3-4 days. Funds should be allocated keeping in mind that there will be 7-8 such open calls daily.					
Master Pick	This is our weekly recommendation shortlisted on the basis of techno-funda analysis. 15% of funds is recommended to be allocated for Master Pick considering that there will be 3 open calls. The average open duration for this call will be 1 month.					
Religare Alpha	This is a portfolio of 8-10 stocks which are held with a view of 2-3 months. It is recommended to allocate 20% of funds for building this portfolio which will provide stability to the overall trading portfolio.					
Cash	10% surplus cash in the portfolio should be kept for the purposes of allocating it to opportunities as and when they arrive.					

For derivative market trading					For 1L margin*	
Call / Product	Call Frequency	No. of calls	Avg open call duration	% funds allocated	Total	Per Call
Derivative Ideas	Daily	1 - 2	1 - 3 days	40%	40,000	40,000
Live calls	Intraday / Daily	1 - 2	3 - 4 days	50%	50,000	50,000
Cash		NA		10%	10,000	
Derivative Ideas	1 derivative idea is shared in RMD daily. It can be a plain vanilla F&O buy/sell call or an option strategy. Funds should be allocated assuming 2 such calls will be open at any time. These calls are open for 3-4 days on an average.					
Live Calls	These calls are flashed on MS Lync and ODIN during live market hours. These calls can be intraday or with a view of 2-3 days. Funds should be allocated considering 2 such calls will be open at any time. 3/4 times, these calls will be on Nifty / Bank Nifty only.					
Cash	It is recommended to hold 10% cash to capitalize on any opportunity that may arise in markets.					

Research Analysts

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Statements on ownership and material conflicts of interest , compensation– Research Analyst (RA)

[Please note that only in case of multiple RAs, if in the event answers differ inter-se between the RAs, then RA specific answer with respect to questions under F (a) to F(j) below , are given separately]

S. No.	Statement	Answer	
		Yes	No
	I/we or any of my/our relative has any financial interest in the subject company? [If answer is yes, nature of Interest is given below this table]		No
	I/we or any of my/our relatives, have actual/beneficial ownership of one per cent. or more securities of the subject company, at the end of the month immediately preceding the date of publication of the research report or date of the public appearance?		No

	I/we or any of my/our relative, has any other material conflict of interest at the time of publication of the research report or at the time of public appearance?		No
	I/we have received any compensation from the subject company in the past twelve months?		No
	I/we have managed or co-managed public offering of securities for the subject company in the past twelve months?		No
	I/we have received any compensation for brokerage services from the subject company in the past twelve months?		No
	I/we have received any compensation for products or services other than brokerage services from the subject company in the past twelve months?		No

	I/we have received any compensation or other benefits from the subject company or third party in connection with the research report?		No
	I/we have served as an officer, director or employee of the subject company?		No
	I/we have been engaged in market making activity for the subject company?		No

Nature of Interest (if answer to F (a) above is Yes :

Name(s) with Signature(s) of RA(s).

[Please note that only in case of multiple RAs and if the answers differ inter-se between the RAs, then RA specific answer with respect to questions under F (a) to F(j) above , are given below]

SS.No.	Name(s) of RA.	Signatures of RA	Serial Question of question which the signing RA needs to make a separate declaration / answer	Yes	No.

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