

**Key developments during the week**

- Jaitley says confident of meeting FY17 fiscal gap aim of 3.5%
- Jaitley says to deal with PF withdrawal tax issue in Budget reply
- Govt source says monetary policy panel to start functioning in Jul-Dec
- Minister says to get 400 bln rupees by next year from environment cess on coal
- Minister says expect new aviation policy to come into effect from Apr
- Power minister says Tripura, Manipur agreed to join discom revival plan
- Minister says civil aviation policy may be put into effect from Apr
- Moody's says FY17 Budget modestly credit positive for India
- Fitch says India FY17 Budget credit positive but uncertainties remain
- India Feb Nikkei manufacturing PMI unchanged at 51.1
- Govt clarifies on tax on PF withdrawal; says no change in PPF tax treatment
- Finance minister source says plan to tax only interest part of PF withdrawal
- Budget: India FY17 nominal GDP growth pegged at 11% from 8.6% YoY
- Budget: FY17 divestment mop-up aim at 565 bln rupees, down 18.7% YoY
- Budget: Allot 250 bln rupees for recapitalisation of PSU banks in FY17
- Budget: STT on options to be raised to 0.05% of contract value
- India Apr-Jan eight core industries' growth at 2% vs 5.3% YoY
- India Apr-Jan fiscal gap 5.323 trln rupees vs 5.681 trln rupees YoY

INDEX	04-Mar-16	26-Feb-16	Change (in %)
NIFTY	7485.33	7029.75	6.48
SENSEX	24646.48	23154.30	6.44
NSE 500	6239.35	5852.90	6.60
NSE MIDCAP	2985.15	2714.40	9.97
NIFTY JUNIOR	18181.20	17074.65	6.48
BSE SMALLCAP	10285.75	9555.23	7.65
BSE 200	3152.63	2958.08	6.58

INDEX	04-Mar-16	26-Feb-16	Change (in %)
BSE AUTO	16977.42	16024.44	5.95
BSE BANK	17485.69	15647.61	11.75
BSE CAPITAL GOODS	12301.58	11467.91	7.27
BSE CD	11659.85	11251.30	3.63
BSE FMCG	7447.57	7107.20	4.79
BSE HEALTHCARE	15824.07	15172.16	4.30
BSE IT	10979.19	10449.56	5.07
BSE METALS	7438.53	6749.02	10.22
BSE OIL AND GAS	8665.20	8339.38	3.91
BSE PSU	5979.16	5606.02	6.66
BSE REALTY	1167.09	1048.26	11.34
BSE TECK	5892.04	5625.92	4.73

INDEX	04-Mar-16	26-Feb-16	Change (in %)
DOW JONES	17006.77	16639.97	2.20
HANG SENG	20176.70	19364.15	4.20
NIKKEI	17014.78	16188.41	5.10
FTSE	6199.43	6096.01	1.70

Domestic events week ahead

- **Mar 08-11:** Freight traffic of major ports in Apr-Feb, by IPA
- **Mar 09-11:** Automobile sales for February, by SIAM
- **Mar 10-14:** FDI inflow for January, by RBI
- **Mar 10-16:** Balance of payments for Oct-Dec, by RBI
- **Mar 11:** Index of Industrial Production for January, by CSO

Source: Cogencies

Global events week ahead

- **Mar 08:** Japan Current Account, Japan Final GDP, China Trade Balance, Japan Consumer Confidence, Europe GDP
- **Mar 09:** UK Manufacturing Production, UK Industrial Production, US Crude Oil Inventories
- **Mar 10:** China CPI, China PPI, Europe Minimum Bid Rate, ECB Press Conference, US Unemployment Claims, US JOLTS Job Openings, US Federal Budget Balance
- **Mar 11:** UK Trade Balance, US Prelim UoM Consumer Sentiment, US Prelim UoM Inflation Expectations
- **Mar 12:** China Industrial Production, China Retail Sales



Market range for the week 7280-7680

Nifty	Values
Support 1	7420
Support 2	7350
Support 3	7280
Resistance 1	7550
Resistance 2	7620
Resistance 3	7680

Resistance – Nifty may face resistance at 7550 level above this level it may go up to 7620-7680 level.

Support - Nifty has support at 7420 level below this next support at 7350-7280 levels.

Technical – During the week, CNX Nifty opened at 7050.45 and touched the highest level of 7505.90 and lowest level of 66825.80. The CNX Nifty ended at 7485.35; gain 514.75 points or 6.48%. The S&P BSE Sensex opened at 23238.50 and touched the highest level of 24719.0 and lowest level of 22494.61. The S&P BSE Sensex closed at 24646.48; gain 1492.148 points or 6.44%.

For the coming week, we expect the market range of 7280-7680

Weekly Chart View –

We had mentioned in last week’s report that on the daily chart we witness bearish candle but on weekly chart it was above 200WMA, because of that we had mentioned 6880-6870 will be good support and above 7250-7280 we can see stocks specific move and all we have seen good up move after above mention level. Now on daily chart we can see Nifty above 50DMA and on weekly chart we can see a positive candle and almost going to cover bearish candle. So overall from here 7520-7550 will be major resistance above that we can see continue stock specific move and from here 7250-7220 will be good level for buy on correction.

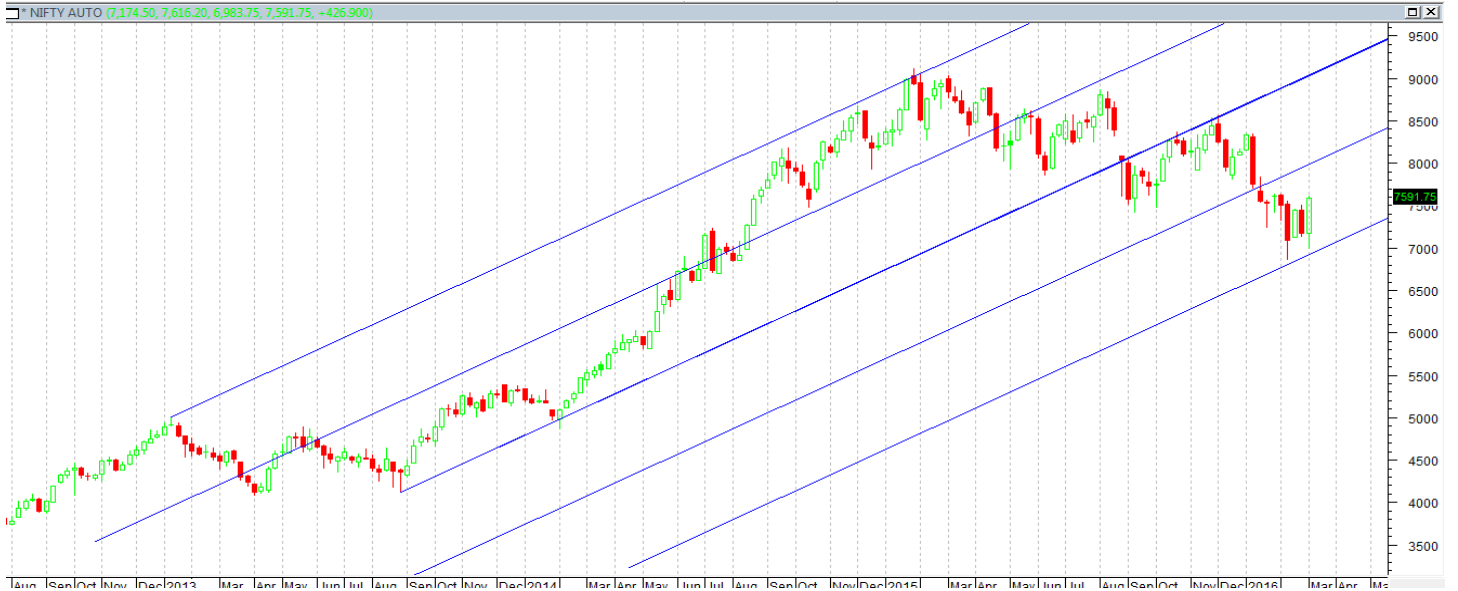
Weekly Chart





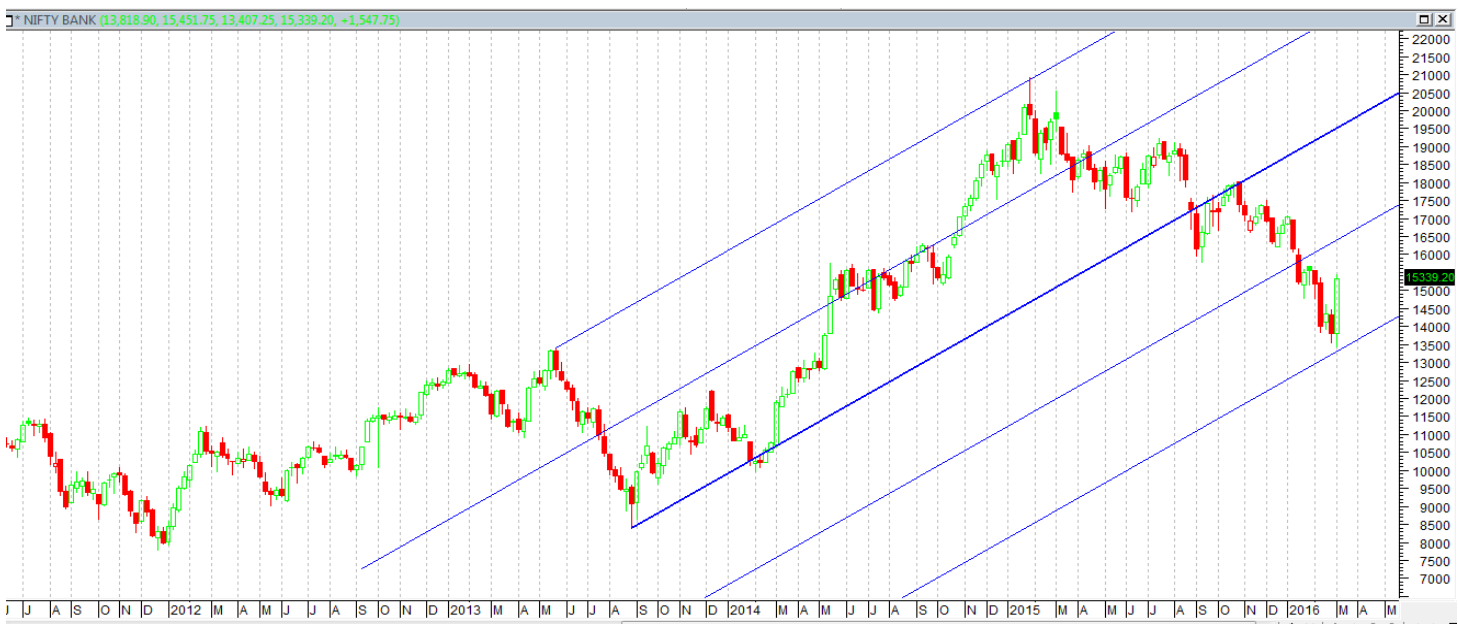
Weekly Sectoral Technical Outlook

NSE Auto Index	CMP: 7591
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At present we are observing that prices have taken support at the lower trendline of the channel. However, there is no clear pattern that suggests long in this sector. Hence one should stay at the side line and wait for positive pattern to emerge on the chart.

NSE Bankex	CMP: 15339
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The current price action suggests that prices have taken support at the lower trendline of the second channel. However, there is no clear pattern that suggests going long. Hence, one should avoid this sector at present.



NSE Metal Index

CMP: 1828

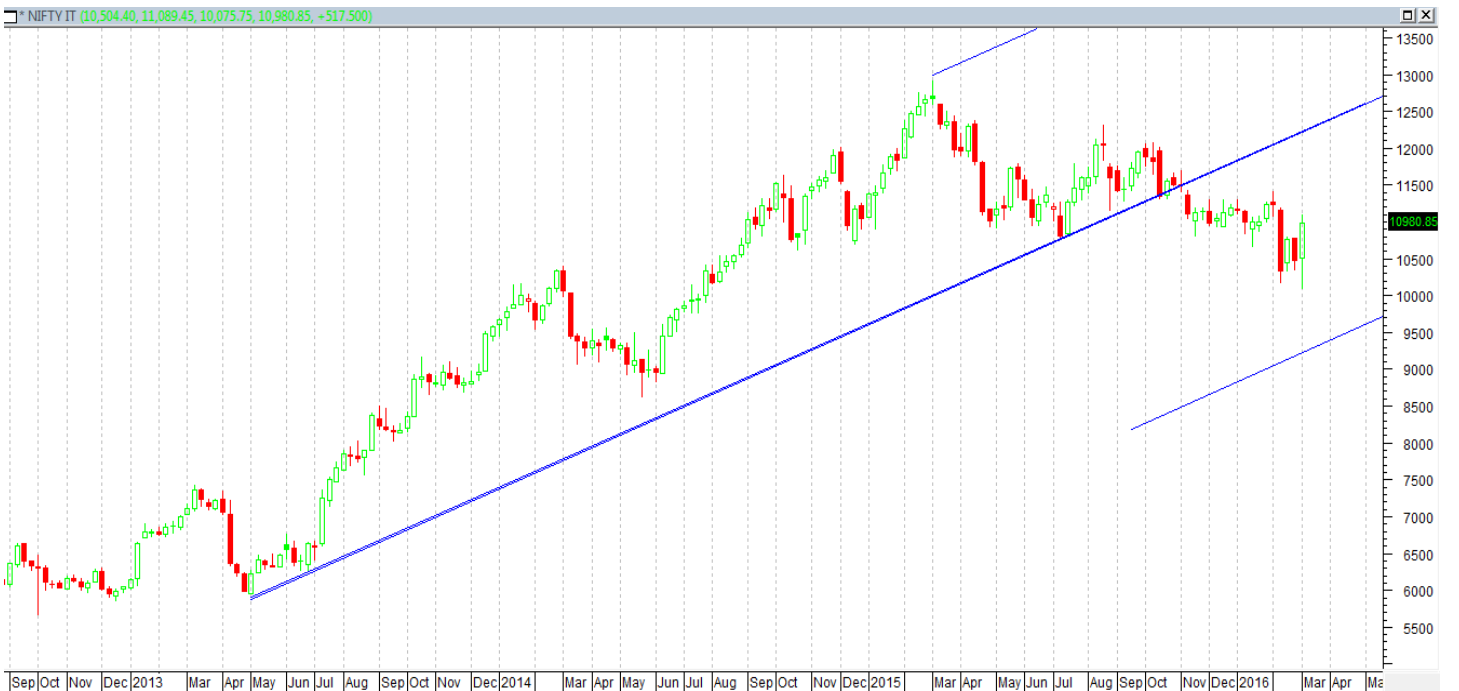


NSE Metal Index

We maintain our bearish stance on the sector. At present, we are observing that prices have given a downward sloping trendline breakout. This suggests that momentum on the upside could continue. Aggressive traders can initiate long positions with a stop loss of 1700 for a target of 1950 -2200 levels.

NSE IT

CMP: 10980



NSE IT

We maintain our stance that this sector is in a bear grip. At present, there is no clear positive pattern emerging which suggests long in this sector. Hence one should avoid this sector at present.



Weekly Technicals of Key Companies –

Company	Closing 4-Mar-16	Buy/Sell Trigger	Resistance 1	Resistance 2	Support 1	Support 2
ACC	1239.35	1224.38	1274.77	1310.18	1188.97	1138.58
ADANI PORTS	225.15	216.80	237.80	250.45	204.15	183.15
AMBUJACEM	202.40	196.87	208.73	215.07	190.53	178.67
ASIANPAINT	865.80	867.97	894.33	922.87	839.43	813.07
AXISBANK	416.05	403.02	432.03	448.02	387.03	358.02
BAJAJ-AUTO	2306.25	2267.43	2362.92	2419.58	2210.77	2115.28
BANKBARODA	148.90	142.70	158.30	167.70	133.30	117.70
BHARTIARTL	329.25	325.38	340.52	351.78	314.12	298.98
BHEL	107.60	101.98	113.82	120.03	95.77	83.93
BOSCHLTD	17258.15	17021.68	17666.47	18074.78	16613.37	15968.58
BPCL	815.20	791.03	842.07	868.93	764.17	713.13
CAIRN	128.15	124.77	136.08	144.02	116.83	105.52
CIPLA	537.70	529.43	553.87	570.03	513.27	488.83
COALINDIA	325.15	319.63	333.02	340.88	311.77	298.38
DRREDDY	3252.75	3171.27	3364.48	3476.22	3059.53	2866.32
GAIL	341.00	326.72	363.13	385.27	304.58	268.17
GRASIM	3515.30	3433.25	3612.95	3710.60	3335.60	3155.90
HCLTECH	835.40	832.25	869.50	903.60	798.15	760.90
HDFC	1129.00	1095.62	1169.18	1209.37	1055.43	981.87
HDFCBANK	1020.55	991.15	1054.30	1088.05	957.40	894.25
HEROMOTOCO	2835.85	2721.98	2972.87	3109.88	2584.97	2334.08
HINDALCO	79.40	76.00	85.30	91.20	70.10	60.80
HINDUNILVR	848.75	840.98	863.87	878.98	825.87	802.98
ICICIBANK	220.50	208.87	236.03	251.57	193.33	166.17
IDEA	105.65	106.05	109.30	112.95	102.40	99.15
INDUSINDBK	915.90	879.73	957.47	999.03	838.17	760.43
INFY	1170.65	1143.93	1219.57	1268.48	1095.02	1019.38
ITC	315.20	305.70	343.40	371.60	277.50	239.80
KOTAKBANK	665.65	640.42	695.08	724.52	610.98	556.32
LT	1193.20	1156.73	1260.42	1327.63	1089.52	985.83
LUPIN	1780.20	1764.73	1834.47	1888.73	1710.47	1640.73
M&M	1216.35	1228.57	1267.48	1318.62	1177.43	1138.52
MARUTI	3555.10	3465.12	3736.98	3918.87	3283.23	3011.37
NTPC	126.05	124.22	130.68	135.32	119.58	113.12
ONGC	200.70	203.45	218.35	236.00	185.80	170.90
PNB	83.00	79.32	88.13	93.27	74.18	65.37
POWERGRID	138.65	135.67	142.13	145.62	132.18	125.72
RELIANCE	1006.40	986.47	1037.93	1069.47	954.93	903.47
SBIN	188.40	177.08	201.17	213.93	164.32	140.23
SUNPHARMA	856.80	857.10	880.50	904.20	833.40	810.00
TATAMOTORS	343.50	327.50	364.75	386.00	306.25	269.00
TATAPOWER	59.25	58.47	60.68	62.12	57.03	54.82
TATASTEEL	288.55	274.95	304.80	321.05	258.70	228.85
TCS	2357.55	2287.85	2460.70	2563.85	2184.70	2011.85
TECHM	451.25	440.88	474.37	497.48	417.77	384.28
ULTRACEMCO	2906.90	2868.98	3047.92	3188.93	2727.97	2549.03
VEDL	87.40	82.37	95.18	102.97	74.58	61.77
WIPRO	536.95	531.10	554.30	571.65	513.75	490.55
YESBANK	759.05	730.63	797.92	836.78	691.77	624.48
ZEEL	396.15	388.25	412.35	428.55	372.05	347.95

Source: Iris Software

**Contact**

SMS: 'Arihant' to 56677

Websitewww.arihantcapital.com**Email Id**research@arihantcapital.com

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ARIHANT Capital Markets Ltd

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

T. 022-42254800. Fax: 022-42254880

www.arihantcapital.com

RCH-WMR-00