

Nifty Slips Towards April Lows; Broader Market Weakness Broadens

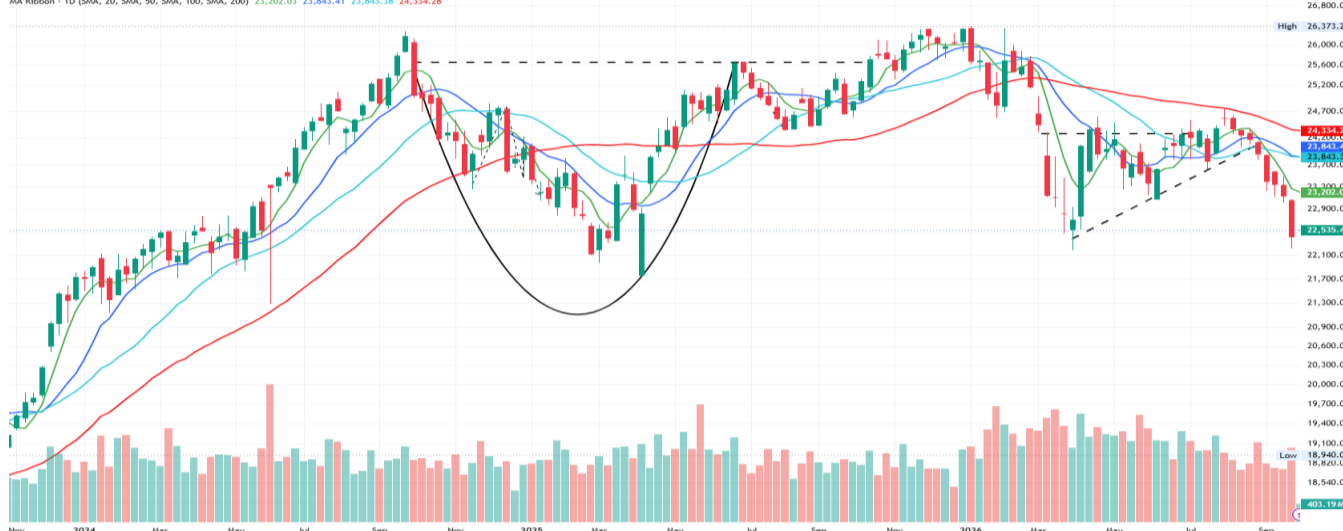
- **Index View:** The Nifty 50 witnessed a sharp selling pressure during the week, declining 3.11% to close at 22,421, marking its steepest weekly decline of the current corrective phase. The index decisively broke below the 23,000 psychological support and subsequently breached 22,700, with limited buying interest emerging through the week. The failed stabilisation of recent weeks has therefore given way to a fresh leg lower, with the index now trading well below all key moving averages. The 20-DMA at 23,250, 50-DMA at 23,850, and 200-DMA at 24,400 remain significantly overhead, highlighting the deterioration in the technical structure. The sequence of large bearish candles and continued failure to stabilise indicate sustained selling pressure, keeping the benchmark in a firm downtrend as it approaches levels last seen earlier this year.
- **Outlook:** The near-term bias remains firmly negative following the decisive breakdown below key support levels. The immediate focus shifts to the 22,400–22,200 zone, which coincides with the April swing lows and represents the next important support area. A sustained break below this zone would increase the risk of a move towards 22,000. On the upside, the erstwhile support levels of 22,700 and 23,000 are likely to act as immediate resistance. A sustained move above these levels would provide the first indication of easing selling pressure, while the 20-DMA at 23,250 and 50-DMA at 23,850 remain the broader resistance levels. Until the index shows clear signs of stabilisation and establishes a sustainable base, the near-term trend remains negative and rallies are likely to face selling pressure.
- **Broader Markets:** Broader markets weakened sharply during the week, with both midcaps and smallcaps witnessing significant selling pressure. The Nifty Midcap 150 declined 3.54% to close at 21,643, breaking below its rising 200-DMA near 22,250, while the Nifty Smallcap 250 fell 3.14% to close at 17,589, slipping below its 20- and 50-DMAs but continuing to hold above its rising 200-DMA near 16,900. With midcaps losing their long-term trend support and smallcaps approaching their key 200-DMA, the earlier relative strength in the broader market has weakened materially, indicating that selling pressure is broadening across market segments.
- **Market Breadth:** Breadth weakened during the week, with market participation remaining selective across sectors (Page 02).

Index	1W %	Last Week Close	S1	S2	R1	R2
Nifty 50	-3.1%	22,421	22,200	22,000	22,700	23,000
Midcap 150	-3.5%	21,643	21,400	21,000	22,000	22,250
Smallcap 250	-3.1%	17,589	17,400	17,000	17,750	18,200

Nifty 50 Index - 1W - HSE 022,532.40 H22,621.80 L22,397.10 C22,535.45 +113.50 (+0.51%)

Vol -402,194

MA Ribbon - 1D (SMA, 20, SMA, 50, SMA, 100, SMA, 200) 23,202.03 23,843.41 23,843.38 24,334.28



- **The index is trading below its 20, 50 and 200-DMA.** Focus on selective ideas trading above their key moving averages.
- **Trim/Exit** Lagging stocks breaching key support levels.

Index	1-W %	1-M %	3-M %	6-M %	12-M %	YTD %	% from 52W high	% of members > 200-DMA
Nifty 50	-3.1%	-6.2%	-7.3%	-0.3%	-8.6%	-13.1%	-15.0%	18.0%
Nifty 100	-3.3%	-6.1%	-6.8%	1.8%	-6.8%	-10.8%	-12.9%	29.3%
Nifty 500	-3.3%	-6.0%	-5.9%	5.2%	-3.9%	-7.5%	-9.5%	40.6%
Nifty Midcap 150	-3.5%	-6.5%	-5.0%	10.0%	2.1%	-2.1%	-8.4%	35.6%
NSE NIFTY Smallcap 250	-3.1%	-5.0%	-2.1%	19.8%	3.9%	5.8%	-5.4%	48.3%

Source: Spark PWM; Bloomberg, TradingView

Note: S1/2 - 1st /2nd Support; R1/2 - 1st /2nd Resistance

Returns mentioned are calculated on a total return basis

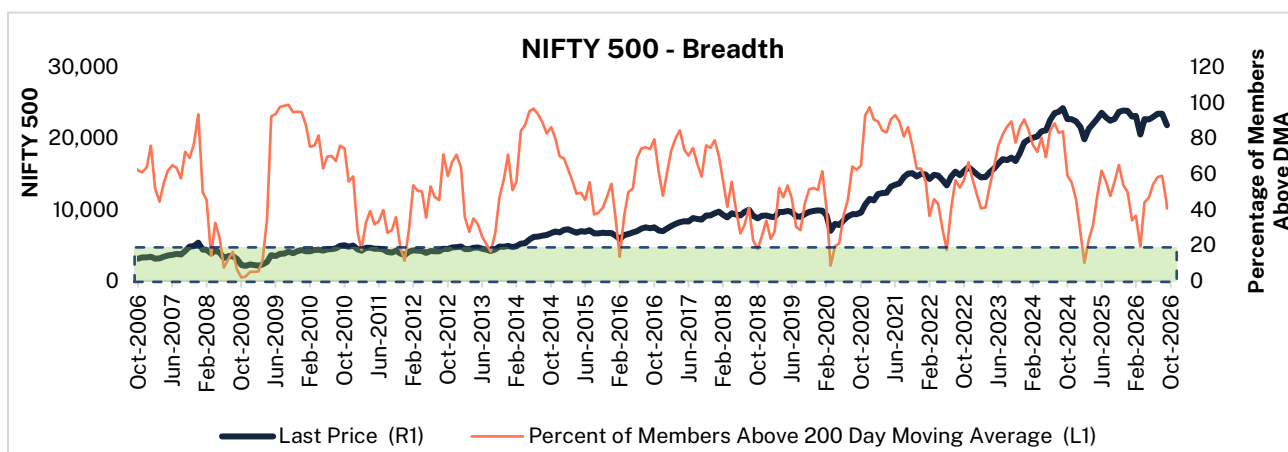
Sectoral Trends

- Over the past week, broader markets were significantly weak, with only 1 of the 17 tracked sectors closing in the green. Nifty IT was the sole gainer, rising 0.5% during the week. Meanwhile, 14 sectors declined by more than 2.5%, of which 8 fell by 4% or more. Nifty Auto was the primary laggard, declining 5.9%, followed by India Consumption, Metal, and FMCG, which each fell more than 4.5% during the week.
- Over the past three months, Nifty Media has emerged as the top performer, gaining 3.3%, followed by IT, which rose 3.1%. Meanwhile, Nifty FMCG remains the weakest performer during this period. On a 12-month basis, Metals continues to lead, with gains of around 22%, followed by Pharma at 20%. FMCG has been the weakest performer over this period, declining around 18%.
- No sector hit a fresh 52-week high during the past week. Nifty Pharma, Media, and Healthcare remained relatively resilient, trading close to their respective 52-week highs. In contrast, IT and FMCG continued to lag, trading 30% and 23%, respectively, below their respective 52-week highs.
- Market Breadth:** The percentage of Nifty 50 stocks trading above their 200-DMA declined sharply to 18% from 34% in the previous week. On a sectoral basis, Nifty Pharma, Media, and Realty lead, with 70% of their respective constituents trading above the 200-DMA.

Index	1-W %	1-M %	3-M %	6-M %	12-M %	YTD %	% from 52W high	% of members > 200-DMA
Nifty IT	0.5%	-8.2%	3.1%	-5.7%	-14.2%	-23.7%	-30.1%	40.0%
Nifty Media	-0.3%	-0.4%	3.3%	19.8%	-2.3%	8.3%	-5.1%	70.0%
Nifty Bank	-2.0%	-5.1%	-6.0%	5.6%	-2.0%	-8.6%	-11.8%	21.4%
Nifty Financial Services	-2.5%	-5.8%	-8.6%	2.1%	-7.1%	-11.1%	-14.0%	5.0%
Nifty Pharma	-2.6%	-1.7%	1.4%	19.9%	20.4%	15.3%	-4.5%	70.0%
Nifty Energy	-2.8%	-4.3%	-6.5%	3.9%	5.4%	4.7%	-12.9%	37.5%
Nifty Healthcare PR	-3.5%	-3.0%	-3.0%	14.6%	12.0%	9.3%	-6.1%	60.0%
Nifty PSE	-3.8%	-5.1%	-7.1%	-3.8%	-4.1%	-4.4%	-15.0%	20.0%
Nifty Infrastructure	-3.9%	-6.1%	-8.4%	0.9%	-3.5%	-9.2%	-11.8%	40.0%
Nifty Realty	-4.0%	-7.7%	-5.6%	25.2%	-4.0%	-4.2%	-14.1%	70.0%
Nifty CPSE	-4.0%	-4.4%	-8.1%	-10.9%	-3.4%	-1.7%	-19.2%	0.0%
Nifty PSU Bank	-4.3%	-6.3%	-5.1%	0.5%	7.9%	-4.1%	-19.5%	8.3%
Nifty Commodities	-4.3%	-6.9%	-7.1%	-0.1%	2.4%	-2.7%	-13.6%	17.2%
Nifty FMCG	-4.7%	-3.9%	-11.7%	-3.3%	-18.2%	-18.9%	-23.2%	6.7%
Nifty Metal	-4.8%	-6.8%	-1.2%	9.1%	22.2%	12.4%	-10.9%	35.7%
Nifty India Consumption	-4.8%	-6.2%	-7.5%	4.2%	-9.4%	-10.5%	-14.5%	33.3%
Nifty Auto	-5.9%	-8.7%	-5.9%	6.0%	-4.4%	-9.3%	-15.3%	33.3%

NIFTY 500 Market Breadth

- The percentage of stocks trading above key moving averages declined during the week. The proportion of stocks trading above the 200-DMA fell to 41% from 48% in the previous week.



Source: Spark PWM; Bloomberg.

Note: Returns mentioned are calculated on a total return basis

Disclaimer (1/2)

Absolute Rating Interpretation

BUY	Stock expected to provide positive returns of >15% over a 1-year horizon	REDUCE	Stock expected to provide returns of <5% – -10% over a 1-year horizon
ACCUMULATE	Stock expected to provide positive returns of >5% – <15% over a 1-year horizon	SELL	Stock expected to fall >10% over a 1-year horizon

The terms defined above are applicable to fundamental research reports published by the Research Analyst. For technical research reports, the expected (target) price is given in the report along with the time period within which it can be achieved. For Momentum Ideas the expected timeline to achieve the price target would be upto 3 months from the date of publication of the research report.

Disclaimer

Spark PWM Private Limited (“**Spark PWM**”) holding SEBI Research Analyst Registration No.: INH200008954 and its affiliates are engaged in the business of investment banking, structured finance, asset management and private wealth management. Spark PWM is also registered with SEBI as a Stock Broker, Portfolio Manager, Depository Participant, Investment Adviser and is also a Mutual Fund Distributor registered with the Association of Mutual Funds in India (AMFI) and is also registered with Association of Portfolio Managers in India as a distributor of portfolio management products. Spark PWM is also Investment Manager to a Category I Alternative Investment Fund.

Spark PWM's affiliates include (1) Spark Capital Advisors (India) Private Limited which is registered with SEBI as Category I Merchant Banker, (2) Spark Asia Impact Private Limited (formerly known as Spark Alternative Asset Advisors India Private Limited) which is an investment manager to a Category II Alternative Investment Fund (3) Spark Asia Impact Managers Private Limited (formerly known as Spark Fund Managers Private Limited) which is registered with SEBI as a Portfolio Manager and (4) Spark Fund Advisors LLP which is an investment manager to a Category II and a Category III Alternative Investment Fund, (5) Spark Financial Holdings Private Limited and (6) Spark Global PWM Private Limited, a Category 4 DIFC registered company engaged in providing financial services.

The information and opinion expressed in this research report do not constitute an offer or an invitation to make an offer, to buy or sell any securities. The securities quoted in this document are for illustration only and are not recommendatory. This research report is provided by Spark PWM on a strictly confidential basis for the exclusive use of the recipient and has been obtained from published information and other sources, which Spark PWM or its affiliates consider to be reliable. None of the research analysts of Spark PWM accepts any liability or responsibility whatsoever for the accuracy or completeness of any such information. All estimates, expressions of opinion and other subjective judgments contained herein are made as of the date of this research report.

This research report does not claim to contain all information that an investor / potential investor may require for the purpose of making an investment. The past performance of a security, product or portfolio does not in any manner indicate the surety of performance in future. Registration granted by SEBI, membership of a SEBI recognized supervisory body (if any) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.

This research report also does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Spark PWM also puts together Technical Analysis, and each recipient of this report must note that the views of the Technical Analyst is always based on short term market variables and will be materially different from the views of the other sector/fundamental analyst in Spark PWM, whose research reports are based on fundamental analysis of the subject company. Each recipient of this research report should make such assessment as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this research report (including the merits and risks involved) and should consult their own advisors. This research report is being supplied to you solely for your information and may not be reproduced, redistributed or passed on, directly or indirectly, to any other person or published, copied, in whole or in part, for any purpose. The price and value of the investments referred to in this research report and the income from them may go up or down, and investors may realize losses on their investments. Spark PWM does not provide tax advice to its clients, and all investors are strongly advised to consult with their tax advisers regarding any potential investment. The material is based on information that we consider reliable and may be obtained from third-parties or derived / deducted on the basis of such information. Spark PWM does not represent that such information is accurate or complete.

This research report is not directed or intended for distribution 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, regulation or which would subject Spark PWM and/or its affiliates to obtain any registration or licensing requirement within such jurisdiction. The research analyst preparing this research report is not registered as a broker-dealer in the United States and, therefore, is not subject to US Rules regarding the preparation of research reports. The Research Analysts contributing to this report are residents outside the United States and are not associates, employees, registered or qualified as research analysts with FINRA or a US-regulated broker dealer. Recipients of this material should keep themselves informed about any such restrictions. The securities described herein may or may not be eligible for sale in all jurisdictions or to a certain category of investors. This material should not be construed as an offer to sell or the solicitation of an offer to buy any securities in any jurisdiction where such an offer or solicitation would be illegal. Recipients shall be solely liable for any liability incurred by them in this regard and will indemnify Spark PWM and/or its affiliates for any liability it may incur in this respect.

Securities markets may be subject to significantly higher risks, and in particular, the political and economic environment, company practices and market prices and volumes may be subject to significant variations. The ability to assess such risks may also be limited due to significantly lower information quantity and quality. Investment in securities market are subject to market risks. Read all the related documents carefully before investing. By accepting this document, you agree to be bound by all the provisions as may be applicable pursuant to it. Nothing contained herein should be relied upon as a promise, representation or an indication of future performance. Certain statements made herein may not be based on historical information or facts and may appear to be “Forward Looking Statements”, including those relating to general business plans, future financial condition and growth prospects. The actual results may differ materially from any “Forward-Looking statements” due to a number of factors, including socio, political, competitive environment, force majeure etc. Spark PWM makes no representation or warranty, express or implied, as to the accuracy, completeness or fairness of the information and opinions contained in this research report.

While we would endeavour to update the information herein on a reasonable basis, Spark PWM is under no obligation to update the information. Also, there may be regulatory, compliance or other reasons that prevent Spark PWM from doing so. Neither Spark PWM nor its affiliates or their respective directors, employees, agents or representatives shall be responsible or liable in any manner, directly or indirectly, for views or opinions expressed in this report or the contents or any errors or discrepancies herein or for any decisions or actions taken in reliance on the report or the inability to use or access our service in this report or for any loss or damages whether direct or indirect, incidental, special or consequential including without limitation loss of revenue or profits that may arise from or in connection with the use of or reliance on this report. Opinions expressed herein are our current opinion as of the date of appearing on this material only.

Spark PWM and/or its affiliates and/or employees may have interests/positions, financial or otherwise, in the securities mentioned in this report. To enhance transparency, Spark PWM has incorporated disclosure of interest statement in this research report. This should, however, not be treated as an endorsement of views expressed in this report.

Spark Capital Advisors (India) Private Limited (holding company of Spark PWM) has gone through a process of reorganization and demerged its institutional equities business (stock broking license and research analyst license) to Spark Institutional Equities Private Limited (Resultant Company) through a Composite Scheme of Demerger (“Scheme”). Further the shares of SIE has been bought by Avendus Capital Private Limited with effect from December 20, 2022.

Disclaimer (2/2)

Disclosure of Interest and Material Conflict of Interest Statement

DISCLOSURE OF INTEREST

Name of the Research Analyst (s): Viswanath AVR & Aditya Ashwin Paul

The research analyst(s) hereby certifies that opinion expressed in this research report accurately reflects his or her personal opinion about the subject securities and no part of his or her compensation was or will be directly or indirectly related to the specific recommendation and opinion expressed in this research report.

Sr No.	Particulars	Yes/ No
1.	Research Analyst or his/her relative's has financial interest in the subject company(ies)	No
2.	Research Analyst or his/her relative has actual/beneficial ownership of 1% or more securities of the subject company(ies) at the end of the month immediately preceding the date of publication of the research report	No
3.	Research Analyst or his/her relative has any other material conflict of interest at the time of publication of the research report	No
4.	Research Analyst has served as an officer, director or employee of the subject company(ies)	No
5.	Research Analyst has been engaged in market making activity for the subject company(ies)	No

- Spark PWM may have financial interest in the subject company(ies).
- Spark PWM may have actual/beneficial ownership of 1% or more securities of the subject company(ies) at the end of the month immediately preceding the date of publication of the research report.
- Spark PWM may have any other material conflict of interest at the time of publication of the research report.
- Spark PWM may have received any compensation from the subject company in the past twelve months.
- Spark PWM may 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.
- Spark PWM may have received any compensation or other benefits from the subject company or third party in connection with the research report.
- Spark PWM may have managed or co-managed public offering of securities for the subject company in the past twelve months.
- Spark PWM may have been engaged in market making activity for the subject company(ies).

Since Spark PWM and its associates are engaged in various businesses in the financial services industry, they may have financial interest or may have received compensation for investment banking or merchant banking or brokerage services or for any other product or services of whatsoever nature from the subject company(ies) in the past twelve months or associates of Spark PWM may have managed or co-managed public offering of securities in the past twelve months of the subject company(ies) whose securities are discussed herein.

Associates of Spark PWM may have actual/beneficial ownership of 1% or more and/or other material conflict of interest in the securities discussed herein.

Spark PWM and/or its affiliates and/or employees, or their relative(s) may have a financial interest in the subject company. Spark PWM and/or its affiliates may have actual/beneficial ownership of one per cent or more securities of the subject company, at the end of the month immediately preceding the date of publication of the research report. Spark PWM and/or its associates and/or its employees have been engaged in market making activity for the subject company.

In the last twelve month period ending on the last day of the month immediately preceding the date of publication of the research report, Spark PWM and/or its affiliates and/or employees Research Analyst(s) may have;

- managed/co-managed public offering of securities for the subject company;
- received compensation for investment banking/merchant banking/brokerage services/other products/ services of the group from the subject company of this research report;
- received any compensation or other benefit from the subject company or third party in connection with the research report;
- provided services to the subject company as a client under the various services provided by Spark PWM or its affiliates.

However, the above shall have no bearing on the specific recommendation made by the research analyst(s), as the recommendation made by the research analyst(s) are independent of the view of the affiliates of Spark PWM. No part of the research analyst's compensation was, is, or will be related, directly or indirectly, to the specific recommendations or views as expressed in this report.

Research reports are not exchange traded products, and hence disputes relating to research activities of Spark PWM do not have access to exchange investor redressal or arbitration mechanism. Spark PWM also hereby declares that its activities were neither suspended nor Spark PWM has defaulted with any Stock Exchange authority with whom Spark PWM is registered in the last five years. We have not been debarred from doing business by any Stock Exchange/SEBI or any other competent authorities, nor has our certificate of registration been cancelled by SEBI at any point of time.

Certification by Each of the Authors of the Report

The research analyst certifies that the views expressed in this research report are a representation of the Analyst's personal opinions on the stock or sector as covered and reported. The Analyst is principally responsible for the preparation of this research report and does not have any material conflict of interest at the time of publication of this report.

A graph of the daily closing price of securities available is at <https://economictimes.indiatimes.com/markets/stocks/stock-quotes> (Choose a company from the list on the browser and select the "5 years" option from the drop-down available in the price chart).

Spark PWM Private Limited. (Registered Office: No. 1, 3rd Floor, First Crescent Park Road, Gandhi Nagar, Adyar, Chennai 600 020; CIN: U66190TN2012PTC086696; Telephone No.: +91 44 69250000; Website: www.sparkcapital.in; Correspondence Address: Solitaire Corporate Park, Unit 1252, Building No. 12, Andheri Kurla Road, Chakala, Andheri (East), Mumbai 400093; Telephone No: +91 22 62916700; SEBI Registration: (Stock Broker: INZ000285135; Portfolio Manager: INP200007274; Research Analyst: INH200008954; BSE RA Enlistment No- 5503; Investment Adviser: INA000021067; BSE IA Enlistment No. 2390; Depository Participant: IN-DP-757-2023); AMFI – Registered Mutual Fund Distributor: ARN 86685. APMI – Registered PMS Distributor (APRN00662). Compliance and Grievance Officer details: Mr. Anupam Mohaney: +91 22 62916700. [RA Grievance Redressal Matrix](#) & [Research T & C](#)

Spark PWM Private Limited does not use any Artificial Intelligence tools to provide research services.

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

Our Offices



Chennai

No. 1, 3rd Floor,
First Crescent
Park Road,
Gandhi Nagar,
Adyar,
Chennai – 600 020



Mumbai

Unit – 301, 302, 11th floor, C Wing, ONE
Windsor House, BKC, Unit Nos. 1116,
2, Kolivery Village, Bandra Kurla
MMRDA Area, Kalina, Complex,
Santacruz East, Bandra East,
Mumbai – 400 098 Mumbai – 400 051



Delhi

No. 23, 1st Floor,
Community Centre,
Basant Lok,
Vasant Vihar,
New Delhi – 110 057



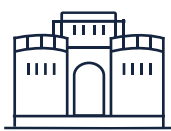
Bengaluru

No. 2, 3rd Floor,
Prestige
Emerald,
Lavelle Road,
Bengaluru – 560 001



Hyderabad

No. 25 & 42, 3rd Floor,
Lumbini Avenue,
Near Preston Prime Mall
Main Road, Gachibowli,
Hyderabad – 500 032



Pune

No. 7/352 1st Floor,
Elbee House,
Boat Club Road,
Sangamvadi,
Pune – 411 001



Ahmedabad

No. 409, 4th Floor,
Venus Amadeus,
Near Jodhpur Cross Road,
Satellite,
Ahmedabad – 380 015



Kolkata

No. 9A-1 & 9B-1,
9th Floor,
No. 95A,
Park Street,
Kolkata – 700 016



Kochi

No.1285 F1, Ground
floor,
The Quadrant, MP
Pylee Road,
Jawahar Nagar
Avenue,
Kadavanthra P O,
Ernakulam – 682 020



Thiruvananthapuram

2nd Floor,
Mankulangara
Tower,
Kuravankonam,
Pattom P.O.,
Thiruvananthapuram – 695 004



Lucknow

Unit No.6, 3rd Floor
Marigold Building,
Sapru Marg Shahnajaf
Road,
Hazratfang,
Lucknow – 226 001



Kanpur

Unit No 205,
2nd Floor,
Imperial Square,
16/105,
MG Road,
Kanpur – 208 001



Spark Global PWM Private Limited

Unit number- GV-00-04-03-BC-24, Gate Village Building
04, Dubai International Financial Centre (DIFC), Dubai, UAE