

Samvat 2079





Diwali Muhurat Technical Picks: Underlying Strategy

SAMVAT 2078 has been quite volatile. While our benchmark NIFTY started at the level of 18040 and touched an all-time high of 18350 on 18th Jan'22, things turned for the worse after it hit this all-time high mark. Rising valuations, accentuated geopolitical tensions, withdrawal of monetary stimulus from the central banks across the globe, rising interest rate scenario, and rising oil led NIFTY to hit lows of 15183 on 17th Jun'22. On a brighter note, the market has since regained the lost ground with the NIFTY rebounding by ~20% and the Sensex by 18%. Other lead indices such as Bank NIFTY, Mid Cap, and Small Cap indices, too, have rebounded by ~30%, 27% and 34% respectively. Overall, in the last SAMVAT, after hitting all-time highs, the market has rebounded from the lows and then has remained in a broader range of 18300-15500 levels.

Moving forward, based on the technical parameters, we expect NIFTY to trade positively in SAMVAT 2079. The underlying tone of the market remains bullish with the expected upside of 18500-19000 levels. Major downside supports are placed at 16500-16000 levels.









Diwali Muhurat Technical Picks: Underlying Strategy

We have handpicked a few stocks for buying this Diwali that have given breakouts and showing strong accumulation patterns on the medium and longer-term charts. We have covered Large Caps as well as Mid Cap stocks that have performed in line with the market trend over the last one year and are now trading above their breakout levels. A few of them are at their major support levels. We advise accumulating these stocks in the recommended buying range to cover the downside risks and corrections in the market over the short term for the potential upside of 20-30% from the buying range over the medium term.

We believe the government thrust on the infrastructure sector is likely to continue. Based on that theme, we have included stocks from capital goods, metals, materials and infrastructure sectors. Selected stocks from auto, pharma, IT have also been included in the report that are likely to do well in the SAMVAT 2079.









Short Term Stock Picks

(Up to 1 year)



CMP	Target	Potential Upside (%)
510	610	33%

Eicher Motors Ltd

СМР	Target	Potential Upside (%)
3622	4030	23%

Godfry Phillips India Ltd

CMP	Target	Potential Upside (%)
1396	1785	40%

Titagarh Wagon Ltd

CMP	Target	Potential Upside (%)
161	180	36%

CAMS Ltd

СМР	Target	Potential Upside (%)
2596	3185	29%

Federal Bank Ltd

CMP	Target	Potential Upside (%)
132	165	40%

L&T Technology Services td

СМР	Target	Potential Upside (%)
3672	4385	29%

Voltamp Transformer Ltd

CMP	Target	Potential Upside (%)
2574	3000	30%

Cipla Ltd

CMP	Target	Potential Upside (%)
1128	1320	27%

GE Shipping Company Ltd

CMP	Target	Potential Upside (%)
520	613	33%

Rites Ltd

CMP	Target	Potential Upside (%)
386	485	39%

Tata Steel Ltd

CMP	Target	Potential Upside (%)
100	120	33%



Note: CMP as of 18th Oct'22





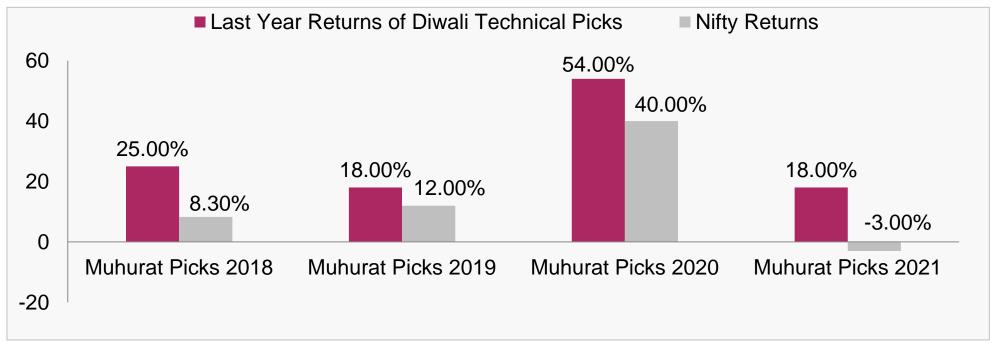
We suggest buying and accumulating the stocks for SAMVAT 2079 in mentioned range for potential upside of 20% - 40%.

STOCK	BUY First	BUY Second	СМР	Target First	Target Second	Upside
Ambuja Cement Ltd	470	450	510	560	610	33%
Computer Age Management Services Ltd	2550	2400	2596	2930	3185	29%
Cipla Ltd	1060	1020	1128	1200	1320	27%
Eicher Motors Ltd	3300	3180	3622	3750	4030	24%
Federal Bank Ltd	125	110	132	150	165	40%
The Great Eastern Shipping Company Ltd	480	440	520	555	613	33%
Godfry Philips India Ltd	1350	1200	1396	1530	1785	40%
L&T Technology Services Ltd	3500	3300	3672	4000	4385	29%
RITES Ltd	360	340	386	420	485	39%
Tata Steel Ltd	95	85	100	113	120	33%
Titagarh Wagon Ltd	140	125	161	165	180	36%
Voltamp Transformers Ltd	2400	2200	2574	2800	3000	30%









Our recommended Portfolio of stocks for Diwali in previous year s have given returns of 25% in 2018-19, 18% in 2019-20, 54% in 2020-21 and 18% in 2021-22. Whereas, Nifty has given returns of 8.3% in 2018-19, 12% in 2019-20, 40% in 2020-21 and -3% in 2021-22.

Technical stocks recommended last Diwali (Samvat 2078) – KEC Int. Ltd, Kolte-Patil Developers Ltd, State Bank of India, Ashok Leyland Ltd, Minda Corporation Ltd, Bharti Airtel Ltd, ACC Ltd, TCS LTD, Grasim Industries Ltd all the stocks reached to the mentioned target prices and delivered 18% return.





- The stock is in strong up trend forming a series of higher tops and bottoms across all the time frames
- Stock on the monthly chart breakout above recent swing high of 450 level.
- The break out is witness by huge increase in volume.
- Stock is trading above 200 daily SMA indicating positive trend in a stock.
- The monthly and quarterly RSI is in bullish mode and above 50 mark indicating further strength
- The above analysis indicate an upside of 560-610*.

Ambuja Cement Ltd

CMP: 510 Buy Range: 470-450 Support zone: 400-355 Upside: 22%-33%







- CAMS get into a steep correction after forming a top at 4067, it had found support near the 61.8% Fibonacci retracement levels of a rally 1260-4067 placed at 2348.
- At support level of 2348 stock form a hammer candlestick pattern on a monthly chart. It indicates that the stock is expected to reverse in uptrend.
- Stock is trading above 200 daily SMA. It indicate stock is in uptrend in a medium term.
- The weekly and monthly RSI is placed with bullish crossover indicating that the momentum has turned positive
- The above analysis indicate an upside of 2930-3185

Computer Age Management Services Ltd

CMP:2607 Buy Range:2550-2400 Support zone:2150-2000 Upside:18%-29%







- Cipla Ltd was in consolidation between 1080-850 range., since mid of 2021. In September month stock broke above the upper band of the range bound consolidation.
- It broke the range with strong bullish candle which is accompanied by increase in volume.
- On the yearly chart, the stock is in strong uptrend forming higher high low formation.
- The monthly and quarterly RSI has given a bullish crossover indicating that the momentum has turned positive
- The above analysis indicate an upside of 1200-1320*

Cipla Ltd

CMP: 1113 Buy Range:1060-1020

Support zone:1000-900

Upside:15%-27%







- The stock has decisively broken out above the "Multiple Resistance Zone" of 3350-3250 levels which confirms resumption of major up trend
- After breakout stock retested a breakout area and bounce back from 3377.Previous horizontal resistance zone of 3350-3250 will now act as support due to the "Principle of change in Polarity".
- Breakout is accompanied by rising volume which indicate participation at breakout level.
- The monthly and quarterly RSI is in above its reference line indicating positive bias.
- The above analysis indicate an upside of 3750-4030*.

Eicher Motors Ltd

CMP: 3597 Buy Range:3300-3180

Support zone:3050-2900

Upside: 16-24%







- Federal Bank on the quarterly chart continue to trend higher forming a series of higher tops and bottoms within Up-sloping channel
- The stock has decisively broken out long term "Multiple Resistance Zone" of 123-128 levels which reconfirms resumption of major up trend
- On weekly chart stock form "inverted head & shoulder" –a reversal pattern with a break out above a neckline of 110.
- The monthly and quarterly RSI is in above its reference line indicating positive bias
- The above analysis indicate an upside of 150-165*

Federal Bank Ltd

CMP: 132 Buy Range: 125-110 Support zone: 105-80





Upside: 28%-40%



- Since 2007 the stock was consolidating between 485-137 levels within "triangular" formation
- However with Sept.2022 close, it has confirmed this pattern breakout around 440 levels on a closing basis
- Previous horizontal resistance of 485 will now act as support due to the "Principle of change in Polarity"
- Rising volumes in past couple of quarters signifies increased participation on multi yearly breakout
- The monthly and quarterly RSI is in bullish mode and above 50 mark indicating further strength
- The above analysis indicate an upside of 555-613*.

The Great Eastern Shipping Company Ltd

CMP: 520 Buy Range:480-440 Support zone:400-350 Upside:21%-33%







- Stock broke above broader consolidation of "symmetrical triangular" pattern which was in formation from Nov 2015.
- The breakout is accompanied by a increase in volume
- On the quarterly chart, the stock is sustaining above its "Down-sloping trend line"
- It is trading above 200 daily SMA reconfirming positive trend
- The monthly and quarterly RSI is in above its reference line indicating positive bias
- The above analysis indicate an upside of 1530-1785*.

Godfry Philips India Ltd

CMP: 1396 Buy Range:1350-1200 Support zone:1000-850 Upside: 20%-40%







- Stock after a steep correction, stock has found support near the 61.80% Fibonacci retracement levels of a rally 995-5955 placed at 2889.
- At support level of 2889 stock form a piercing line candlestick pattern on a monthly chart. It indicates that the stock is expected to reverse in uptrend.
- On the yearly chart, the stock is in uptrend as it is forming higher high low formation.
- The monthly stochastic given a bullish crossover indicating that the momentum has turned positive
- The above analysis indicate an upside of 4000-4385

L&T Technology Services Ltd

CMP: 3674 Buy Range:3500-3300 Support zone:2950-2550 Upside:18%-29%







- On the monthly chart, stock has decisively broken out of its "Range bound consolidation" between 330-215 levels and is sustaining above the same
- The break out is accompanied by a sharp increase in volumes
- On the weekly time frame the stock is trading above all medium term key averages of 50, 100 and 200 weekly SMA. It indicates the strength in a stock in medium to long term
- The monthly and quarterly RSI is in bullish mode and above 50 mark indicating further strength
- The above analysis indicate an upside of 420-485 levels.

RITES Ltd

CMP: 384 Buy Range:360-340

Support zone:280-220

Upside:20%-39%







- On the quarterly chart, stock has decisively broken out of its "symmetrical triangular" pattern.
- The break out is accompanied by a sharp increase in volumes
- Stock rallied after a breakout and witness a throwback as it retraces 50% Fibonacci retracement of a rally from 25-153 placed at 89.
- Stock is holding a crucial support level of 89 and is expected to continue the rally.
- The monthly stochastic is in bullish mode and given a crossover in a oversold region.
- The above analysis indicate an upside of 113-120 levels.

Tata Steel Ltd







- The stock has decisively broken out weekly "Multiple Resistance Zone" of 124-122 levels
- After breakout stock is moving in a higher high-low formation indicating it is in a strong uptrend
- Breakout is accompanied by a increase in volume activity which signifies increase in participation
- The monthly and quarterly RSI is in above its reference line indicating positive bias
- The above analysis indicate an upside of 165-180*.

Titagarh Wagon Ltd

CMP: 161 Buy Range:140-125

Support zone:120-90

Upside:25%-36%







- Stock break above yearly "horizontal resistance" of 1930 in a month of June 2022. Breakout is accompanied with huge increase in volume
- It retrace 38% of Fibonacci retracement of a rally from 739-3550 place at 2582
- On the quarterly chart, the stock has confirmed the "rounding bottom" pattern breakout and sustaining above the same
- Stock is trading above 200 day daily SMA indicating it is in uptrend
- The monthly and quarterly MACD is in bullish mode reconfirm uptrend
- The above analysis indicate an upside of 2800-3000*.

Voltamp Transformers Ltd

CMP:2574 Buy Range:2400-2200

Support zone:2000-1700

Upside:22%-30%

















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Sr. No	Name	Designation	E-mail
1	Rajesh Palviya	VP Research (Head -Technical & Derivative)	rajesh.palviya@axissecurities.in
2	Vaishnavi Jagtap	Technical Analyst	vaishnavi.jagtap@axissecurities.in
3	Rayyan Kuwari	Technical Analyst	rayyan.kuwari@axissecurities.in
4	Hemang Gor	Derivative Analyst	hemang.gor@axissecurities.in
5	Rahil Vora	Derivative Analyst	rahil.vora@axissecurities.in
6	Bharti Dixit	Research Associate	bharti.dixit@axissecurities.in

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