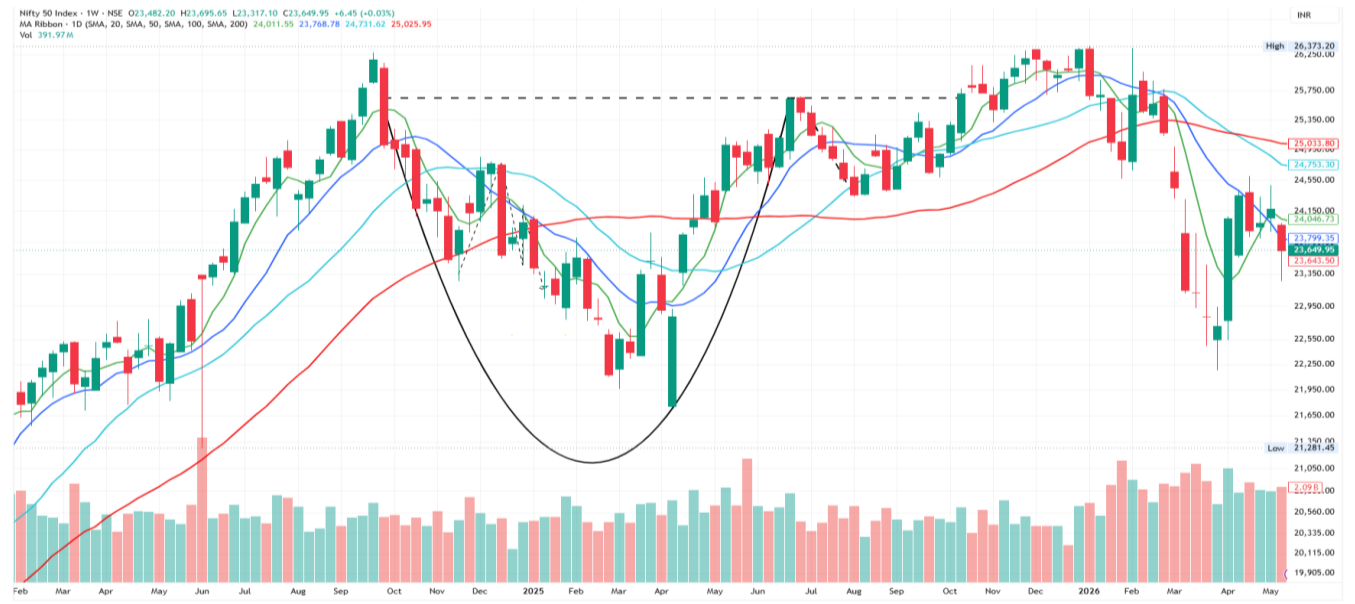


### Risk Aversion Returns as Nifty Breaks Below Key Support

- Index View:** The Nifty 50 came under sustained selling pressure last week, declining 2.2% as a confluence of global and domestic headwinds rattled investor confidence. The index breached the key 23,800 support level along with its 20-DMA and 50-DMA, unwinding a meaningful portion of the recent recovery. Rising US bond yields and the Indian Rupee touching an all-time low of 96 against the dollar added to the broader risk-off sentiment. Elevated crude oil prices and a government-led hike in domestic fuel prices stoked inflation concerns, keeping domestic sentiment fragile. The week's price action reflects a shift from consolidation to distribution.
- Outlook:** The near-term bias has turned cautious. The index must reclaim and sustain above 23,800 and its 20-DMA and 50-DMA to stabilise; failure to do so risks a deeper pullback toward the April 2 lows of 22,182. On the upside, any recovery attempt will face resistance at the 50-DMA, followed by the 100-DMA and 200-DMA convergence zone at 24,700–25,000. A decisive, volume-backed move above the recent rally high of 24,600 would be required to restore confidence in the broader recovery. Until then, a capital preservation approach is warranted, with fresh deployment restricted to fundamentally resilient names.
- Broader Markets: Midcap and Smallcap indices**, which had been outperforming through the recent recovery, will need to be monitored closely for signs of follow-through weakness. The Smallcap index was the relative underperformer, declining more than 4% during the week. Both indices, however, held above their 200-DMA.
- Market Breadth:** Breadth deteriorated through the week, reflecting a broadening of selling pressure and a shift toward defensive positioning across market capitalizations. (Page 02).

Index	1W %	Last Week Close	S1	S2	R1	R2
Nifty 50	-2.2%	23,644	23,260	22,182	23,800	24,000
Midcap 150	-2.3%	22,258	21,656	21,280	22,242	22,850
Smallcap 250	-4.1%	16,723	16,465	15,980	16,811	17,550



TradingView

- The index has breached its 50-DMA 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	-2.2%	-2.8%	-8.3%	-8.5%	-4.2%	-9.2%	-10.4%	48.0%
Nifty 100	-2.4%	-2.6%	-7.1%	-7.0%	-2.7%	-7.6%	-8.9%	49.0%
Nifty 500	-2.5%	-1.4%	-4.6%	-5.1%	-0.3%	-5.3%	-6.7%	45.5%
Nifty Midcap 150	-2.3%	1.0%	0.5%	-0.1%	7.1%	0.1%	-2.6%	46.6%
NSE NIFTY Smallcap 250	-4.1%	1.8%	3.4%	-1.6%	2.7%	0.4%	-7.5%	43.5%

Source: Spark PWM; Bloomberg, TradingView  
 Note: 1W - last Monday to Friday; S1/2 - 1st /2nd Support; R1/2 - 1st /2nd Resistance  
 Returns mentioned are calculated on a total return basis

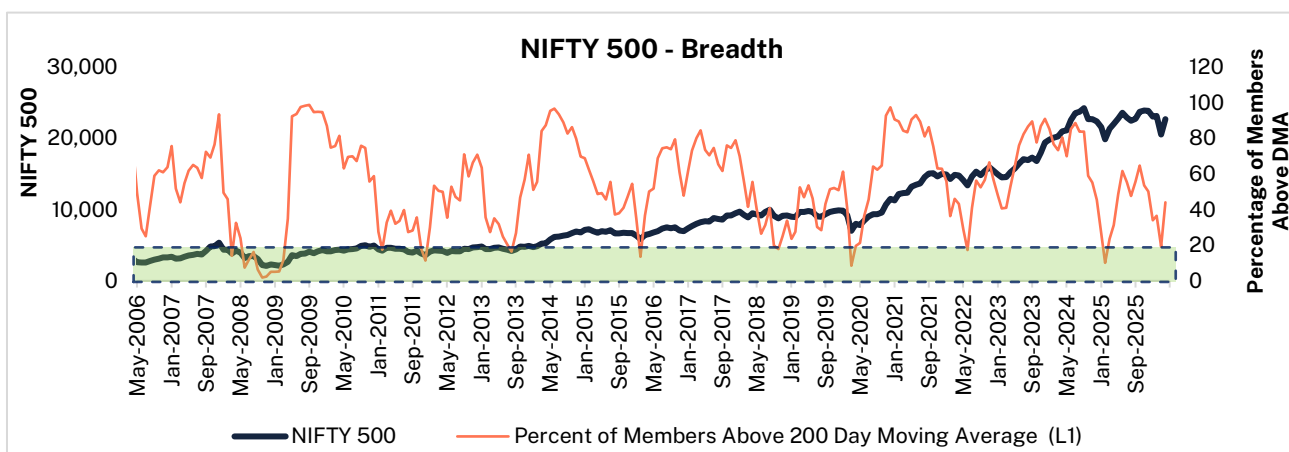
## Sectoral Trends

- Over the past week, market breadth turned declined, with 11 of 17 sectors we track closed in the red. Nifty Metal emerged as the key gainer, rising 2.9%, followed by Nifty Pharma and Nifty Healthcare, which gained 1.9% and 1.7%, respectively. Meanwhile, Nifty IT and Nifty Realty were the primary laggards, declining by 5.5% and 5.3%, respectively, during the week.
- Over the past three months, Nifty Metal and Nifty Pharma have been the top performers, delivering gains of 11.3% and 9.3%, respectively, followed by Nifty Energy at 9.1%, while Nifty IT remains the weakest performer. On a 12-month basis, metals lead with gains of ~47%, while most other sectors have delivered relatively moderate returns, with IT continuing to lag, down ~25%.
- Nifty Metal, Pharma, and Healthcare hit fresh 52-week highs last week. PSE and commodities remained relatively resilient, trading close to their respective 52-week highs. In contrast, IT, Realty, and Media continue to lag, trading 31%, 28%, and 20% below their respective peaks.
- Market Breadth:** The percentage of Nifty 50 stocks trading above their 200-DMA declined to 48%, down from 54% in the previous week. On a sectoral basis, Nifty Metal continues to lead, with 93% of its constituents trading above the 200-DMA, followed by Pharma at 85% and healthcare at 75%.

Index	1-W %	1-M %	3-M %	6-M %	12-M %	YTD %	% from 52W high	% of members > 200-DMA
Nifty Metal	2.9%	3.3%	11.3%	28.7%	47.3%	19.7%	-2.4%	93.3%
Nifty Pharma	1.9%	9.5%	9.3%	8.7%	14.7%	8.7%	-0.9%	85.0%
Nifty Healthcare PR	1.7%	8.7%	8.0%	6.5%	12.6%	7.8%	-0.8%	75.0%
Nifty CPSE	0.6%	-0.6%	5.1%	14.2%	16.0%	16.2%	-3.7%	63.6%
Nifty Infrastructure	0.1%	0.2%	-4.1%	-2.7%	4.2%	-2.7%	-4.7%	53.3%
Nifty Media	0.0%	1.4%	-1.8%	-2.8%	-13.6%	-0.4%	-19.6%	40.0%
Nifty FMCG	-0.3%	2.8%	-2.5%	-7.1%	-8.7%	-7.3%	-12.7%	33.3%
Nifty Commodities	-0.3%	1.2%	2.9%	10.6%	18.2%	7.8%	-2.7%	63.3%
Nifty India Consumption	-0.4%	-0.3%	-4.4%	-8.2%	-1.3%	-7.1%	-10.5%	36.7%
Nifty Energy	-0.6%	2.4%	9.1%	10.9%	14.3%	13.7%	-3.9%	65.0%
Nifty PSE	-0.8%	-1.0%	1.0%	6.5%	8.9%	7.8%	-3.3%	50.0%
Nifty Financial Services	-1.1%	-4.3%	-10.8%	-7.8%	-3.3%	-8.0%	-11.3%	30.0%
Nifty PSU Bank	-1.1%	-8.9%	-16.1%	-4.7%	24.4%	-5.3%	-19.1%	41.7%
Nifty Bank	-1.3%	-5.0%	-12.7%	-8.8%	-3.0%	-9.9%	-13.0%	50.0%
Nifty Auto	-2.6%	-1.4%	-7.9%	-4.6%	10.1%	-7.4%	-10.7%	46.7%
Nifty Realty	-5.3%	-3.9%	-9.9%	-18.4%	-16.8%	-13.8%	-28.0%	20.0%
Nifty IT	-5.5%	-12.6%	-14.9%	-22.2%	-24.9%	-26.2%	-31.2%	10.0%

## NIFTY 500 Market Breadth

- The percentage of stocks trading above key moving averages declined last week. The proportion of stocks trading above the 200-DMA decreased to 46%, up from 55% in the prior week.



Source: Spark PWM; Bloomberg.

Note: 1W - last Monday to Friday; Returns mentioned are calculated on a total return basis

# Disclaimer (1/2)

## Absolute Rating Interpretation

<b>BUY</b>	Stock expected to provide positive returns of >15% over a 1-year horizon	<b>REDUCE</b>	Stock expected to provide returns of <5% – -10% over a 1-year horizon
<b>ACCUMULATE</b>	Stock expected to provide positive returns of >5% – <15% over a 1-year horizon	<b>SELL</b>	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 (formerly known as Spark Family Office and Investment Advisors (India) Private Limited, INA000021067 & BSE IA Enlistment No. 2390) (“**Spark PWM**”) holding SEBI Research Analyst Registration No.: INH200008954, BSE RA Enlistment No. 5503 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 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 PWM Global Private Limited, a Category 4 licensed entity with license number CL9866 with DIFC to provide financial services.

The information and opinion expressed in this 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 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 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 performance of the intermediary or provide any assurance of returns to investors.

This 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 has a separate team that 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 reports are based on fundamental analysis of 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 and we do not represent that it 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 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.

# Disclaimer (2/2)

## Disclaimer (Cont'd)

While we would endeavour to update the information herein on a reasonable basis, Spark PWM and its affiliates are under no obligation to update the information. Also, there may be regulatory, compliance or other reasons that prevent Spark PWM and its affiliates 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 reorganisation 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.

## Disclosure of Interest and Material Conflict of Interest Statement

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;

- i. managed/co-managed public offering of securities for the subject company;
- ii. received compensation for investment banking/merchant banking/brokerage services/other products/ services of the group from the subject company of this Research Report;
- iii. received any compensation or other benefit from the subject company or third party in connection with the Research Report;
- iv. 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 Analyst(s), as the recommendation made by the Analyst(s) are independent of the view of the affiliates of Spark PWM. No part of the 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. We also hereby declare that our activities were neither suspended nor have we defaulted with any Stock Exchange authority with whom we are 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 This Report

The 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. The Analyst(s) has not served as an officer, director or employee of the subject company in the last 12 month period ending on the last day of the month immediately preceding the date of publication of the Research Report. The Analyst does not have actual/beneficial ownership of one per cent or more of the securities of the subject company, at the end of the month immediately preceding the date of publication of the research 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 (formerly known as Spark Family Office and Investment Advisors (India) Private Limited, INA000021067 & BSE IA Enlistment No. 2390). Registered Office: No. 1, 3<sup>rd</sup> Floor, First Crescent Park Road, Gandhi Nagar, Adyar, Chennai 600 020; CIN: U93000TN2012PTC086696; Telephone No.: +91 44 69250000; Website: [www.sparkcapital.in](http://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; 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](#)

**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, 3<sup>rd</sup> Floor,  
First Crescent  
Park Road,  
Gandhi Nagar,  
Adyar,  
Chennai – 600 020



## Mumbai

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



## Delhi

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



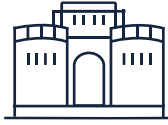
## Bengaluru

No. 2, 3<sup>rd</sup> Floor,  
Prestige  
Emerald,  
Lavelle Road,  
Bengaluru – 560 001



## Hyderabad

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



## Pune

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



## Ahmedabad

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



## Kolkata

No. 9A-1 & 9B-1,  
9<sup>th</sup> 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

2<sup>nd</sup> Floor,  
Mankulangara  
Tower,  
Kuravankonam,  
Pattom P.O.,  
Thiruvananthapuram – 695 004



## Lucknow

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



## Kanpur

Unit No 205,  
2<sup>nd</sup> 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