

Key developments during the week

- India Apr-Nov fiscal gap at 4.835 trln rupees from 5.251 trln rupees YoY
- India Nov eight core industries' growth at (-) 1.3% from 3.2% in Oct
- India Apr-Nov tax mop-up 7.678 trln rupees from 6.356 trln rupees YoY
- India Nov CPI industrial workers' inflation at 6.72% from 6.32% in Oct
- India Sep end long-term external debt \$397.1 bln, down 0.5% QoQ
- TRAI head says quality of service a challenge sector faces
- Cabinet approves amended Technology Upgradation Fund scheme for textiles
- Cabinet approves civil nuclear deal with Australia
- Cabinet panel approves 8-fold rise in outlay for grid rooftop solar power
- Power ministry issues draft norms for UMPPs; seeks view by Jan 15
- Govt unveils biotech policy; aims for a \$100 bln industry by 2025
- Govt withdraws LPG subsidy from those with over 1 mln rupees taxable income
- Finance ministry panel for railway regulator to push private invest in sector
- Finance ministry panel suggests single body for regulating airports
- Govt, World Bank sign \$50 mln credit for minorities' scheme in India

INDEX	01-Jan-16	24-Dec-15	Change (in %)
NIFTY	7963.20	7861.05	1.30
SENSEX	26160.90	25838.71	1.25
NSE 500	6753.65	6656.75	1.46
NSE MIDCAP	3472.10	3366.70	3.13
NIFTY JUNIOR	20169.45	19785.15	1.94
BSE SMALLCAP	11940.75	11730.59	1.79
BSE 200	3390.85	3343.43	1.42

INDEX	01-Jan-16	24-Dec-15	Change (in %)
BSE AUTO	18691.17	18263.23	2.34
BSE BANK	19448.35	19206.66	1.26
BSE CAPITAL GOODS	14271.11	14242.90	0.20
BSE CD	12040.89	12008.45	0.27
BSE FMCG	7875.13	7810.39	0.83
BSE HEALTHCARE	16944.55	16725.66	1.31
BSE IT	11023.33	11020.82	0.02
BSE METALS	7445.96	7406.16	0.54
BSE OIL AND GAS	9599.28	9453.77	1.54
BSE PSU	6869.91	6753.57	1.72
BSE REALTY	1371.11	1332.18	2.92
BSE TECK	6034.55	6003.70	0.51

INDEX	31-Dec-15	24-Dec-15	Change (in %)
DOW JONES	17425.03	17552.17	-0.72
HANG SENG	21914.40	22138.13	-1.01
NIKKEI	19033.71	18769.06	1.41
FTSE	6242.32	6254.64	-0.20

Domestic events week ahead

- Jan 04:** Nikkei Manufacturing PMI for December, by Markit Economics
- Jan 04-08:** Power generation for December, by Central Electricity Authority
- Jan 04-08:** Foreign tourist arrivals in December, by tourism ministry
- Jan 06:** Nikkei services and Composite PMI for December, by Markit Economics

Source: Cogencies

Global events week ahead

- Jan 04:** Japan Final Manufacturing PMI, China Caixin Manufacturing PMI, Europe Final Manufacturing PMI, UK Manufacturing PMI, US Final Manufacturing PMI, US ISM Manufacturing PMI
- Jan 05:** UK Construction PMI, BOE Credit Conditions Survey, Europe CPI y/y, US Total Vehicle Sales
- Jan 06:** China Caixin Services PMI, Europe Final Services PMI, UK Services PMI, US ADP Non-Farm Employment Change, US Trade Balance, US Final Services PMI, US ISM Non-Manufacturing PMI, US Factory Orders m/m, US Crude Oil Inventories, US FOMC Meeting Minutes
- Jan 07:** Europe Retail PMI, Europe Unemployment Rate, Europe Retail Sales, US Unemployment Claims
- Jan 08:** UK Trade Balance, US Non-Farm Employment Change, US Unemployment Rate
- Jan 09:** China CPI y/y, China PPI y/y



Market range for the week 7780- 8160

Nifty	Values
Support 1	7920
Support 2	7850
Support 3	7780
Resistance 1	7980
Resistance 2	8050
Resistance 3	8120

Resistance – Nifty may face resistance at 7980 level above this level it may go up to 8050-8120 level.

Support - Nifty has support at 7920 level below this next support at 7850-7780 levels.

Technical – During the week, CNX Nifty opened at 7863.20 and touched the highest level of 7972.55 and lowest level of 7863.00. The CNX Nifty ended at 7963.20; gain 102.15 points or 1.30%. The S&P BSE Sensex opened at 25858.52 and touched the highest level of 26197.27 and lowest level of 25856.86. The S&P BSE Sensex closed at 26160.90; gain 322.19 points or 1.25%.

For the coming week, we expect the market range of 7780-8160.

Weekly Chart View –

We had mentioned in last week’s report that on the daily chart we witness narrow range body formation and on weekly chart near to 100WMA and above upper line of channel, because of that we had mentioned we can see stocks specific action and all we have seen same. Now on daily chart near to supply zone and 100DMA. On weekly chart we can see positive crossover in oscillator. So overall we can see more stocks specific action and from here 7980-7990 will be major resistance above that we can see 8080-8120 levels and 7820-7780 will be good support level for buying.

Weekly Chart

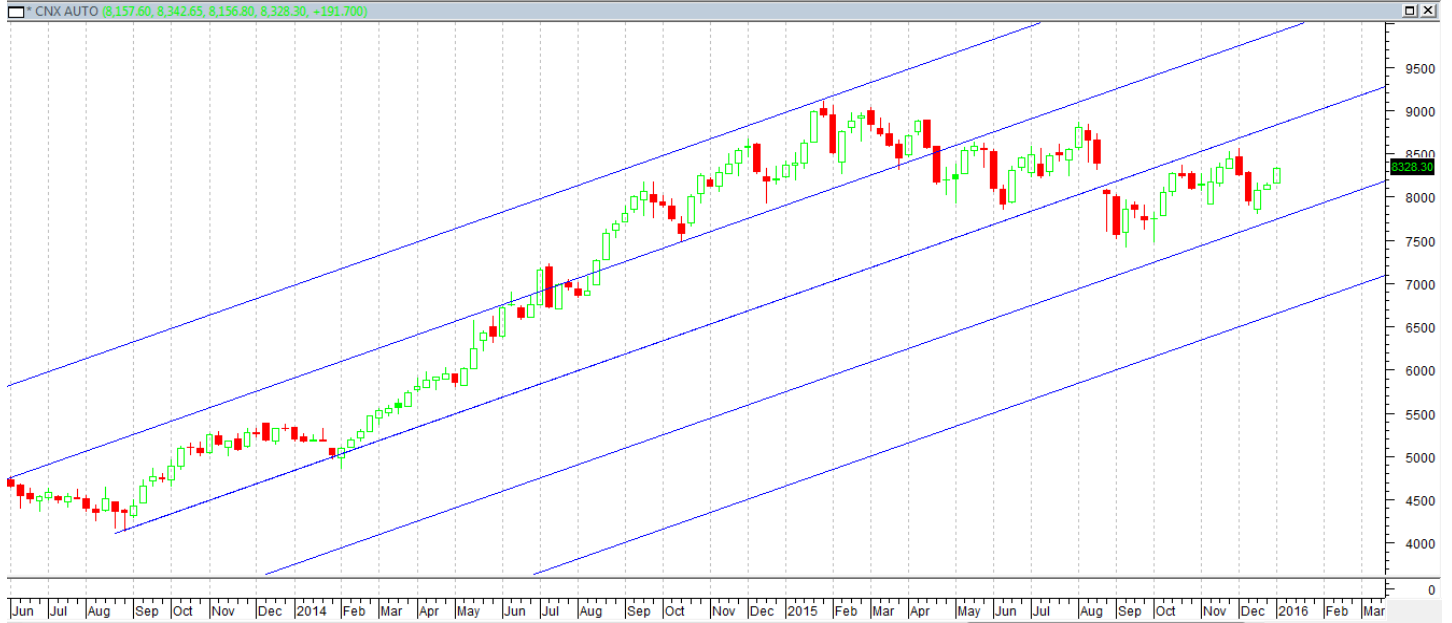




Weekly Sectoral Technical Outlook

NSE Auto Index

CMP: 8328



NSE Auto

The current price action suggests that upside momentum is likely to continue. Aggressive traders gone long above 8165 level should trial their stop loss to 8150. On the upside this sector can test 8400 – 8600 levels.

NSE Bankex

CMP: 17039

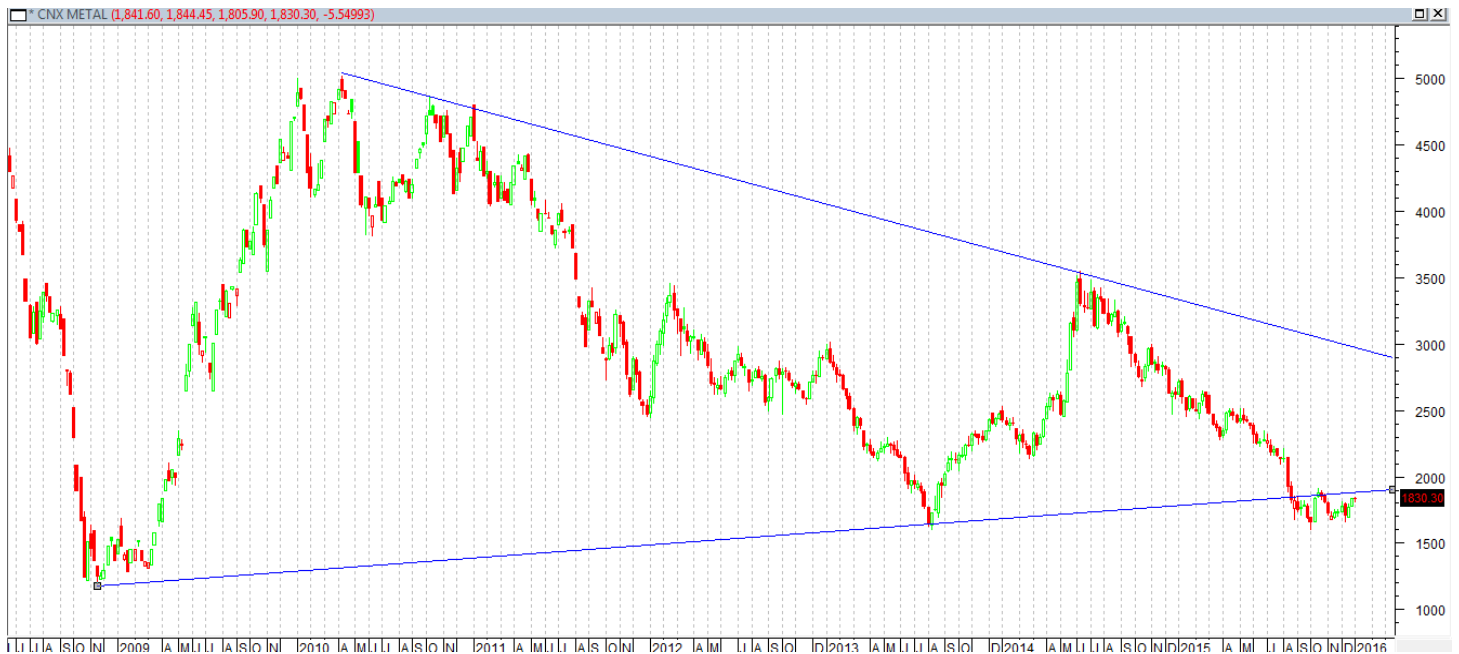


NSE Bankex

We 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 16800 level then it can test 16500 - 16000 levels.



NSE Metal Index	CMP: 1830
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NSE Metal Index

We still maintain our bearish stance on the sector. It is in a strong downtrend and at present we are witnessing a short covering rally. Hence, one should avoid this sector at present.

NSE IT	CMP: 11174
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NSE IT

At present 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 11400 – 11600 - 11800 levels.



Weekly Technicals of Key Companies –

Company	Closing 01-Jan-16	Buy/Sell Trigger	Resistance 1	Resistance 2	Support 1	Support 2
ACC	1373.65	1360.12	1393.93	1414.22	1339.83	1306.02
ADANI PORTS	267.55	264.32	271.53	275.52	260.33	253.12
AMBUJACEM	205.65	204.55	207.50	209.35	202.70	199.75
ASIANPAINT	878.75	880.23	885.47	892.18	873.52	868.28
AXISBANK	449.90	451.82	458.08	466.27	443.63	437.37
BAJAJ-AUTO	2518.00	2515.70	2548.40	2578.80	2485.30	2452.60
BANKBARODA	159.05	157.67	161.33	163.62	155.38	151.72
BHARTIARTL	340.50	338.17	346.33	352.17	332.33	324.17
BHEL	170.90	170.47	174.43	177.97	166.93	162.97
BOSCHLTD	19199.10	18916.37	19582.73	19966.37	18532.73	17866.37
BPCL	896.05	898.80	913.15	930.25	881.70	867.35
CAIRN	138.60	138.48	140.62	142.63	136.47	134.33
CIPLA	655.35	654.18	661.17	666.98	648.37	641.38
COALINDIA	334.05	329.55	339.50	344.95	324.10	314.15
DRREDDY	3108.60	3098.53	3182.07	3255.53	3025.07	2941.53
GAIL	369.75	369.12	378.53	387.32	360.33	350.92
GRASIM	3767.75	3743.55	3814.30	3860.85	3697.00	3626.25
HCLTECH	845.85	852.27	867.58	889.32	830.53	815.22
HDFC	1258.45	1251.12	1282.03	1305.62	1227.53	1196.62
HDFCBANK	1088.75	1082.25	1096.75	1104.75	1074.25	1059.75
HEROMOTOCO	2686.05	2698.35	2725.70	2765.35	2658.70	2631.35
HINDALCO	84.90	84.70	86.20	87.50	83.40	81.90
HINDUNILVR	856.55	860.35	869.20	881.85	847.70	838.85
ICICIBANK	263.00	262.50	267.00	271.00	258.50	254.00
IDEA	143.20	142.23	145.92	148.63	139.52	135.83
INDUSINDBK	963.85	960.22	975.93	988.02	948.13	932.42
INFY	1105.25	1099.42	1115.83	1126.42	1088.83	1072.42
ITC	327.50	326.65	330.85	334.20	323.30	319.10
KOTAKBANK	727.25	718.50	738.60	749.95	707.15	687.05
LT	1289.20	1287.45	1302.75	1316.30	1273.90	1258.60
LUPIN	1845.25	1838.42	1871.83	1898.42	1811.83	1778.42
M&M	1265.35	1263.27	1281.53	1297.72	1247.08	1228.82
MARUTI	4638.50	4624.27	4682.23	4725.97	4580.53	4522.57
NTPC	144.50	144.22	149.13	153.77	139.58	134.67
ONGC	242.50	240.10	246.20	249.90	236.40	230.30
PNB	117.60	118.05	120.95	124.30	114.70	111.80
POWERGRID	141.00	141.12	142.63	144.27	139.48	137.97
RELIANCE	1015.35	1011.38	1023.67	1031.98	1003.07	990.78
SBIN	227.80	227.25	230.50	233.20	224.55	221.30
SUNPHARMA	815.55	811.07	830.48	845.42	796.13	776.72
TATAMOTORS	401.90	392.63	412.27	422.63	382.27	362.63
TATAPOWER	68.95	68.40	70.00	71.05	67.35	65.75
TATASTEEL	257.40	258.23	263.47	269.53	252.17	246.93
TCS	2416.40	2430.10	2452.70	2489.00	2393.80	2371.20
TECHM	520.05	520.15	527.90	535.75	512.30	504.55
ULTRACEMCO	2824.00	2807.17	2846.33	2868.67	2784.83	2745.67
VEDL	91.65	91.73	93.42	95.18	89.97	88.28
WIPRO	556.45	559.58	565.07	573.68	550.97	545.48
YESBANK	732.45	730.70	738.65	744.85	724.50	716.55
ZEEL	432.90	427.15	445.10	457.30	414.95	397.00

Source: Iris Software

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