

## Key developments during the week

- India, Germany to finalise automatic financial account sharing pact in Sep
- Govt to soon detail premium pricing formula for difficult gas fields
- Moody's says China policy easing to only partly offset slowdown
- RBI report says monsoon uncertainty remains a risk to growth, inflation
- Urban development minister says states have chosen 98 cities for smart city project
- Revenue secretary says decision on MAT panel report very soon
- Dept of Posts targeting Mar-end to start payments bank operations
- RBI Mundra says RBI will be there to curb any undue FX volatility
- Govt approves 16 foreign investment proposals worth 11.53 bln rupees
- Railways mulling use of gas in dual-fuel locomotives to cut emission
- China central bank cuts banks' reserve requirement ratio by 50 bps and benchmark lending rates by 25 bps
- Jaitley says NPA levels unacceptable, trying to correct banks' health
- Revenue secretary unsure if case exists for steel import safeguard duty
- PFRDA head says in talks with govt to regulate entire pension sector

INDEX	28-Aug-15	21-Aug-15	Change (in %)
NIFTY	8001.95	8299.95	-3.59
SENSEX	26392.38	27366.07	-3.56
NSE 500	6694.45	6961.00	-3.83
NSE MIDCAP	3147.05	3343.75	-5.88
NIFTY JUNIOR	20215.35	21046.15	-3.95
BSE SMALLCAP	10992.82	11610.44	-5.32
BSE 200	3380.16	3511.83	-3.75

INDEX	28-Aug-15	21-Aug-15	Change (in %)
BSE AUTO	18003.50	18795.14	-4.21
BSE BANK	19703.42	20687.70	-4.76
BSE CAPITAL GOODS	16326.03	17384.96	-6.09
BSE CD	11102.20	11421.15	-2.79
BSE FMCG	7819.21	8010.75	-2.39
BSE HEALTHCARE	17645.72	18440.45	-4.31
BSE IT	11188.64	11627.77	-3.78
BSE METALS	7401.72	7400.37	0.02
BSE OIL AND GAS	8853.69	9149.21	-3.23
BSE PSU	6910.77	7158.89	-3.47
BSE REALTY	1277.73	1300.48	-1.75
BSE TECK	6110.78	6318.98	-3.29

INDEX	28-Aug-15	21-Aug-15	Change (in %)
DOW JONES	16643.01	16459.75	1.11
HANG SENG	21609.67	22409.62	-3.57
NIKKEI	19136.32	19435.83	-1.54
FTSE	6247.94	6187.85	0.97

## Domestic events week ahead

- Aug 31:** Core sector growth for July, by commerce and industry ministry.
- Aug 31:** GDP estimate for Apr-Jun, by CSO.
- Aug 31:** Government finances for Apr-Jul, by CGA.
- Sep 01:** Automobile Sales Data, by Automakers.
- Sep 01:** Manufacturing PMI for August, by Nikkei.
- Sep 03:** Services and Composite PMI for August, by Nikkei.
- Sep 03-08:** Power generation for August, by Central Electricity Authority.

Source: NW18

## Global events week ahead

- Aug 31:** Japan Industrial Production, Japan Housing Starts y/y, Europe CPI y/y, Europe Core CPI y/y, US Chicago PMI
- Sep 01:** China Manufacturing PMI, China Non-Manufacturing PMI, Japan Final Manufacturing PMI, China Caixin Final Manufacturing PMI, China Caixin Services PMI, Europe Final Manufacturing PMI, UK Manufacturing PMI, Europe Unemployment Rate, US Final Manufacturing PMI, US ISM Manufacturing PMI
- Sep 02:** UK Construction PMI, Europe PPI m/m, US ADP Non-Farm Employment Change, US Revised Nonfarm Productivity q/q, US Factory Orders m/m, US Crude Oil Inventories
- Sep 03:** Europe Final Services PMI, UK Services PMI, Europe Retail Sales m/m, Europe Minimum Bid Rate, ECB Press Conference, US Trade Balance, US Unemployment Claims, US Final Services PMI, US ISM Non-Manufacturing PMI
- Sep 04:** US Retail PMI, Europe GDP q/q, US Non-Farm Employment Change, US Unemployment Rate



### Market range for the week 7820- 8280

Nifty	Values
Support 1	7950
Support 2	7880
Support 3	7820
Resistance 1	8080
Resistance 2	8150
Resistance 3	8280

**Resistance** – Nifty may face resistance at 8080 level above this level it may go up to 8150-8280 level.

**Support** - Nifty has support at 7950 level below this next support at 7880-7820 levels.

**Technical** – During the week, CNX Nifty opened at 8055.95 and touched the highest level of 8091.82 and lowest level of 7667.25. The CNX Nifty ended at 8001.95; drag 298.0 points or -3.59%. The S&P BSE Sensex opened at 26730.40 and touched the highest level of 26730.40 and lowest level of 25298.42. The S&P BSE Sensex closed at 26392.38; drag 973.69 points or -3.56%.

**For the coming week, we expect the market range of 7820-8280.**

#### Weekly Chart View –

We had mentioned in last week’s report that on the daily chart we get closed below 200 and 100DMA and on weekly chart we had witness “Bearish candle”, because of that we had mentioned 8250-8210 will be important support below that we can see pressure and all we have seen same. Now on daily chart Nifty at Demand zone. On weekly chart we are at 100WMA support level. So from here because of oversold we can see some consolidation and 7880-7850 will be major support below that we can see more pressure and 8250-8280 will be major resistance only close above that we can see some upside.

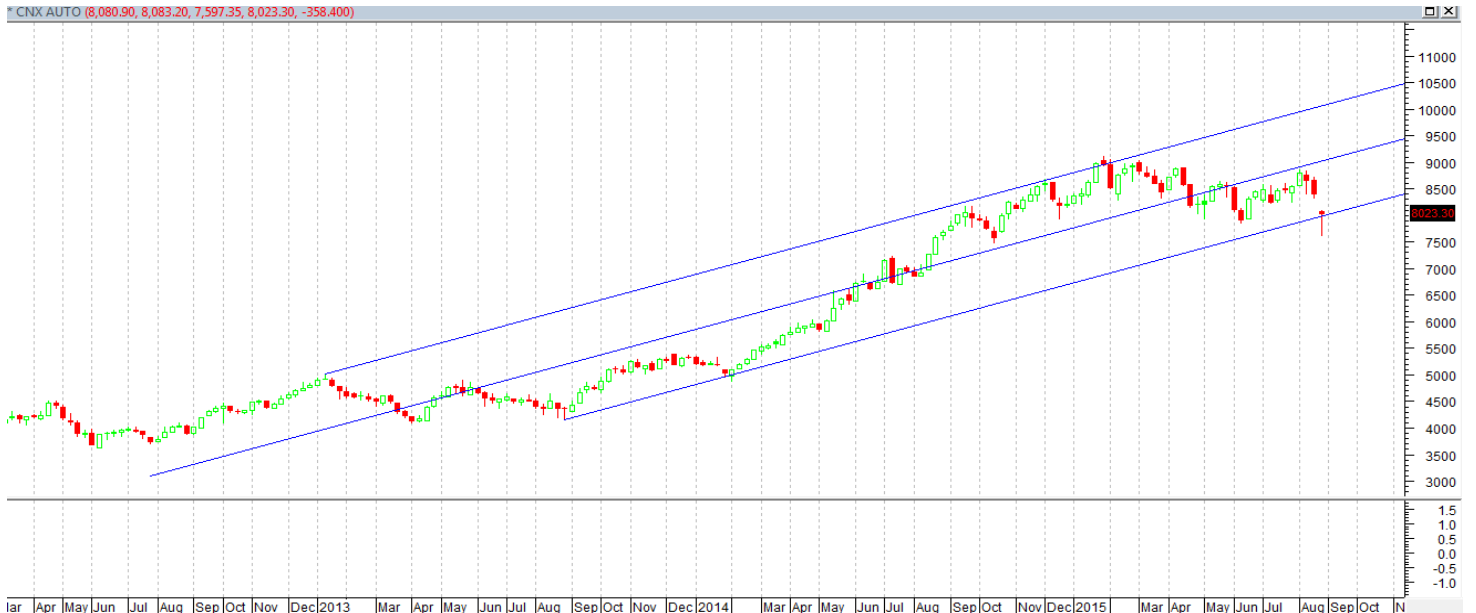
#### Weekly Chart





### Weekly Sectoral Technical Outlook

<b>NSE Auto Index</b>	<b>CMP: 8023</b>
-----------------------	------------------



**NSE Auto**

At present, we are observing that prices have marginal closed above the lower trendline of the channel and formed a Hammer candlestick pattern. Hence a bounce cannot be ruled out. If this sector trades above 8083 level then it can test 8250 – 8550 levels. Aggressive traders can go long above 8083 with a stop loss of 7595 for a target of 8250 – 8550 levels.

<b>NSE Bankex</b>	<b>CMP: 17211</b>
-------------------	-------------------



**NSE Bankex**

The current price action has formed a Hammer candlestick pattern. Hence a bounce cannot be ruled out. Aggressive traders can go long above 17570 with a stop loss of 16650. On the upside it can test 17800 – 18200 levels.



**NSE Metal Index**

**CMP: 1820**



**NSE Metal Index**

The prices have tested the lower trendline of the symmetric triangle and has marginal close below it. At present there is no pattern that suggests long in this sector. Hence, one should avoid this sector at present.

**NSE IT**

**CMP: 11588**



**NSE IT**

The current price action suggests that this sector is out performing Nifty. Hence it has higher relative strength. Aggressive traders can go long in this sector above 11800 with a stop loss of 11100. On the upside this sector has potential to test 11500 – 11900 levels.



## Weekly Technicals of Key Companies –

Company	Closing 28-Aug-15	Buy/Sell Trigger	Resistance 1	Resistance 2	Support 1	Support 2
ACC	1362.80	1359.17	1398.33	1433.87	1323.63	1284.47
AMBUJACEM	206.10	208.98	220.57	235.03	194.52	182.93
ASIANPAINT	858.25	849.07	886.38	914.52	820.93	783.62
AXISBANK	508.15	504.05	533.00	557.85	479.20	450.25
BAJAJ-AUTO	2279.55	2256.30	2378.95	2478.35	2156.90	2034.25
BANKBARODA	185.20	183.62	194.78	204.37	174.03	162.87
BHARTIARTL	362.50	354.17	375.83	389.17	340.83	319.17
BHEL	234.60	230.58	246.82	259.03	218.37	202.13
BOSCHLTD	23670.30	23017.97	24485.13	25299.97	22203.13	20735.97
BPCL	860.95	849.45	896.00	931.05	814.40	767.85
CAIRN	145.60	138.98	157.22	168.83	127.37	109.13
CIPLA	659.85	649.15	692.60	725.35	616.40	572.95
COALINDIA	357.55	352.33	372.22	386.88	337.67	317.78
DRREDDY	4180.75	4117.28	4302.57	4424.38	3995.47	3810.18
GAIL	289.05	287.05	314.05	339.05	262.05	235.05
GRASIM	3449.90	3463.65	3564.65	3679.40	3348.90	3247.90
HCLTECH	952.20	930.37	976.73	1001.27	905.83	859.47
HDFC	1201.90	1170.27	1247.33	1292.77	1124.83	1047.77
HDFCBANK	1027.95	1026.12	1046.53	1065.12	1007.53	987.12
HERMOTOCO	2398.60	2427.27	2490.28	2581.97	2335.58	2272.57
HINDALCO	81.65	80.53	85.82	89.98	76.37	71.08
HINDUNILVR	854.50	859.82	874.68	894.87	839.63	824.77
ICICIBANK	283.70	280.05	292.95	302.20	270.80	257.90
IDEA	153.95	150.15	159.30	164.65	144.80	135.65
INDUSINDBK	847.65	853.97	877.68	907.72	823.93	800.22
INFY	1111.05	1093.48	1142.47	1173.88	1062.07	1013.08
ITC	327.00	323.00	333.50	340.00	316.50	306.00
KOTAKBANK	647.45	648.03	674.17	700.88	621.32	595.18
LT	1616.45	1629.82	1684.63	1752.82	1561.63	1506.82
LUPIN	1860.85	1837.07	1959.03	2057.22	1738.88	1616.92
M&M	1233.95	1245.68	1286.27	1338.58	1193.37	1152.78
MARUTI	4205.85	4240.17	4418.23	4630.62	4027.78	3849.72
NMDC	100.00	97.08	104.17	108.33	92.92	85.83
NTPC	121.60	117.92	128.73	135.87	110.78	99.97
ONGC	243.65	239.15	255.30	266.95	227.50	211.35
PNB	143.25	144.97	152.23	161.22	135.98	128.72
POWERGRID	135.15	132.92	140.68	146.22	127.38	119.62
RELIANCE	872.40	857.80	897.60	922.80	832.60	792.80
SBIN	248.95	248.88	257.77	266.58	240.07	231.18
SUNPHARMA	886.45	892.15	934.30	982.15	844.30	802.15
TATAMOTORS	340.05	328.07	354.53	369.02	313.58	287.12
TATAPOWER	61.05	61.02	66.83	72.62	55.23	49.42
TATASTEEL	228.95	221.22	242.33	255.72	207.83	186.72
TCS	2570.85	2575.93	2639.92	2708.98	2506.87	2442.88
TECHM	516.30	522.28	551.87	587.43	486.72	457.13
ULTRACEMCO	2946.75	2902.22	3013.43	3080.12	2835.53	2724.32
VEDL	96.55	90.72	104.73	112.92	82.53	68.52
WIPRO	563.60	555.30	582.30	601.00	536.60	509.60
YESBANK	676.70	658.90	722.80	768.90	612.80	548.90
ZEEL	387.80	375.80	404.90	422.00	358.70	329.60

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