

Weekly Outlook: 11th Aug — 17th Aug 2024



**SHORT TERM
BOTTOM?**

NIFTY OUTLOOK



For the week of August 12th to 16th, 2024, the Nifty 50 index finds itself at a crucial juncture. After dipping below the 24,000 mark, the index managed to stage a modest recovery, but it remains in a corrective phase following its recent peak above 25,000 earlier this month.

Key resistance levels are currently pegged between 24,500 and 24,650. A decisive move above these levels could spark renewed bullish momentum, yet the overall market sentiment remains cautious.

On the downside, critical support is situated between 24,000 and 23,600. Should the index breach this zone, we could see a further decline, potentially testing the 23,630 level. The market's trajectory is likely to be shaped by global cues and the activity of foreign institutional investors (FIIs), who have recently exhibited a mix of selling pressure and reduced long positions.

Given the current technical setup and market conditions, Nifty 50 may experience a range-bound movement with a slight bearish tilt unless it manages to break through the upper resistance levels. Traders are advised to remain vigilant and closely monitor these key levels.



Anshul Jain

Sr. Research Analyst

BANK NIFTY OUTLOOK



For the week of August 12th to 16th, 2024, the Nifty Bank index is poised to navigate a challenging terrain. After a gap-down opening last week, the index consolidated around a crucial support level of 49,650, which aligns with a 50% retracement of its recent uptrend. This level has become a key battleground, with immediate resistance now looming between 50,700 and 51,000. A break above this resistance could ignite further gains, offering a much-needed boost to bullish sentiment.

On the flip side, failure to sustain above the 50,000 mark could spell trouble, potentially pushing the index down towards the 48,850 level—a critical 61.8% retracement zone. The overall mood in Nifty Bank remains wary, influenced by global market volatility and a noticeable reduction in net long positions by FIIs in the index futures segment.

Given the current technical setup and market conditions, Nifty Bank is likely to trade within a range, with a bearish bias unless it decisively clears the 50,700 resistance. Traders should remain alert to these levels, as they will likely dictate the index's direction in the coming days.



WEALTH BAGGER STOCK PICKS FOR THE WEEK



GABRIEL



Gabriel India is shaping up to be a ticking time bomb, with the stock tightly compressed for six consecutive weeks, forming inside bars. The "mother bar" of this pattern is a breakout candle from a 32-week cup-and-handle formation around the 428 level—a bullish setup that's hard to ignore.

For those looking to anticipate the breakout, this stock is a buy above 520, while momentum traders might wait for a clear move past 520, setting a stop loss below 460 on a closing basis. The immediate upside target? A compelling 720 level, making this setup one to watch closely in the short term.

CAPACITE



Capacite has broken out of a powerful 318-week cup-and-handle pattern on the weekly chart, laying down a solid foundation for a rapid 50% to 70% upside in the short term. Over the past three weeks, the stock has shown impressive follow-through, crossing a key swing high at 340. This momentum signals a strong bullish move ahead.

With the current market price at 344, this stock is a compelling buy. Setting a stop loss on a close below 300, traders can target an immediate upside of 550. This setup presents a robust opportunity for quick gains, driven by a long-term bullish base.



Edelweiss has broken out of a bullish 262-week cup-and-handle pattern on the weekly charts, setting the stage for a potential multi-week bull run. This solid base is primed to propel the stock higher, especially with this week's strong volume indicating broad-based participation in the breakout.

At the current market price of 81, Edelweiss looks like a promising buy. With a stop loss on a close below 70, the stock targets an immediate upside to 105, and if momentum continues, it could even test the 145 level. This setup is one to watch closely for short-term gains.

THANK

YOU





Gateway to your Financial Goals

Corporate Member of NSE, BSE, MCX, and Depository Participant with CDSL

CIN No U74110MH2005PLC157942 | BSE-3281 | NSE-12817 | MCX-55910 | DP:IN-DP-CDSL-490-2008 |
DPID:12059100 | SEBI Regn. No.: INZ000170330 | Mutual Fund: ARN-77739 |

Research Analyst: INH000014395

Registered Office:

Unit No 407, IV Floor, Marathon Icon , Ganpat Rao Kadam Marg, Mumbai-400013, Lower Parel

Contact No: (022) 43431818

Corporate Office:

Shree House C-29/61-5 Teliyabag Varanasi, UP 221002

Contact No: (0542) 6600000

Regional Offices:

Kolkata, Ahmedabad, Jaipur, Kanpur, Delhi, Ujjain.

Disclaimer: ANALYST CERTIFICATION I, Mr. Anshul Jain B.com, Research Analyst, author and the name 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. 'Subscriber' is the one who has subscribed to the Research Reports in various forms including Research Recommendations, Research SMS Alerts/Calls, Fundamental and Technical Research calls, Investment Strategist Magazine, Research/market news etc through Lakshmishree Investment & Securities Limited. Subscriber may or may not be client of Lakshmishree Investment & Securities Ltd.

Terms & conditions and other disclosures:

Lakshmishree Investment & Securities Ltd. (hereinafter referred to as "LISL ") is engaged in the business of Stock Broking, Depository Participant and distribution for third party financial products. (LISL) will, at its discretion, provide its company research reports/news, results, and event updates/sector report/monthly commentary/regular compendium, trading call, technical and derivatives reports (together "the reports") as also market news to subscribers either in the form of a written market commentary or research report sent in e-mail, form, SMS or through postal or courier service. A brief extract of the reports may also be sent, on enrolment, in SMS, e-mail form. This document has been prepared by the Research Division of LISL and is meant for use by the recipient only as information and is not for circulation. This document is not to be reported or copied or made available to others without the prior permission of LISL. It should not be considered or taken as an offer to sell or a solicitation to buy or sell any security. The information contained in this report has been obtained from sources that are considered to be reliable. However, LISL has not independently verified the accuracy or completeness of the same. Neither LISL nor any of its affiliates, its directors or its employees accepts any responsibility of whatsoever nature for the information, statements and opinion given, made available or expressed herein or for any omission therein. Recipients of this report should be aware that past performance is not necessarily a guide to future performance and value of investments can go down as well. The suitability or otherwise of any investments will depend upon the recipient's particular circumstances and, in case of doubt, advice should be sought from an independent expert/advisor. Either LISL or its affiliates or its directors or its employees or its representatives or its clients or their relatives may have position(s), make market, act as principal or engage in transactions of securities of companies referred to in this report and they may have used the research material prior to publication. LISL is registered as Research Analyst under Securities and Exchange Board of India (Research Analysts) Regulations, 2014 LISL submits that no material disciplinary action has been taken on us by any Regulatory Authority impacting Equity Research Analysis activities. LISL or its research analysts or its associates or his relatives do not have any financial interest in the subject company. LISL or its research analysts or its associates or his relatives do not have actual / beneficial ownership of one percent or more securities of the subject company at the end of the month immediately preceding the date of publication of the research report. LISL or its research analysts or its associates or his relatives do not have any material conflict of interest at the time of publication of the research report. LISL or its associates might have received compensation from the subject company in the past twelve months. LISL or its associates might have managed or co-managed public offering of securities for the subject company in the past twelve months or mandated by the subject company for any other assignment in the past twelve months. LISL or its associates might have received any compensation for investment banking or merchant banking or brokerage services from the subject company in the past twelve months. LISL or its associates might have received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past twelve months. LISL or its associates might have received any compensation or other benefits from the subject company or third party in connection with the research report. LISL encourages independence in research report preparation and strives to minimize conflict in preparation of research report. LISL or its analysts did not receive any compensation or other benefits from the subject Company or third party in connection with the preparation of the research report. LISL or its Research Analysts do not have any material conflict of interest at the time of publication of this report. It is confirmed that Mr. Anshul Jain B.com, Research Analyst of this report has not received any compensation from the companies mentioned in the report in the preceding twelve months Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions. The Research analysts for this report certifies that all of the views expressed in this report accurately reflect his or her personal views about the subject company or companies and its or their securities, and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report. The research analysts for this report has not served as an officer, director or employee of the subject company. LISL or its research analysts have not engaged in market making activity for the subject company Our sales people, traders, and other professionals or affiliates may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein, and our proprietary trading and investing businesses may make investment decisions that are inconsistent with the recommendations expressed herein. In reviewing these materials, you should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest. LISL and its associates, their directors and employees may (a) from time to time, have a long or short position in, and buy or sell the securities of the subject company or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the subject company or act as an advisor or lender/borrower to the subject company or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.