

|| श्री || **LAKSHMISHREE**

Gateway to your Financial Goals

Weekly Outlook: 1st Sept — 7th Sept 2024



**GEARING UP FOR
FURTHER GAINS...!**

NIFTY OUTLOOK



The Indian stock markets showed impressive strength this past week, with both the Nifty 50 Index and Sensex climbing by about 1.7% each, closely followed by the mid-cap index. However, the small-cap index lagged behind, posting a modest gain of just 0.6%. This underperformance in the small-cap segment contrasted with the bullish sentiment that swept through the larger indices, largely driven by positive global cues.

On August 30, the Indian markets delivered a stellar performance, with the Nifty soaring to new heights. The index not only crossed its previous all-time high of 25,192.9 but also surged past the 25,268.35 mark for the first time, fueled by robust gains in Information Technology and Pharma stocks. However, the excitement was tempered by some profit-booking towards the session's close.

The daily chart for Nifty now tells an interesting story. At its all-time high, the index formed a neutral candlestick pattern—a clear sign of indecision among traders. This pattern suggests a critical juncture: if Nifty can hold above the 25,200 level, we could see it continue its ascent towards the 25,500 and 25,700 levels. But on the flip side, if the index dips, the 24,950 level is expected to provide strong support, making it a strategic buying point for those eyeing the 25,700 target.

Adding to the bullish outlook, the Relative Strength Index (RSI) stands at 69.15, signaling the potential for further upward momentum. An analysis of the Nifty options market reveals significant Open Interest (OI) at the 25,000 level on the put side, which suggests solid support around this mark. On the call side, we see notable OI at the 25,500 and 25,700 levels, further underscoring these as key resistance points.

For traders and investors, the strategy is clear: look for buying opportunities on dips, with an eye on the 25,500 and 25,700 levels. However, it's crucial to implement stop-loss strategies below the 24,950 support level to protect against potential downside risks.



Anshul Jain

Sr. Research Analyst

BANK NIFTY OUTLOOK



The Bank Nifty index wrapped up the week on a positive note, closing at 51,351—a solid 0.82% gain from last week. The index even touched a high of 51,466.55 during the week, highlighting its steady upward trajectory. On the weekly chart, Bank Nifty has firmly anchored itself above the 51,000 level, a key support zone that continues to underpin bullish sentiment.

What makes this support level particularly significant is its consistency. Week after week, 51,000 has acted as a reliable floor for the index, enabling it to maintain its bullish momentum. The index's strength is further validated by its position above the short-term (20-day), medium-term (50-day), and long-term (200-day) Exponential Moving Averages (EMA) on the weekly timeframe—an encouraging sign of a solid uptrend. The Relative Strength Index (RSI) adds another layer to this narrative. Currently sitting at 60.97, the RSI suggests that while Bank Nifty is in a sideways move on the weekly timeframe, it still has the potential to push higher.

However, the journey ahead isn't without its challenges. The index is approaching significant resistance in the 51,500–51,700 zone. Breaking through this barrier could open the door to the 52,000 level, a psychological milestone for traders. If Bank Nifty can clear these hurdles, private sector banks like INDUSINDBK and ICICIBANK are likely to lead the charge, while public sector banks such as CANBK and SBIN could also outperform.

As we move closer to the monthly expiry, options data provides valuable insights. The highest concentration of put options is near the 51,000 and 50,800 levels, reinforcing these as key support zones. On the flip side, call strikes at 51,500 and 52,000 have significant open interest, marking these levels as critical resistance points. This positions the index within a potential range of 50,800 to 52,000 for the month's expiry.

On the daily charts, subtle resistance is evident around the 51,500–51,700 zone. A sustained break above this level could set the stage for a run towards 52,000. However, traders should remain cautious as these resistance levels approach, and consider booking profits in their long positions to lock in gains. With the Bank Nifty index at a pivotal point, the upcoming sessions promise to be crucial. Whether it's watching for a breakout or capitalizing on dips, savvy traders will be closely monitoring the action in the days ahead.



POWER PLAY STOCK PICKS FOR THE WEEK



PLASTIBLENDS

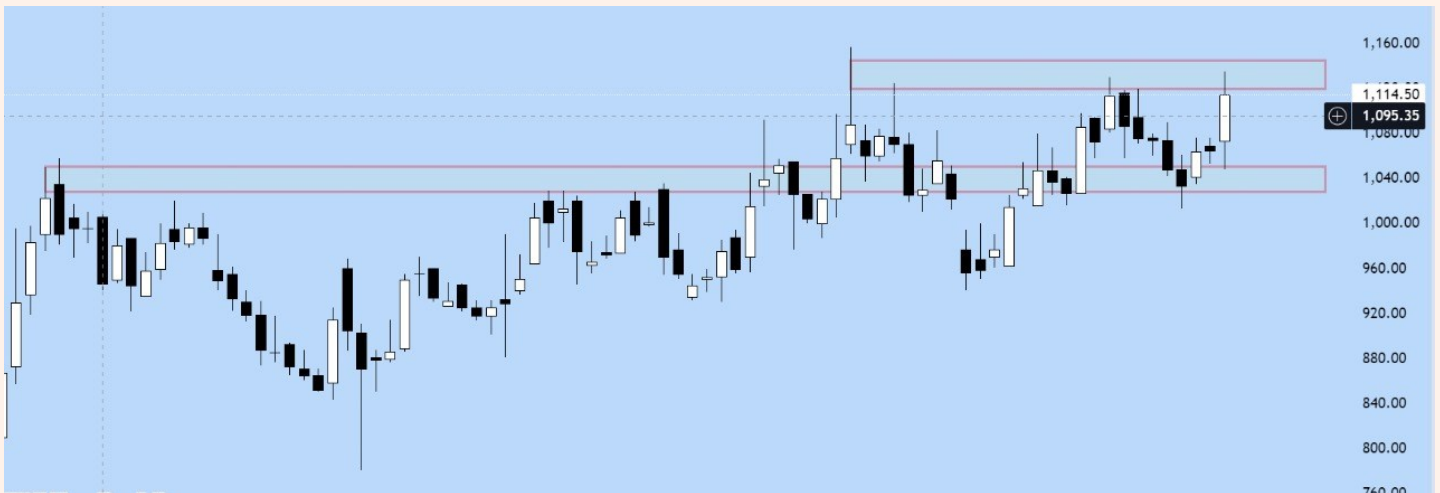


PLASTIBL is showing a bullish setup with an inverse head and shoulders pattern, spanning a 221-day base. A breakout above the key level of 365 signals a strong upward momentum. The pattern suggests that the stock could reach an upside target of 450, provided the breakout is sustained with volume confirmation.

Traders should maintain a stop-loss at 330 to manage risk, as a fall below this level could invalidate the bullish outlook. The current technical setup offers a favorable risk-reward ratio, indicating potential for a substantial move higher



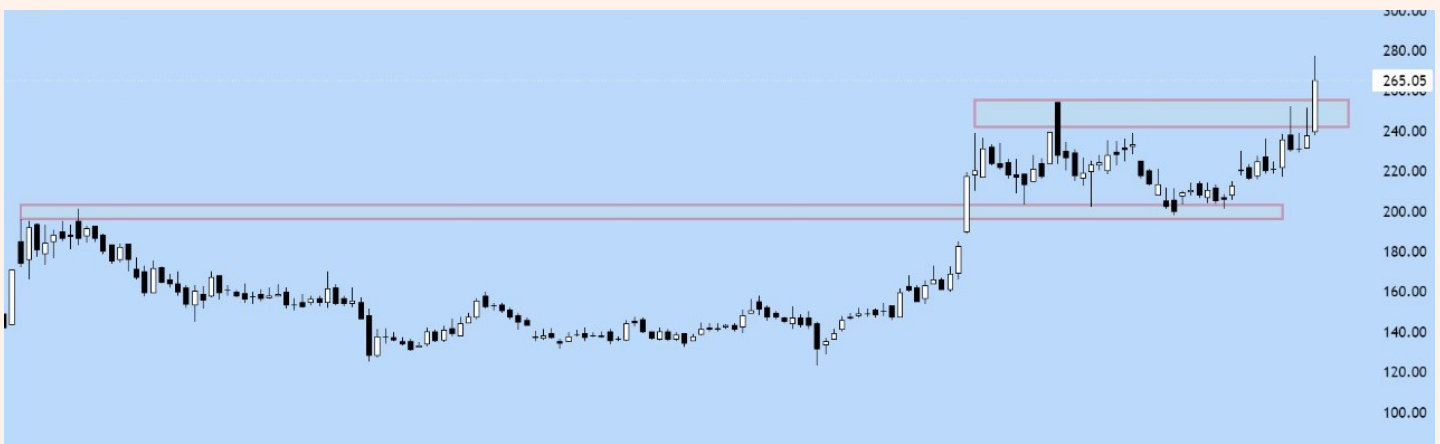
newgen



NEWGEN has recently demonstrated a strong base-on-base breakout pattern over 122 days. The stock has successfully broken out above the key resistance level of 1130, indicating a bullish trend. This breakout is accompanied by a significant increase in trading volume, adding conviction to the upward momentum.

Traders can consider entering the stock above 1130, with a protective stop-loss placed at 1070 to manage risk. The upside potential is considerable, with a target set at 1300, reflecting the measured move from the breakout. The stock's current price action suggests a positive outlook, making it an attractive opportunity for momentum traders.

ALLIED DIGITAL SERVICES



ADSL is showing strong bullish momentum with a 229-day cup pattern breakout. The breakout level is identified at ₹280, signaling potential upward movement. A decisive close above this level confirms the breakout, suggesting a continuation of the uptrend. The immediate target for this move is set at ₹350, providing a favorable risk-reward ratio for traders. The stop-loss is strategically placed at ₹240, below the breakout level, to mitigate downside risks.

If the stock sustains above ₹280, we can anticipate further bullish action, aligning with the broader market trend. Traders are advised to monitor volume for additional confirmation of strength.

CONFIDENCE PETRO



CONFIPETRO is showing a strong bullish setup, having formed a 723-day base with a flag pattern breakout. The breakout level is at 95, and this significant level indicates the potential for an upside move. The stock has successfully breached this level, suggesting further strength. A conservative stop-loss can be placed at 82, below the flag support, to manage downside risk.

The pattern suggests an upside target of 130, aligning with the projected move from the breakout point. This setup indicates a positive outlook, with momentum likely to continue if the stock sustains above the 95 level. Traders should monitor volume and price action for confirmation

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.