

## Key developments during the week

- Finance ministry source says to soon decide on revising small savings rate
- Jaitley says global volatility new norm; India must grow on its own
- RBI Rajan urges IMF to analyse unconventional policies for stability
- Economic secretary snubs report of divest in Axis Bank as "speculative, false"
- Govt source says Apr-Nov major subsidy down 3.6% YoY at 1.9 trln rupees
- Economic secretary says India well cushioned from China slowdown
- World Bank cuts 2016 global growth forecast to 2.9% from 3.3%
- Trade minister says looking into rising imports, concerns on trade pact
- Crude slips to multi-year low on China market tremors, global economy fear
- RBI reviews activities of banks in international financial services centres
- Govt says Apr-Dec tax mop-up 9.5 trln rupees, 66% of FY16 budget aim
- Govt gets 644 declarations worth 41.6 bln rupees in black money window
- India Dec Nikkei services PMI at 10-month high of 53.6 vs 50.1 in Nov
- Govt working to create gas-based economy, focus on environment

INDEX	08-Jan-16	01-Jan-16	Change (in %)
NIFTY	7601.35	7963.20	-4.54
SENSEX	24934.33	26160.90	-4.69
NSE 500	6490.85	6753.65	-3.89
NSE MIDCAP	3361.95	3472.10	-3.17
NIFTY JUNIOR	19598.75	20169.45	-2.83
BSE SMALLCAP	11651.97	11940.75	-2.42
BSE 200	3254.54	3390.85	-4.02

INDEX	08-Jan-16	01-Jan-16	Change (in %)
BSE AUTO	17383.93	18691.17	-6.99
BSE BANK	18368.46	19448.35	-5.55
BSE CAPITAL GOODS	13287.13	14271.11	-6.89
BSE CD	12030.41	12040.89	-0.09
BSE FMCG	7580.98	7875.13	-3.74
BSE HEALTHCARE	16277.75	16944.55	-3.94
BSE IT	10776.97	11023.33	-2.23
BSE METALS	7123.44	7445.96	-4.33
BSE OIL AND GAS	9571.69	9599.28	-0.29
BSE PSU	6600.87	6869.91	-3.92
BSE REALTY	1319.32	1371.11	-3.78
BSE TECK	5862.10	6034.55	-2.86

INDEX	08-Jan-16	31-Dec-15	Change (in %)
DOW JONES	16346.45	17425.03	-6.19
HANG SENG	20453.71	21914.40	-6.67
NIKKEI	17697.96	19033.71	-7.02
FTSE	5912.44	6242.32	-5.28

## Domestic events week ahead

- Jan 11-13:** FDI inflow in November, by RBI
- Jan 11-13:** Automobile sales data for December, by SIAM
- Jan 11-15:** GSM mobile subscribers' data for December, by COAI
- Jan 11-15:** Major port traffic in Apr-Dec, by Indian Ports Association
- Jan 12:** Index of Industrial Production for November, by CSO
- Jan 12:** CPI Combined inflation for December, by CSO
- Jan 14:** WPI inflation for December, by commerce and industry ministry
- Jan 14-15:** Trade data for December, by commerce and industry ministry

Source: Cogencies

## Global events week ahead

- Jan 11:** Europe Sentix Investor Confidence, US Labor Market Conditions Index
- Jan 12:** Japan Current Account, Japan Consumer Confidence, UK Manufacturing Production, US FOMC Member Fischer Speaks, US JOLTS Job Openings
- Jan 13:** China Trade Balance, Europe Industrial Production, US Crude Oil Inventories, US Federal Budget Balance
- Jan 14:** Japan PPI, UK Monetary Policy Meeting, ECB Monetary Policy Meeting, US Unemployment Claims, US FOMC Member Bullard Speaks
- Jan 15:** Europe Trade Balance, ECOFIN Meetings, BOE Credit Conditions Survey, US Retail Sales & Core Retail Sales, US PPI & Core PPI, US Industrial Production, US Prelim UoM Consumer Sentiment

### Market range for the week 7350- 7880

Nifty	Values
Support 1	7540
Support 2	7450
Support 3	7380
Resistance 1	7680
Resistance 2	7750
Resistance 3	7850

**Resistance** – Nifty may face resistance at 7680 level above this level it may go up to 7750-7850 level.

**Support** - Nifty has support at 7540 level below this next support at 7450-7380 levels.

**Technical** – During the week, CNX Nifty opened at 7924.55 and touched the highest level of 7937.55 and lowest level of 7556.60. The CNX Nifty ended at 7601.35; drag 361.85 points or 4.54%. The S&P BSE Sensex opened at 26116.52 and touched the highest level of 26116.52 and lowest level of 24825.70. The S&P BSE Sensex closed at 24934.33; drag 1226.57 points or 4.69%.

**For the coming week, we expect the market range of 7350-7880.**

#### Weekly Chart View –

We had mentioned in last week's report that on the daily chart we witness Nifty was near to supply zone and near 100DMA and on weekly chart we have seen positive crossover in oscillator, because of that we had mentioned 7980-7990 will be major resistance and only above that we can see upside, but Nifty fail to cross that level. Now on daily and as well as on weekly chart we can see "Bearish candle", but near to very important support level 7550-7520. So overall from here 7550-7520 will be key trigger below that we can see more pressure and 7680-7750 will be major resistance any close above that we can see some stock specific action till that use caution approach at higher levels.

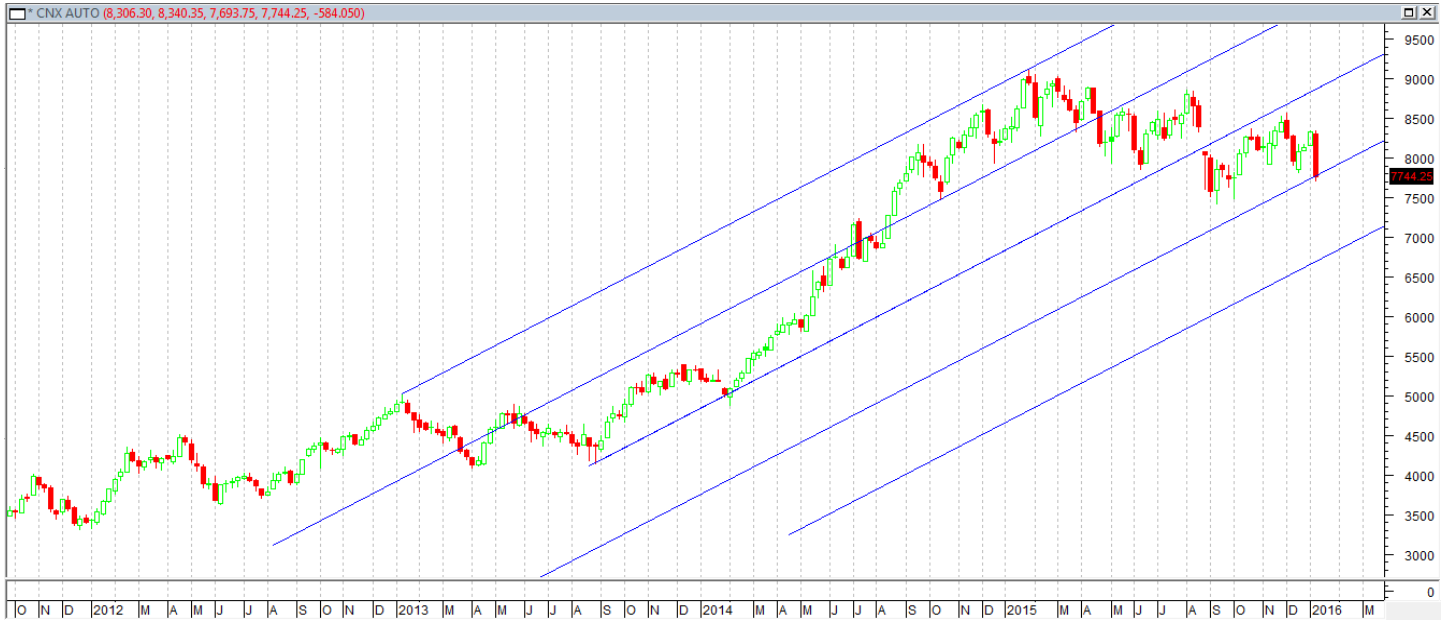
#### Weekly Chart



## Weekly Sectoral Technical Outlook

**NSE Auto Index**

**CMP: 7744**



**NSE Auto**

At present we are observing a strong bear candle which reflects bearish sentiments. On the downside, if this sector trades and close below 7690 then it can test 7450 – 7200 levels. Hence one should avoid this sector.

**NSE Bankex**

**CMP: 16142**



**NSE Bankex**

We still maintain our stance that there is no clear positive candlestick pattern emerging on the chart. Hence, one should avoid this sector. However if it breaks 16049 level then it can test 15600 -15300 levels.

**NSE Metal Index**

**CMP: 1750**



**NSE Metal Index**

We maintain our bearish stance on the sector. At present, the pullback rally has ended and the downtrend has resumed its course. Hence, one should avoid this sector at present.

**NSE IT**

**CMP: 10989**



**NSE IT**

We reiterate our view that prices are still holding on to the demand zone (shown above in the graph). One should hold their long positions in this sector with a stop loss of 10795. On the upside it can test 11300 - 11500 levels.

## Weekly Technicals of Key Companies –

Company	Closing 08-Jan-16	Buy/Sell Trigger	Resistance 1	Resistance 2	Support 1	Support 2
ACC	1295.80	1316.33	1357.67	1419.53	1254.47	1213.13
ADANI PORTS	241.40	249.08	258.82	276.23	231.67	221.93
AMBUJACEM	198.35	199.35	204.60	210.85	193.10	187.85
ASIANPAINT	874.60	884.37	902.13	929.67	856.83	839.07
AXISBANK	413.70	423.20	439.40	465.10	397.50	381.30
BAJAJ-AUTO	2375.85	2427.82	2495.63	2615.42	2308.03	2240.22
BANKBARODA	140.45	146.02	153.23	166.02	133.23	126.02
BHARTIARTL	323.85	326.47	336.33	348.82	313.98	304.12
BHEL	153.60	158.95	165.60	177.60	146.95	140.30
BOSCHLTD	18223.60	18597.87	19045.73	19867.87	17775.73	17327.87
BPCL	903.55	899.35	923.70	943.85	879.20	854.85
CAIRN	129.45	133.68	139.52	149.58	123.62	117.78
CIPLA	622.35	630.77	647.53	672.72	605.58	588.82
COALINDIA	321.10	325.07	333.13	345.17	313.03	304.97
DRREDDY	3010.70	3033.57	3097.13	3183.57	2947.13	2883.57
GAIL	373.20	370.92	383.28	393.37	360.83	348.47
GRASIM	3575.70	3624.52	3734.18	3892.67	3466.03	3356.37
HCLTECH	828.35	832.37	850.93	873.52	809.78	791.22
HDFC	1174.40	1199.10	1229.20	1284.00	1144.30	1114.20
HDFCBANK	1062.35	1065.35	1081.00	1099.65	1046.70	1031.05
HEROMOTOCO	2489.65	2547.88	2610.77	2731.88	2426.77	2363.88
HINDALCO	76.90	79.33	83.47	90.03	72.77	68.63
HINDUNILVR	809.85	828.75	849.80	889.75	788.80	767.75
ICICIBANK	245.05	249.83	256.57	268.08	238.32	231.58
IDEA	133.10	135.52	139.98	146.87	128.63	124.17
INDUSINDBK	947.05	943.22	965.68	984.32	924.58	902.12
INFY	1063.30	1071.22	1094.53	1125.77	1039.98	1016.67
ITC	313.65	316.43	324.22	334.78	305.87	298.08
KOTAKBANK	695.10	703.75	718.35	741.60	680.50	665.90
LT	1179.10	1214.68	1254.37	1329.63	1139.42	1099.73
LUPIN	1712.85	1751.15	1799.55	1886.25	1664.45	1616.05
M&M	1198.00	1214.97	1254.93	1311.87	1158.03	1118.07
MARUTI	4214.75	4355.85	4515.90	4817.05	4054.70	3894.65
NTPC	139.55	141.20	145.35	151.15	135.40	131.25
ONGC	230.15	233.00	241.95	253.75	221.20	212.25
PNB	105.10	108.87	113.23	121.37	100.73	96.37
POWERGRID	141.65	141.17	144.83	148.02	137.98	134.32
RELIANCE	1025.75	1016.95	1047.20	1068.65	995.50	965.25
SBIN	208.95	214.83	221.07	233.18	202.72	196.48
SUNPHARMA	794.15	798.03	817.42	840.68	774.77	755.38
TATAMOTORS	353.35	363.85	389.60	425.85	327.60	301.85
TATAPOWER	68.70	68.40	71.00	73.30	66.10	63.50
TATASTEEL	253.60	259.40	270.60	287.60	242.40	231.20
TCS	2397.60	2384.20	2427.40	2457.20	2354.40	2311.20
TECHM	522.15	517.72	531.43	540.72	508.43	494.72
ULTRACEMCO	2705.20	2723.42	2810.63	2916.07	2617.98	2530.77
VEDL	81.05	84.70	90.25	99.45	75.50	69.95
WIPRO	555.80	555.97	564.83	573.87	546.93	538.07
YESBANK	693.70	699.77	723.83	753.97	669.63	645.57
ZEEL	411.70	417.80	426.25	440.80	403.25	394.80

Source: Iris Software

## Contact

SMS: 'Arihant' to 56677

## Website

[www.arihantcapital.com](http://www.arihantcapital.com)

## Email Id

[research@arihantcapital.com](mailto:research@arihantcapital.com)

**Arihant is Forbes Asia's '200 Best under a \$Billion' Company  
'Best Emerging Commodities Broker' awarded by UTV Bloomberg**

**Disclaimer:** This document has been prepared by Arihant Capital Markets Limited (hereinafter called as Arihant) and its subsidiaries and associated companies. This document does not constitute an offer or solicitation for the purchase and sale of any financial instrument by Arihant. Receipt and review of this document constitutes your agreement not to circulate, redistribute, retransmit or disclose to others the contents, opinions, conclusion, or information contained herein. This document has been prepared and issued on the basis of publicly available information, internally developed data and other sources believed to be reliable. Whilst meticulous care has been taken to ensure that the facts stated are accurate and opinions given are fair and reasonable, neither the analyst nor any employee of our company is in any way is responsible for its contents and nor is its accuracy or completeness guaranteed. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. All recipients of this material should before dealing and or transacting in any of the products referred to in this material make their own investigation, seek appropriate professional advice. The investments discussed in this material may not be suitable for all investors. The recipient alone shall be fully responsible/are liable for any decision taken on the basis of this material. Arihant Capital Markets Ltd (including its affiliates) or its officers, directors, personnel and employees, including persons involved in the preparation or issuance of this material may; (a) from time to time, have positions in, and buy or sell or (b) be engaged in any other transaction and earn brokerage or other compensation in the financial instruments/products discussed herein or act as advisor or lender/borrower in respect of such securities/financial instruments/products or have other potential conflict of interest with respect to any recommendation and related information and opinions. The said persons may have acted upon and/or in a manner contradictory with the information contained here and may have a position or be otherwise interested in the investment referred to in this document before its publication. The user of this report assumes the entire risk of any use made of this data / Report. Arihant especially states that it has no financial liability, whatsoever, to the users of this Report.

**ARIHANT Capital Markets Ltd**

#1011, Solitaire Corporate Park, Building No.10, 1<sup>st</sup> Floor,  
Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai-400093

T. 022-42254800. Fax: 022-42254880

[www.arihantcapital.com](http://www.arihantcapital.com)

RCH-WMR-00