

Date: 30th December 2023

Subject: Indian market: Technical + Fundamental – Overview

Indian Market	29-Dec-23	Weekly Change		22-Dec-23
Indices	Close	Change	% Change	Close
Nifty 50	21731.40	382.00	1.79%	21349.40
BSE Sensex	72240.26	1133.30	1.59%	71106.96
Banknifty	48292.25	800.40	1.69%	47491.85
Nifty Mid-Cap 100	46181.65	1086.85	2.41%	45094.80
Nifty Small-Cap 100	15143.65	297.60	2.00%	14846.05
India VIX	14.50	0.79	5.76%	13.71
US Market	29-Dec-23	Weekly Change		22-Dec-23
Indices	Close	Change	% Change	Close
Dow 30	37689.54	303.57	0.81%	37385.97
S&P 500	4769.83	15.20	0.32%	4754.63
Nasdaq	15011.35	18.38	0.12%	14992.97

Last week – review

Going into trade into last trading week, we expected market to test its recent high and close at higher level due to year end rally. Most indices closed at highest level with week gains of around. Indices on Monthly basis has rallied more than 7% on major indices while Mid-cap & Small-cap gained just under 7%.

Global market closed flat on weekly basis as market was in holiday mood and low volatility. DOW30 closed with gain of less than 1% while S&P500 & NASDAQ

remain flat this week. Gold is trading near to \$2075 level. Dollar Index closed the year around 101 level and US 10-year bond yield @ 3.866%.

Yearly Closing for 2023

Indian Market	29-Dec-23	Yearly Change		30-Dec-22
Indices	Close	Change	% Change	Close
Nifty 50	21731.40	3626.10	20.03%	18105.30
BSE Sensex	72240.26	11399.52	18.74%	60840.74
Banknifty	48292.25	5305.80	12.34%	42986.45
Nifty Mid-Cap 100	46181.65	14672.55	46.57%	31509.10
Nifty Small-Cap 100	15143.65	5412.35	55.62%	9731.30
India VIX	14.50	-0.37	-2.49%	14.87
US Market	29-Dec-23	Weekly Change		30-Dec-22
Indices	Close	Change	% Change	Close
Dow 30	37689.54	4542.29	13.70%	33147.25
S&P 500	4769.83	930.33	24.23%	3839.5
Nasdaq	15011.35	4544.87	43.42%	10466.48

Now let us look at year change for all these major indices. Nifty 50 & SENSEX30 gained around 20% while Banknifty underperformed among indices by growth of up to 12.34%.

Highlight will be Mid-cap 100 & Small-cap100 indices which gained by 46.57% and 55.62% respectively. After underperforming in 2022 and early part of 2023, 2nd half of calendar year 2023 delivered one of the best returns in recent times.

NASDAQ which was big underperform

in 2022 was big gainer in 2023. NASDAQ gained by about 43.42% in 2023 while DOW30 was up by 13.70% and S&P500 by 24.23%.

Fundamental Insight

India's Forex Reserves Rise By \$4.47 Billion To \$620.44 Billion

The forex reserves continued to rise for the third consecutive week, adding \$4.471 billion more in the week ending Dec. 22, taking the total to \$620.441 billion, according to the weekly data released by the Reserve Bank on Friday.

In the previous reporting week, the kitty had swollen by \$9.112 billion to \$615.971 billion, making the quantum of increase one of the highest in a week. In the week before, the overall reserves had risen by \$2.816 billion to \$606.859 billion.

Bank Credit Growth to Industry Decelerates to 6.1% In November: RBI Data

Growth of bank credit to industry decelerated to 6.1% in November as against 13% recorded in the same month last year, according to data released by the Reserve Bank of India on Friday.

Among major industries, year-on-year credit growth to basic metal & metal products, food processing and textiles accelerated in November 2023 as compared with the corresponding month of the previous year, while that to all engineering, chemicals & chemical products, and infrastructure decelerated.

Government Targeting \$500 Billion Exports From 10-11 Sectors By 2030: Official

The government is working on boosting domestic manufacturing and increasing exports to \$500 billion by 2030 from 10-11 sectors, including automobiles, pharma, textiles, medical devices and chemicals, a senior official said on Thursday.

The meeting was convened by the Department of Promotion of Industry and Internal Trade (DPIIT) in collaboration with Invest India and SCALE (Steering Committee for Advancing Local Value-Add and Exports) Committee to unveil outcomes and recommendations made during the Chintan Shivir for Manufacturing, held on Oct. 12 at Bharat Mandapam here.

Equichain Wealth Advisors: Market View & Strategy

This week we will not focus on technical because the movement we have seen in last two weeks was mainly due to year end rally. We would now focus on fresh indication from technical trend.

We see year end rally to cool-off in first week and then corporate earnings will take lead from here on. We remain optimistic on IT and Banking stocks going into earnings season as improvement in global sentiment will play important role, even if result may be weak but we expect positive commentary from IT companies. Globally expectation of interest rate to cool-off has provided big boost for banking and financials company. Any correction in first few weeks can be seen as opportunity to deploy fund available.



As mentioned in our earlier we have remained invested around 70% in trading portfolio and 80% in positional portfolio. Rally in last week was used to book part profit for short term trades and fresh review will be taken with view on corporate earnings, Vote on account (mini budget before general election on 1-Feb-24) and potential reversal in interest rate globally.

Disclosure & Note: Investor need to understand risk associated with F&O strategy, technical & other trading strategy before implementation and due risk assessment is required from client's end and prefer professional advice before executing.

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