

July 4, 2024

## Intraday...

Action	Scrip	Target 1	Target 2	Stoploss	Time frame
Buy BHAELE July Fut at   315.55-316.55	Bharat Electronics Limited	319.2	323.9	313	Intraday
Sell CONCOR July Fut at   1027.25-1031.45	Container Corporation Of India	1020.4	1006.9	1038	Intraday

[Daily view](#)

## Weekly...

Action	Scrip	Target	Stoploss	Time frame	Status
Buy AURPHA July Fut at   1218.0-1222.0	Aurobindo Pharm	1300.0	1179.0	Weekly	Open
Sell ABB July Fut at   8510.0-8535.0	ABB	8100.0	8751.0	Weekly	Open

[Weekly view](#)

## Other Product offerings

### Derivatives Strategy

Underlying	Action
Maruti	Buy

Duration : 1-2 months

Click here to see [open calls](#)

### Quant (Derivatives) Pick

Underlying	Action
Tata Chemical	Buy
CUB	Buy

Duration : 1-3 months

Click here to see [open calls](#)



For Instant stock ideas:  
[SUBSCRIBE](#) to mobile  
 notification on ICICIdirect  
 Mobile app...

## Research Analysts

Jay Thakkar  
[jay.thakkar@icicisecurities.com](mailto:jay.thakkar@icicisecurities.com)

Dipesh Dedhia  
[dipesh.dedhia@icicisecurities.com](mailto:dipesh.dedhia@icicisecurities.com)

Raj Deepak Singh  
[rajdeepak.singh@icicisecurities.com](mailto:rajdeepak.singh@icicisecurities.com)

Siddhesh Jain  
[siddhesh.jain@icicisecurities.com](mailto:siddhesh.jain@icicisecurities.com)

## Nifty

	Close	Pvs Close	% Change
Spot	24286.50	24123.85	0.67%
Future	24350.40	24203.15	0.61%
Basis	64	79	-
OI (Lakhs)	159.70	160.54	-0.53%
PCR	1.15	1.21	-

## Bank Nifty

	Close	Pvs Close	% Change
Spot	53089.25	52168.10	1.77%
Future	53091.65	52368.50	1.38%
Basis	2	200	-
OI (Lakhs)	31.48	27.67	13.77%

## Pivot Level

	Nifty Future	Bank Nifty Future
S2	24166	52169
S1	24226	52629
Pivot	24268	52943
R1	24328	53403
R2	24370	53717

- ❖ Gift Nifty suggests another gap-up opening for Nifty 24350 levels. For the day, we expect positive bias to remain intact but 24500 levels are likely to remain crucial hurdle for the settlement. Thus decline towards 24300 levels can be used as an buying opportunity for targets of 24450.

- ❖ Sell Nifty 24100 Put option (July 4 expiry) in the range of | 28-30; Target: | 5; Stop loss: | 46

- ❖ The Bank Nifty is likely to trade positive above 53000 levels and likely to move higher as short covering among PSU banks may be seen. For the day, we believe that levels near 53000 can be bought for the target of 53350-53400 levels.

- ❖ Buy Bank Nifty future in the range of 52950-53000; Target: 53350-53400 ; Stop loss: 52750

- ❖ FII's bought ₹5483 crore in the cash segment while DII's sold ₹ 925 crore in the last session. In the derivatives segment, FII's have bought index futures worth ₹ 2487 crores while in index options they sold ₹ 3853 crore. In stock futures segment, they bought ₹ 4598 crore.

- ❖ Stocks in Ban: Hind Copper and Indus Tower

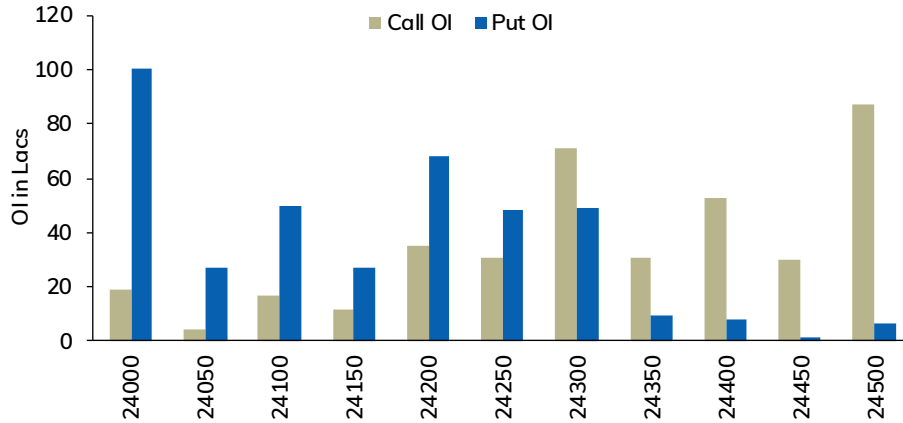
Note: Index calls may be changed, if view differs during market hours and positional recommendations given in Derivatives Strategy should not be linked to intraday index/stock calls.

Source: NSE, Seediiff, Bloomberg ICICI Direct Research

July 4, 2024

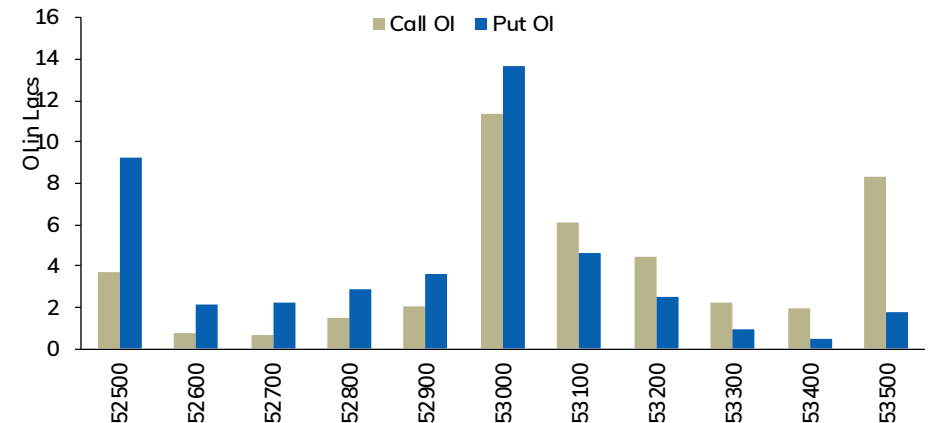
# Nifty 24000 Put strike holds substantial OI...

### Nifty Weekly Option OI Distribution



- ❖ In Nifty, 24500 Call strike holds noteworthy OI of ~85 lakhs shares.
- ❖ On the Put side, 24000 strike holds OI of more than 1 Cr shares.

### Bank Nifty Weekly Option OI Distribution



- ❖ In Bank Nifty, 53000 Call and Put strike hold the highest OI among ATM strikes.
- ❖ On the Put side, major Put base is getting strengthened at 52500 Put strike for the next week settlement.

#### Long Buildup

Name	Price (%)	OI (%)
SHRIRAMFIN	0.85%	9.12%
IDFCFIRSTB	2.65%	8.27%
ZYDUSLIFE	1.84%	8.06%
GRANULES	1.87%	7.33%
PEL	4.25%	7.25%

#### Short Buildup

Name	Price (%)	OI (%)
ASHOKLEY	-2.50%	12.68%
M&MFIN	-0.27%	9.08%
JKCEMENT	-1.07%	8.56%
ZYDUSLIFE	1.84%	8.06%
TITAN	-1.45%	7.40%

#### Long Unwinding

Name	Price (%)	OI (%)
VOLTAS	-0.12%	-3.04%
LT	-0.28%	-0.80%
ABBOTINDIA	-0.30%	-0.50%
IGL	-0.16%	-0.39%

#### Short Covering

Name	Price (%)	OI (%)
IPCALAB	1.60%	-7.74%
FINNIFTY	1.48%	-5.77%
TATACONSUM	3.73%	-5.36%
BIOCON	1.26%	-3.85%
BEL	2.61%	-3.07%

Source: NSE, Seediff, Bloomberg ICICI Direct Research

July 4, 2024

ICICI Securities Ltd. | Retail Equity Research

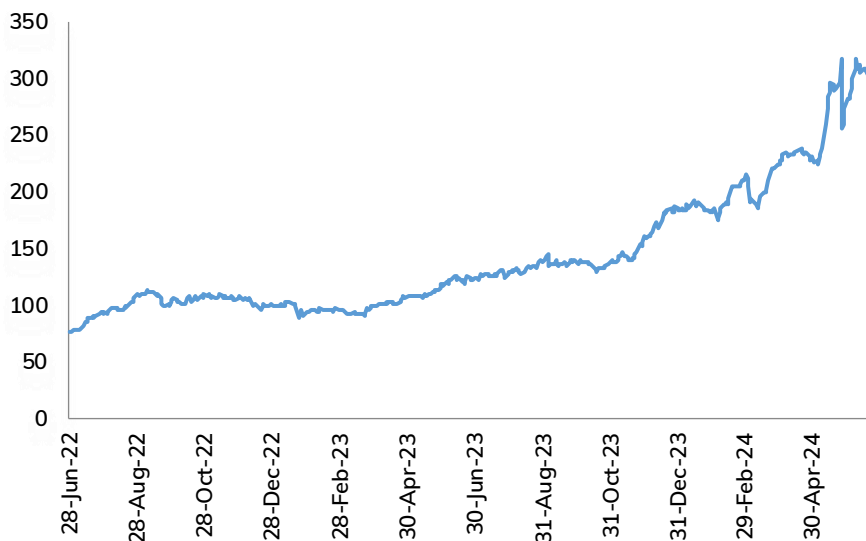
# Intraday recommendation with historical price performance...

## i) Bharat Electronics Limited (CMP: 316.05)

Buy BHAELE July Fut at | 315.55-316.55

Target 1: 319.2      Target 2: 323.9

Stop Loss: 312.9

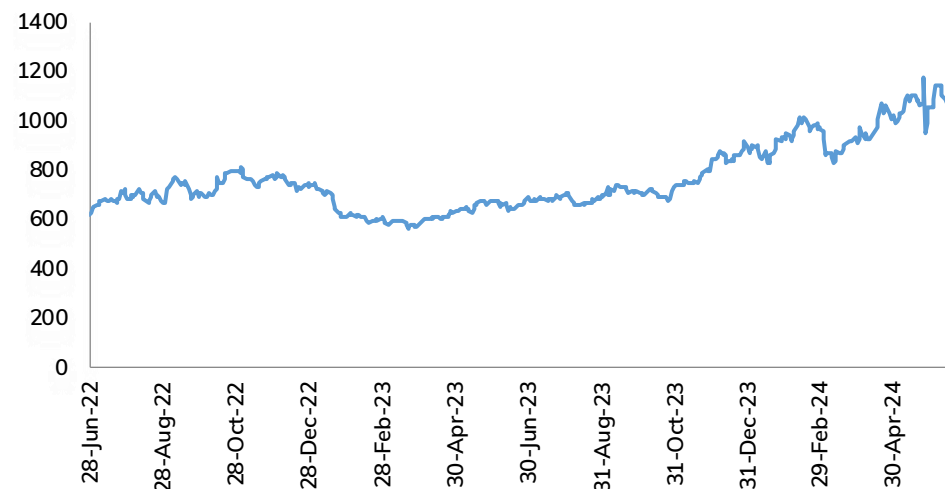


## ii) Container Corporation Of India (CMP: 1029.35)

Sell CONCOR July Fut at | 1027.25-1031.45

Target 1: 1020.4      Target 2: 1006.9

Stop Loss: 1038.4



### Strategy Follow-up

Date	Stock	View	Strategy	Reco	Target	SL	P&L	Comment
3-Jul-24	VOLTAS	Buy	Long Fut	1457.7	1495.2	1442.7	-	Not initiated
3-Jul-24	MANAFI	Sell	Short Fut	207.4	204.4	210.4	-4500	Exit in Loss

# Weekly Recommendation

## Weekly future recommendations:

1) Buy AURPHA (AUROBINDO PHARMA LTD) JUL in the range of 1218-1222 Target 1300 and StopLoss 1179

### Rationale

Pharmaceutical stocks have rebounded from their major support and are witnessing fresh buying interest. Aurobindo Pharma, in particular, has shown resilience within the sector. During the current consolidation phase, increase in delivery volumes was observed near 1150 level. The low leverage in the stock futures suggests that fresh long positions are likely to form at current levels, as the risk-reward ratio quite favorable. Additionally, significant put writing at the ATM 1200 strike indicates limited downside risk. We anticipate that the stock could move towards the 1300 level in the upcoming sessions.

2) Sell ABB (ABB INDIA LIMITED) JUL in the range of 8510-8535 Target 8100 and StopLoss 8751.

### Rationale

In the recent up move seen in ABB, significant long addition of positions were seen which seems to be rolled into July series as well. However, after testing 9000 levels, stock failed to witness any follow up move. At the same time, notable writing is visible at Call strikes ranging from 8500 to 9000 suggest that the stock may see liquidation of long positions in short term. We feel call writers are likely to limit the stock's upside potential and the stock may see a pullback towards 8100.

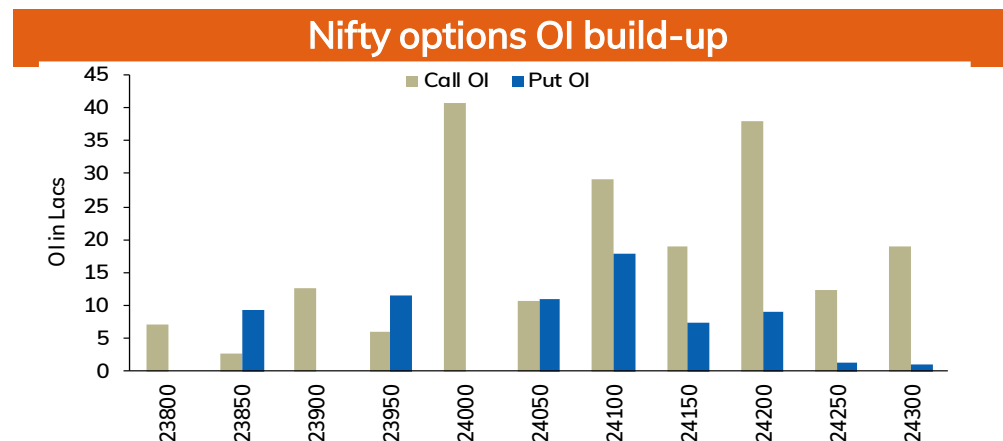
Recommendation follow up							
Underlying	View	Strategy	Reco	Target	Stoploss	Profit/Loss	Comment
HDFC Life	Bullish	Sell Futures	596	630	575	-7040	Exit in Loss
Titan	Bearish	Sell Futures	3393	3260	3491	4550	Profit Booked

Source: Bloomberg, ICICI Direct Research

The recommendation was released on One click derivatives on

# Nifty: Extreme long positions in system suggesting cautious at higher levels...

- The Nifty gained momentum in the monthly settlement week and made fresh high gaining more than 2% last week. However, broader markets remained largely rangebound and both midcap and small cap indices gained nearly 0.5% each. Fresh buying among index heavyweights helped Nifty to move beyond 24000 where Reliance was the major driver with gains of over 7%.
- From the rollover perspective, Nifty futures saw significant long additions from FII and their net longs have increased sharply near 3.5 lac contracts at the start of July series. It was in a stark contrast of June series where they have net short with nearly 3 lac contracts. The retail participants have turned cautious in Nifty and are significantly net shorts in the system. Also, premium in Nifty futures has also seems lower considering inception of the new series suggesting short additions. Hence, pressure is likely to be seen in index at higher levels.
- On the options front, relatively higher Call writing is visible at OTM Call strikes compare to Put strikes, suggesting some pressure at higher levels. However, Put base at 24000 strike itself is significantly high which may restrict immediate downsides. Thus, a move below 23800 may trigger further weakness in the markets. On higher side, we believe that Call base placed at 24500 is likely to act as a major hurdle in the weekly settlement.
- The volatility index has inched higher but closed the week below 14 levels once again. However, we expect it to move towards 15 levels and don't see major decline due to upcoming quarterly results and Union budget in the mid series.

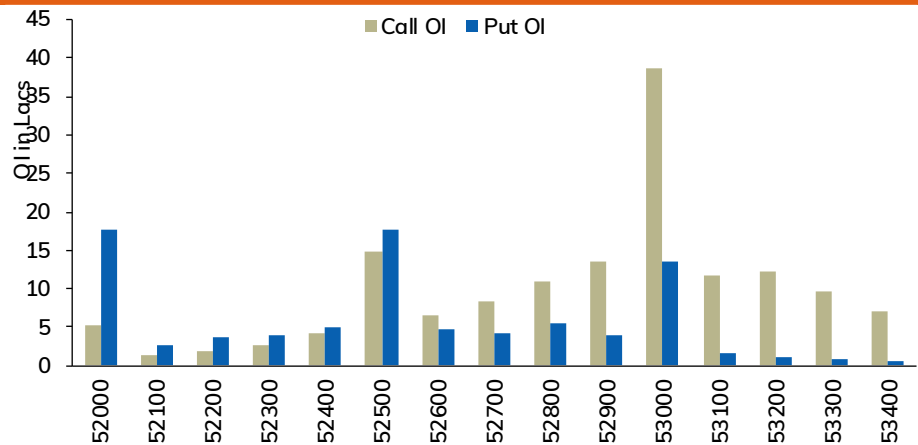


Source: Bloomberg, ICICI Direct Research  
July 4, 2024

# Bank Nifty likely to consolidate between 51500 and 53000 levels...

- Banking index moved further but failed to sustain above 53000 mark and reverted due to some pressure among private sector heavyweights at higher levels. Despite it, Bank Nifty managed to gain another 1.25% last week and both PSU and private sector stocks managed to gain. We believe that Bank Nifty may spend some time in consolidating below 53000 levels in the coming sessions whereas 51500 mark is likely to act as immediate support.
- Bank Nifty options activity is significantly tilted towards Call options and 53000 Call strike is heavily written while no major Put base is in sight. Put option concentration is equally distributed among 51500 to 52500 Put strikes. The options data suggesting expected profit booking at higher levels and move below 51500 may extend the weakness in the banking index. Moreover, July series futures open interest is relatively on a lower side and fresh additions are likely to induce some directional movement.
- Stock specific, private sector heavyweights have witnessed some good covering last week but are reverting from their major Call bases. They need to move beyond their Call bases for any fresh momentum. On the other hand, PSU space may witness some recovery in the coming sessions after remaining laggard post-election verdict.
- Financial Nifty has also gained nearly 2% last week closed just below 23500 levels. Just like Bank Nifty, higher Call writing is visible at ATM and OTM Call strikes significantly high Call base at ATM 23500 strike above which a short covering move can be expected for the weekly settlement.

Bank Nifty weekly options OI build-up



# FII's remain buyer in the equity segment...

- Globally, risk assets consolidated amid rate cut uncertainties. While US equities closed the week almost flat, bullion prices also remained above \$2300 mark. The US volatility index has remained subdued suggesting no major concerns. However, a uptick was observed in the bond yields on Friday despite some cool-off in inflation as political uncertainty looms there.
- The FIIs have remained net buyers last week as well and bought more than 4600 crores last week. However, most of the funds were seen coming on monthly settlement day. We expect them to remain positive in coming sessions and it may help performance coming into large cap names once again. On the other hand, domestic institutions continue to support the markets and they have also bought 7100 crore last week.
- In the F&O space, FIIs continue to increase their long positions and their stance has changed drastically from the June series inception to July series. From almost 3 lac net shorts in early June, now FIIs are net long with nearly 3.5 lac contracts net long in Index futures. At the same time, increasing short positions from retail participants suggests some caution at higher levels. However, in stock futures segment, they continue to remain net longs with over 6.8 lac contracts.
- Crude oil prices rallied more than 1% in the previous week amid softening of dollar and hopes of interest rate cuts by US Federal Reserve this year. For this week, we expect NYMEX crude oil prices to rise further towards \$84 level amid growing bets of higher demand for fuel due to summer driving season and forecast of supply deficit stemming from OPEC+ cuts in 3<sup>rd</sup> quarter. While, investors will remain cautious ahead of US FOMC meeting minutes and job data to get more clarity on interest rate cut timeline.

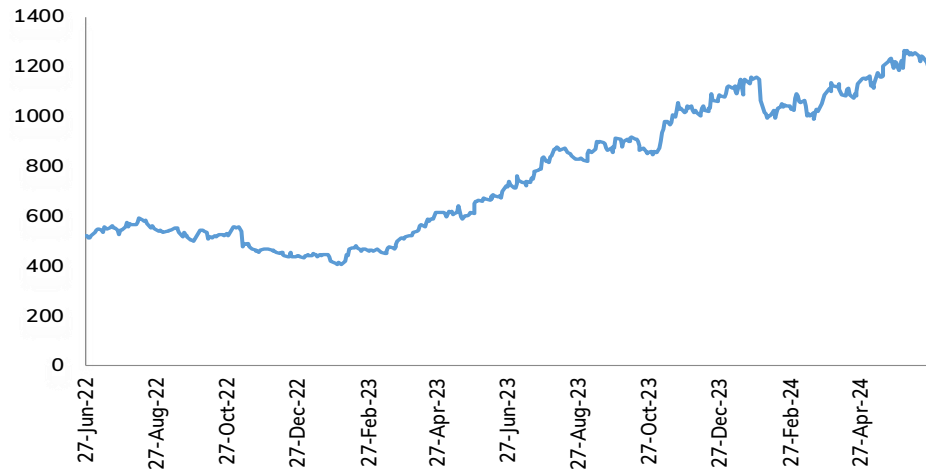
FII/DII buying in equities (in ₹ crore)					
Date	FII			DII	
	Index Fut	Stock Fut	Index Opt	Cash	Cash
24-Jun-24	1776	3263	758	-654	-821
25-Jun-24	2698	1118	55792	1176	-149
26-Jun-24	2886	6486	-8273	-3535	5104
27-Jun-24	4369	8129	24698	7657	-3606
28-Jun-24	1711	5129	7904	-23	6658

Source: Bloomberg, ICICI Direct Research

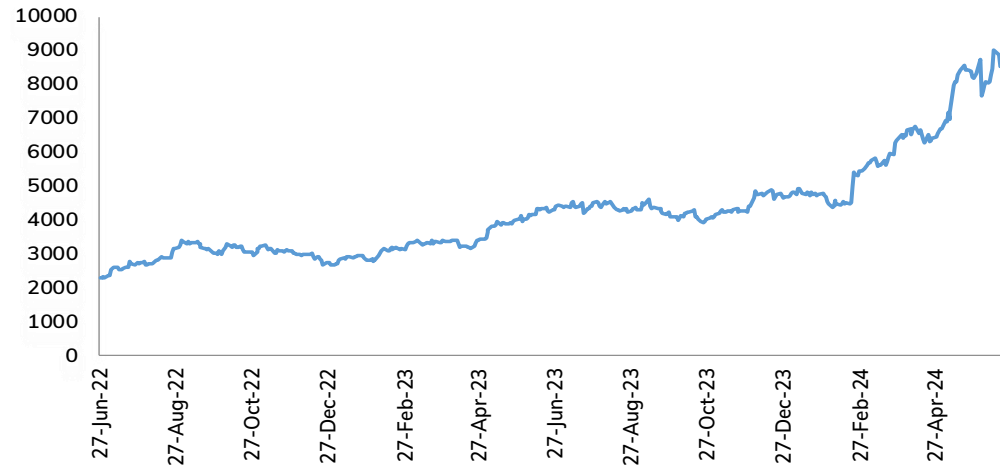


# Recommended Stocks: Historical price performance...

## Aurobindo Pharma



## ABB



Source: NSE, Seediff, Bloomberg ICICI Direct Research

# Forthcoming Events...

Date & Time (IST)	Country	Data & Events
Monday, July 01, 2024		
7:15 AM	China	Caixin Manufacturing PMI
All Day	Europe	German Prelim CPI m/m
7:30 PM	US	ISM Manufacturing PMI
Tuesday, July 02, 2024		
2:30 PM	Europe	CPI Flash Estimate y/y
7:00 PM	US	Fed Chair Powell Speaks
7:30 PM	US	JOLTS Job Openings
Wednesday, July 03, 2024		
7:15 AM	China	Caixin Services PMI
5:45 PM	US	ADP Non-Farm Employment Change
6:00 PM	US	Unemployment Claims
7:30 PM	US	ISM Services PMI
8:00 PM	US	Crude Oil Inventories
11:30 PM	US	FOMC Meeting Minutes
Thursday, July 04, 2024		
11:30 AM	Europe	German Factory Orders m/m
All Day	UK	Parliamentary Elections
2:00 PM	UK	Construction PMI
Friday, July 05, 2024		
11:30 AM	Europe	German Industrial Production m/m
6:00 PM	US	Average Hourly Earnings m/m
6:00 PM	US	Non-Farm Employment Change
6:00 PM	US	Unemployment Rate

# Derivatives Strategies: Open recommendations

Date	Scrp	Action	Recommendation
10-Jun-24	Pidilite Industries	Buy	Positional Future :Buy PIDIND (PIDILITE INDUSTRIES LTD) JUN in the range of 3160-3175 Target 3380 and StopLoss 3049.9. (rolled)
26-Jun-24	Maruti	Buy	Positional Future : Buy MARUTI (MARUTI SUZUKI INDIA LTD) JUL in the range of 12250-12300 Target 12800 and StopLoss 11989.9
1-Jul-24	ABB	Sell	Positional Future : Sell ABB (ABB INDIA LIMITED) JUL in the range of 8510-8535 Target 8100 and StopLoss 8751
1-Jul-24	Aurbindo Pharma	Buy	Positional Future : Buy AURPHA (AUROBINDO PHARMA LTD) JUL in the range of 1218-1222 Target 1300 and StopLoss 1179
3-Jul-24	Laurus Lab	Buy	Long/Short Strategy: Buy Laurus Lab futures 442 ◆444, Buy Put 440 13.5- 14.5, Sell 470 Call 7.5- 8, Target 470, Stoploss 419, Till July Expiry.

[Back](#)

Source: Bloomberg, ICICI Direct Research

July 4, 2024

# Quant Picks: Open recommendations...

Date	Scrip	Action	Price	Target	Stop Loss	Last close	Return (%)	Time
22 Mar 24	Indusind Bank	Buy	1470-1490	1700	1350	1452	-2.6%	3 months
12 Jun 24	Tata Chemical	Buy	1100-1120	1265	1016	1104	-1.4%	3 months
21 Jun 24	Syngene	Buy	710-720	810	650	717	0.3%	3 months
25 Jun 24	City Union Bank	Buy	164-168	190	151	171	1.8%	3 months
1 Jul 24	Birla Soft	Buy	692-702	790	638	711	1.3%	3 months

[Back](#)

Pankaj Pandey

Head – Research

pankaj.pandey@icicisecurities.com

ICICI Direct Research Desk,  
ICICI Securities Limited,  
Third Floor, Brillanto House,  
Road No 13, MIDC,  
Andheri (East)  
Mumbai – 400 093  
research@icicidirect.com



Source: Bloomberg, ICICI Direct Research

July 4, 2024

ICICI Securities Ltd. | Retail Equity Research

13

# Disclaimer

I/We, , Jay Thakkar MBA (Finance), CMT, Raj Deepak Singh BE, MBA (Finance), Dipesh Dedhia BCOM, MBA (Finance), Siddhesh Jain, BFM, MBA (Finance) Research Analysts, authors and the names subscribed to this report, hereby certify that all of the views expressed in this research report accurately reflect our views about the subject issuer(s) or securities. We also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report. It is also confirmed that above mentioned Analysts of this report have not received any compensation from the companies mentioned in the report in the preceding twelve months and do not serve as an officer, director or employee of the companies mentioned in the report.

## Terms & conditions and other disclosures:

ICICI Securities Limited (ICICI Securities) is a full-service, integrated investment banking and is, inter alia, engaged in the business of stock broking and distribution of financial products. ICICI Securities is Sebi registered stock broker, merchant banker, investment adviser, portfolio manager and Research Analyst. ICICI Securities is registered with Insurance Regulatory Development Authority of India Limited (IRDAI) as a composite corporate agent and with PFRDA as a Point of Presence. ICICI Securities Limited Research Analyst SEBI Registration Number – INH000000990. ICICI Securities Limited SEBI Registration is INZ000183631 for stock broker. Registered Office Address: ICICI Venture House, Appasaheb Marathe Marg, Prabhadevi, Mumbai - 400 025. CIN: L67120MH1995PLC086241, Tel: (91 22) 6807 7100. ICICI Securities is a subsidiary of ICICI Bank which is India's largest private sector bank and has its various subsidiaries engaged in businesses of housing finance, asset management, life insurance, general insurance, venture capital fund management, etc. ("associates"), the details in respect of which are available on [www.icicibank.com](http://www.icicibank.com).

## Investments in securities market are subject to market risks. Read all the related documents carefully before investing.

Registration granted by Sebi and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors. None of the research recommendations promise or guarantee any assured, minimum or risk-free return to the investors.

Name of the Compliance officer (Research Analyst): Mr. Atul Agrawal  
Contact number: 022-40701000 E-mail Address: [complianceofficer@icicisecurities.com](mailto:complianceofficer@icicisecurities.com)

For any queries or grievances: Mr. Prabodh Avadhoot Email address: [heads-servicequality@icicidirect.com](mailto:heads-servicequality@icicidirect.com) Contact Number: 18601231122

ICICI Securities is one of the leading merchant bankers/ underwriters of securities and participate in virtually all securities trading markets in India. We and our associates might have investment banking and other business relationship with a significant percentage of companies covered by our Investment Research Department. ICICI Securities and its analysts, persons reporting to analysts and their relatives are generally prohibited from maintaining a financial interest in the securities or derivatives of any companies that the analysts cover.

Recommendation in reports based on technical and derivative analysis centre on studying charts of a stock's price movement, outstanding positions, trading volume etc as opposed to focusing on a company's fundamentals and, as such, may not match with the recommendation in fundamental reports. Investors may visit [icicidirect.com](http://icicidirect.com) to view the Fundamental and Technical Research Reports.

Our proprietary trading and investment businesses may make investment decisions that are inconsistent with the recommendations expressed herein.

The information and opinions in this report have been prepared by ICICI Securities and are subject to change without any notice. The report and information contained herein is strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of ICICI Securities. While we would endeavour to update the information herein on a reasonable basis, ICICI Securities is under no obligation to update or keep the information current. Also, there may be regulatory, compliance or other reasons that may prevent ICICI Securities from doing so. Non-rated securities indicate that rating on a particular security has been suspended temporarily and such suspension is in compliance with applicable regulations and/or ICICI Securities policies, in circumstances where ICICI Securities might be acting in an advisory capacity to this company, or in certain other circumstances.

This report is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed. This report and information herein is solely for informational purpose and shall not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. ICICI Securities will not treat recipients as customers by virtue of their receiving this report. Nothing in this report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. This may not be taken in substitution for the exercise of independent judgment by any recipient. The recipient should independently evaluate the investment risks. The value and return on investment may vary because of changes in interest rates, foreign exchange rates or any other reason. ICICI Securities accepts no liabilities whatsoever for any loss or damage of any kind arising out of the use of this report. Past performance is not necessarily a guide to future performance. Investors are advised to see Risk Disclosure Document to understand the risks associated before investing in the securities markets. Actual results may differ materially from those set forth in projections. Forward-looking statements are not predictions and may be subject to change without notice.

ICICI Securities or its associates might have managed or co-managed public offering of securities for the subject company or might have been mandated by the subject company for any other assignment in the past twelve months.

ICICI Securities or its associates might have received any compensation from the companies mentioned in the report during the period preceding twelve months from the date of this report for services in respect of managing or co-managing public offerings, corporate finance, investment banking or merchant banking, brokerage services or other advisory service in a merger or specific transaction.

ICICI Securities or its associates might have received any compensation for products or services other than investment banking or merchant banking or brokerage services from the companies mentioned in the report in the past twelve months.

ICICI Securities encourages independence in research report preparation and strives to minimize conflict in preparation of research report. ICICI Securities or its associates or its analysts did not receive any compensation or other benefits from the companies mentioned in the report or third party in connection with preparation of the research report. Accordingly, neither ICICI Securities nor Research Analysts and their relatives have any material conflict of interest at the time of publication of this report.

Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions.

ICICI Securities or its subsidiaries collectively or Research Analysts or their relatives do not own 1% or more of the equity securities of the Company mentioned in the report as of the last day of the month preceding the publication of the research report.

Since associates of ICICI Securities and ICICI Securities as an entity are engaged in various financial service businesses, they might have financial interests or actual/ beneficial ownership of one percent or more or other material conflict of interest in various companies including the subject company/companies mentioned in this report.

ICICI Securities may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report.

Neither the Research Analysts nor ICICI Securities have been engaged in market making activity for the companies mentioned in the report.

We submit that no material disciplinary action has been taken on ICICI Securities by any Regulatory Authority impacting Equity Research Analysis activities.

This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject ICICI Securities and affiliates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.