

NIFTY (Weekly)



The week that went by:

D-street started the first day of the new year on an extremely flat note and remained range bound before the sell-off in the last hour. On day2, post the strong opening, Index failed to hold its higher levels and gave back all its gains. Index swung on both the sides and finally ended the day with marginal gains of 6.65 points. On Wednesday, nothing changed as Index opened higher and erased its gains but broader market continued to outperform major indices. On Thursday, post the decent opening, this time Index managed to hold its gains and continued to soar higher with the support provided by the Metal and PSU banking stocks. On the last day of the week, Nifty continued to climb higher throughout the day and ended the week on a new high of 10558.85. Broader Market continued to outperform Major Indices.

Nifty 50=10558.85 BSE Sensex30=34153.85 Nifty Midcap 100=21499.85 Nifty Smallcap100=9398.70

MARKET OUTLOOK

Comparing the Nifty from previous week, nothing has changed as in last week Index has made a DOJI candlestick pattern and this time it is a Hanging Man pattern signaling a confusion between bulls and bears. Metal sector has given a breakout suggesting further rise is on the cards. Pharma sector seems to be in the last leg of bottoming out process. Media and Power sector remained unnoticed by the market where both the sector is surging higher and higher post the breakout and pointing of further rise that cannot be ruled out. Volatility is likely to be increase as the results season will kick off from next week.

Nifty has immediate resistance of 10660. On the downside 10520 & 10450 will hold as an immediate support. Bank Nifty has resistance of 25760 & 25990 whereas support is placed around 25475 & 25320.

SECTORAL GAINERS / LOSERS

GAINER



Metal sector continued its outperformance with the gains of 4.60% whereas Nifty50 ended the week with the marginal gains of 0.26%. Major gainer from the sector was NMDC with the gain of 13% followed by Coal India, Sail and JSW Steel with the gain of 5.66%, 5.39% and 5.36% respectively. Metal sector has given a breakout from its previous peak suggesting a steam is left.

LOSER



Nifty IT sector has marginally underperformed the Index by (0.27%). Major loser was INFY with (2.96%) cut. On the other hand, gainers were KPIT with 10.63% gains followed by Tech Mahindra with 4.0% gains. Sector has given a pullback followed by a breakout from a very crucial resistance zone in the preceding week.

CMP: 280

Apollo Tyres Ltd

Target Price: Rs310- Rs340

Overview: Apollo Tyres Ltd, with its corporate headquarters in Gurgaon, India, is in the business of manufacture and sale of tyres since its inception in 1972. Over the years, the company has grown manifold, establishing its footprint across the globe. The company has manufacturing presence in Asia, Europe and Africa, with 8 modern tyre facilities and exports to over 100 countries.

SNAPSHOT

Market Cap (Cr)	16103
52 week H / L (Rs)	288.30/171.60
BSE Code	500877
NSE Code	APOLLOTYRE



Investment Rationale:

Apollo Tyres is in uptrend with a higher top higher bottom formation. Stock has given a breakout from a rounding bottom formation. **RSI** has also given a breakout from downward sloping trend line. **MACD** has given a buy signal and bounced from the trend line support. **+DMI** is above **ADX** suggesting a continuation of the trend. **ADX** is placed above 25 indicating a strong underlying trend which is uptrend.

Buy **Apollo Tyres** at current market price of Rs 280 or decline up to Rs 270 with a closing stop loss of Rs240 for a target of Rs310-Rs340 with a perspective of 6 months.

DISCLAIMERS AND DISCLOSURES-

Progressive Share Brokers Pvt. Ltd. and its affiliates are a full-service, brokerage and financing group. Progressive Share Brokers Pvt. Ltd. (PSBPL) along with its affiliates are participants in virtually all securities trading markets in India. PSBPL started its operation on the National Stock Exchange (NSE) in 1996. PSBPL is a corporate trading member of Bombay Stock Exchange Limited (BSE), National Stock Exchange of India Limited (NSE). PSBPL along with its subsidiaries offers the most comprehensive avenues for investments and is engaged in the businesses including stock broking (Retail), commodity broking, depository participant, and financial products like mutual funds.

PSBPL is SEBI registered under SEBI (Research Analysts) Regulations, 2014 (SEBI Registration no- INH000000859). PSBPL hereby declares that it has not defaulted with any stock exchange nor its activities were suspended by any stock exchange with whom it is registered in last five years. PSBPL has not been debarred from doing business by any Stock Exchange / SEBI or any other authorities; nor has its certificate of registration been cancelled by SEBI at any point of time.

PSBPL offers research services to clients as well as prospects. The analyst 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.

Other disclosures by Progressive Share Brokers Pvt. Ltd. (Research Entity) and its Research Analyst under SEBI (Research Analyst) Regulations, 2014 with reference to the subject company(s) covered in this report:-

PSBPL or its associates may have financial interest in the subject company.

Research Analyst or his/her relative's financial interest in the subject company. (YES/NO)-YES

PSBPL or its associates and Research Analyst or his/her relative's does not have any material conflict of interest in the subject company. The research Analyst or research entity (PSBPL) has not been engaged in market making activity for the subject company.

PSBPL or its associates may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of publication of Research Report.

Research Analyst or his/her relatives have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of publication of Research Report: (YES/NO)- NO

PSBPL or its associates may have received any compensation including for brokerage services from the subject company in the past 12 months. PSBPL or its associates may have received compensation for products or services other than brokerage services from the subject company in the past 12 months. PSBPL or its associates may have received any compensation or other benefits from the Subject Company or third party in connection with the research report. Subject Company may have been client of PSBPL or its associates during twelve months preceding the date of distribution of the research report and PSBPL may have co-managed public offering of securities for the subject company in the past twelve months.

The research Analyst has served as officer, director or employee of the subject company : (YES/NO)-NO

PSBPL and/or its affiliates may seek investment banking or other business from the company or companies that are the subject of this material. Our sales people, traders, and other professionals 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 may be 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 including but not limited to those stated herein. Additionally, other important information regarding our relationships with the company or companies that are the subject of this material is provided herein. This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation or which would subject PSBPL or its group companies to any registration or licensing requirement within such jurisdiction. If this document is sent or has reached any individual in such country, especially, USA, the same may be ignored. Unless otherwise stated, this message should not be construed as official confirmation of any transaction. None of the material, nor its content, nor any copy of it, may be altered in any way, transmitted to, copied or distributed to any other party, without the prior express written permission of PSBPL. All trademarks, service marks and logos used in this report are trademarks or registered trademarks of PSBPL or its Group Companies. The information contained herein is not intended for publication or distribution or circulation in any manner whatsoever and any unauthorized reading, dissemination, distribution or copying of this communication is prohibited unless otherwise expressly authorized. Please ensure that you have read "Risk Disclosure Document for Capital Market and Derivatives Segments" as prescribed by Securities and Exchange Board of India before investing in Indian Securities Market. In so far as this report includes current or historic information, it is believed to be reliable, although its accuracy and completeness cannot be guaranteed.