

DERIVATIVES ROLLOVER ANALYSIS

28-05-2021

JUNE SERIES VIEW

The Indian equity market continues its bullish momentum in the May series despite the lockdown in various states. Meanwhile, the optimism comes from the Indian government's likely stimulus package, the falling COVID-19 cases, positive global cues, in line with corporate earnings for the March quarter, and the launch of the first batch of anti-COVID drugs 2-DG also lifted sentiment. However, the concern of deadly outbreak Covid 19 still persists and newly spreading Mucormycosis can lead to uncertainty in short term. Finally, Nifty added 3% during the May series and closed at 15337.85 with a gain of 443 points (EoE) indicating neutral to positive bias for the short term. Thus, investors should remain cautious on the higher side. On the expiry day, the Nifty futures rollover stood at 77%, which is higher as compared with the last three series average rollover of 75%. Nifty will start the June series with an open interest of 1.04 Cr shares compared with an OI of 1.02 Cr shares at the beginning of the May series. Market-wide rollovers stood higher at 91% compared with the average rollovers of 90% in the last three series. Going into June month, Covid-19 cases and updates on lockdown in several states, progress of the vaccine drive, Monthly Auto sales data, and Rupee movement against the Dollar, Bond yield movement, Fiis flow, Q4FY21 Results, global cues, and crude oil price movement will dictate the trend on the bourses next month.

DERIVATIVES INDICATORS

During the month, India VIX closed lower by 14.58% (EoE) at 19.91% vs. 23.31% of the previous month. However we expect volatility will remain high going ahead. Another leading derivatives indicator, Nifty PCR, opened on a lower note this month at 1.38 against last month's 1.43.

BANKNIFTY

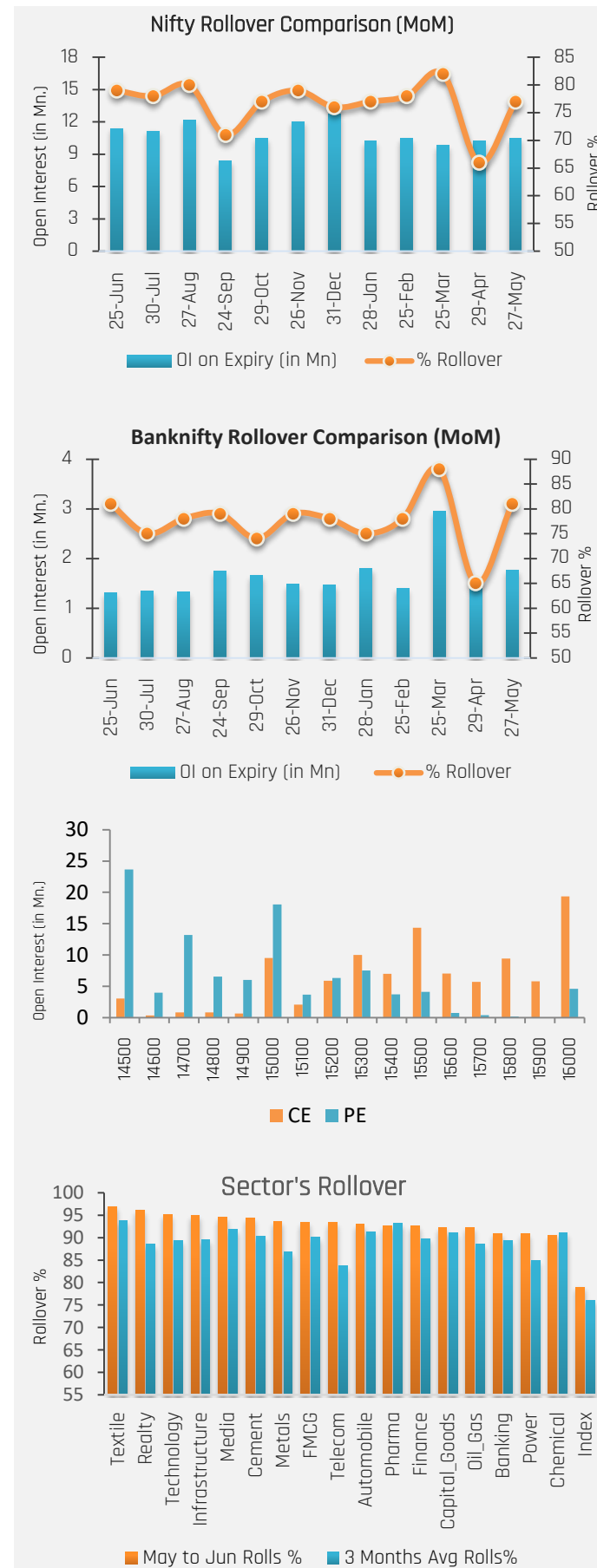
The index saw high rolls of 81% compared with the 3M average of 77%. BankNifty will start the June series with an OI of 1.77 Mn shares compared with OI of 1.39 Mn shares at the beginning of the May series. As per options data, support for the index is around 34000 and 32000 whereas resistance stands at 37000 and 38000 for the short term.

OPTION ANALYSIS

From the OI Concentration (24-May Series), Maximum open Interest on the call options front exists at strike prices of 15500 and 16000 (with nearly 14.33 lacs, and 19.34 lacs shares outstanding respectively). This indicates 15500 and 16000 levels will act as the resistance zone on the upside for the short term. On the put options front, Maximum open Interest is at strike prices of 14500 and 15000 (with nearly, 18.09 lacs and 23.67 lacs shares outstanding respectively) indicating these levels will be stronger support zone on the downside.

SECTOR/STOCK ROLLOVER ACTIVITY:

- From the sectoral action, rollovers accelerated for **REALTY, TEXTILE, MEDIA, TECHNOLOGY, CEMENT** and **METALS**, stocks on expiry. However, low rollovers were seen in **CHEMICAL**, and **PHARMA** sector stocks on expiry day as compared to three month's average as highlighted in the chart.
- Within the Nifty50 space, index heavyweights such as **POWERGRID, INDUSTOWER, WIPRO, HINDALCO** and **COALINDIA** saw aggressive rollover in the June series while low rolls were seen in **INDUSINDBK, UPL, NTPC, SBIN**, and **BAJAJ-AUTO** compared with the 3M average.
- From the midcap space, **VEDL, TATACONSUM, RECLTD, GODREJPROP**, and **LALPATHLAB** saw high rollovers whereas **HDFCAMC, SBILIFE, SIEMENS, CANBK** and **BALKRISIND** saw lower rollover compared with the 3M average.



TECHNICAL VIEW ON NIFTY



NIFTY 50 - 27-MAY 2021 WEEKLY CHART

Nifty-Weekly chart

- The index started the May series on a weaker note but as the month progressed, the index gathers the strength and witnessed a strong rally.
- Technically, the index on the weekly scale has taken support of 21 WEMA and witnessed a trend line breakout as highlighted in the above chart.
- The previous all-time high for the index is placed close to 15431 levels. Thus, 15450-15500 will act as short term hurdle for the index. If the index manages to sustain above 15500 on weekly basis, then rally until 16000-16200 could be possible.
- On the downside, 21 WEMA is placed close to 14481 levels, which will act as a first support point for the index followed by 13959 where 34 WEMA is placed.
- RSI on a weekly scale has witnessed trend line breakout. However, the Stochastic oscillator is placed in the overbought zone.
- For the June series, 15000 and 14400 will act as support points whereas 16000 and 16200 will act as resistance points.

TECHNICAL VIEW ON BANKNIFTY



BankNifty- Weekly chart

- In the May series, after early consolidation, the index had witnessed a strong recovery and registered a high of 35220.
- Technically, the index on the weekly scale has taken support of 34 WEMA and witnessed a trend line breakout as highlighted in the above chart.
- The index on the weekly scale has sustained above the resistance band of 34000-34500 suggesting strength. As per the recent breakout, the index can test the levels of 36500 and 38000.
- On the downside, 34 WEMA is currently placed close to 31340, which will act as strong support for the index.
- RSI on a weekly scale has witnessed trend line breakout. However, the Stochastic oscillator is placed in the overbought zone.
- For the June series, 34000 and 31300 will act as support points whereas 37000 and 38000 will act as resistance points.

Stocks to watch out based on Rollover Analysis:

POSITIVE	
PEL	Strong Rollover of 96% compared with 3 months average of 93%.
HEROMOTOCO	Strong Rollover of 96% compared with 3 months average of 91%.
BANKBARODA	Strong Rollover of 96% compared with 3 months average of 84%.
NEGATIVE	
M&MFIN	Rollover of 97% compared with 3 month average of 88%.
INDUSTOWER	Rollover of 97% compared with 3 month average of 81%.

DERIVATIVES ROLLOVER ANALYSIS

28-05-2021

Rollover Update (Sector Wise)

Sector	Company	Apr to May roll%	May to June roll%	3 Avg Months Roll	Divergence	Roll cost	Price % (E to E)
Index	BANKNIFTY	65	81	77	4	0.73	4.1%
	NIFTY	66	77	75	2	0.35	3.0%
Automobile	AMARAJABAT	95	91	96	-5	1.03	-8.1%
	APOLLOTYRE	92	88	92	-4	0.65	7.3%
	ASHOKLEY	77	93	86	7	0.63	9.8%
	BAJAJ-AUTO	88	86	90	-4	0.55	10.7%
	BALKRISIND	90	85	94	-9	0.48	24.1%
	BHARATFORG	93	95	95	0	0.48	12.9%
	BOSCHLTD	73	97	90	7	0.75	11.0%
	EICHERMOT	90	95	94	2	0.69	5.7%
	ESCORTS	90	98	93	5	0.74	1.1%
	EXIDEIND	86	97	92	5	0.8	6.0%
	HEROMOTOCO	83	96	91	4	0.62	4.6%
	M&M	81	87	86	1	0.67	7.0%
	MARUTI	86	95	92	3	0.42	6.1%
	MOTHERSUMI	87	97	92	5	0.77	6.2%
	MRF	81	91	91	1	0.61	6.6%
	TATAMOTORS	92	93	94	-1	0.3	5.5%
	TVSMOTOR	74	98	86	12	0.6	2.6%
Banking	AXISBANK	78	92	87	6	0.46	4.3%
	BANDHANBNK	87	97	91	6	0.58	-11.1%
	BANKBARODA	84	96	84	12	0.72	25.0%
	CANBK	95	85	96	-11	1.3	10.1%
	FEDERALBNK	93	93	94	-1	0.57	13.5%
	HDFCBANK	77	96	90	7	0.57	0.7%
	ICICIBANK	86	91	93	-3	0.37	5.0%
	IDFCFIRSTB	85	92	89	3	0.78	5.7%
	INDUSINDBK	92	77	93	-17	0.22	7.2%
	KOTAKBANK	85	96	90	6	0.6	-1.5%
	PNB	74	87	82	5	1.07	20.3%
	RBLBANK	89	93	80	12	0.52	10.9%
SBIN	90	88	93	-5	-0.53	18.3%	
Capital_Goods	BEL	78	96	89	8	0.44	14.4%
	BHEL	93	90	93	-2	0.89	55.3%
	CUMMINSIND	79	97	88	9	0.79	-10.1%
	HAVELLS	91	94	94	0	0.22	1.0%
	LT	90	96	94	2	0.78	9.1%
	SIEMENS	89	81	92	-12	0.53	8.9%
	VOLTAS	80	93	89	3	0.55	3.0%
Cement	ACC	79	93	89	3	0.41	6.6%
	AMBUJACEM	90	96	89	8	0.47	5.1%
	GRASIM	82	90	87	3	0.64	4.9%
	RAMCOCEM	90	99	92	7	0.63	-3.0%
	SHREECEM	85	91	90	1	0.39	-1.3%
	ULTRACEMCO	91	98	95	3	0.55	4.6%
Chemical	AARTIIND	87	91	91	0	0.4	6.5%
	TATACHEM	87	95	90	5	-0.74	-9.4%
	UPL	81	86	92	-6	0.41	33.1%

DERIVATIVES ROLLOVER ANALYSIS

28-05-2021

Rollover Update (Sector Wise)

Sector	Company	Apr to May roll%	May to June roll%	3 Avg Months Roll	Divergence	Roll cost	Price % (E to E)
Finance	BAJAJFINSV	88	94	92	2	0.4	6.4%
	BAJFINANCE	87	97	92	4	0.49	3.6%
	CHOLAFIN	84	95	89	5	0.37	-9.2%
	HDFC	87	96	90	5	-0.3	-1.2%
	HDFCAMC	87	72	94	-22	0.1	1.7%
	HDFCLIFE	85	98	92	6	0.67	-1.6%
	IBULHSGFIN	87	88	92	-4	-3.1	23.9%
	ICICIGI	91	95	95	-1	0.5	2.0%
	ICICIPRULI	81	97	91	6	0.74	0.5%
	L&TFH	91	95	85	10	0.96	-1.6%
	LICHSGFIN	82	92	91	1	0.8	9.6%
	M&MFIN	77	97	88	9	0.78	-6.5%
	MANAPPURAM	86	98	92	5	0.19	4.8%
	MFSL	86	99	90	8	0.51	3.1%
	MUTHOOTFIN	90	96	86	10	0.53	6.7%
	PFC	78	96	85	11	0.72	9.3%
	SBILIFE	82	71	86	-15	0.81	5.8%
	SRTRANSFIN	82	94	87	7	0.14	1.8%
FMCG	ASIANPAINT	83	95	93	2	0.01	12.9%
	BATAINDIA	83	84	90	-6	0.78	14.5%
	BERGEPAIN	87	95	94	1	0.63	11.7%
	BRITANNIA	75	96	88	9	0.75	-1.6%
	COLPAL	93	97	96	1	0.73	13.4%
	DABUR	93	95	94	1	0.67	-2.7%
	GODREJCP	73	93	90	4	0.68	18.4%
	HINDUNILVR	83	97	91	6	-0.03	-3.4%
	ITC	75	89	88	1	-0.36	3.4%
	MARICO	91	95	87	9	0.56	15.4%
	MCDOWELL-N	93	92	96	-4	0.62	14.7%
	NESTLEIND	86	93	90	2	0.57	7.5%
	PIDILITIND	91	96	96	0	0.37	13.5%
	TATACONSUM	36	96	76	21	-0.05	-3.5%
	TITAN	86	91	91	0	0.62	5.8%
UBL	80	91	81	10	0.27	8.5%	
Infrastructure	GMRINFRA	82	95	90	5	0.56	17.3%
Media	PVR	65	87	85	2	0.19	8.4%
	SUNTV	96	99	95	4	0.86	4.3%
	ZEEL	95	98	96	2	0.71	12.4%
Metals	HINDALCO	82	94	84	9	0.71	3.7%
	JINDALSTEL	85	95	92	2	0.68	-13.1%
	JSWSTEEL	86	91	92	-1	0.81	-6.1%
	NATIONALUM	93	96	91	5	0.81	14.0%
	NMDC	77	92	82	10	0.81	15.9%
	SAIL	73	90	87	4	1.02	8.7%
	TATASTEEL	85	96	91	5	-1.62	6.3%
VEDL	69	96	75	21	0.88	5.0%	
Oil_Gas	BPCL	91	94	89	5	0.89	11.5%
	GAIL	43	77	74	3	0.92	13.4%

DERIVATIVES ROLLOVER ANALYSIS

28-05-2021

Rollover Update (Sector Wise)

Sector	Company	Apr to May roll%	May to June roll%	3 Avg Months Roll	Divergence	Roll cost	Price % (E to E)
Oil_Gas	HINDPETRO	90	91	90	0	0.77	22.1%
	IGL	79	97	88	9	0.62	2.4%
	IOC	82	91	89	2	0.91	24.0%
	MGL	91	97	94	3	0.5	10.3%
	ONGC	80	90	86	4	0.58	7.5%
	PETRONET	88	99	93	6	0.46	2.0%
	RELIANCE	90	94	94	-1	0.56	-2.4%
Others	ADANIENT	78	93	89	5	0.48	12.1%
	ADANIPTS	96	99	95	4	0.77	0.6%
	APOLLOHOSP	82	92	90	1	0.42	-1.2%
	COALINDIA	77	92	81	11	0.94	12.9%
	CONCOR	84	93	90	3	0.5	19.8%
	INDIGO	75	89	90	0	-0.04	5.1%
	JUBLFOOD	84	97	91	6	0.5	5.4%
	LALPATHLAB	78	95	83	12	0.6	-4.9%
	NAUKRI	60	89	84	6	0.79	-10.5%
Pharma	AUROPHARMA	94	98	95	3	0.75	6.7%
	BIOCON	85	86	93	-7	0.87	-3.0%
	CADILAHC	88	96	93	2	0.62	11.6%
	CIPLA	85	91	91	0	0.68	4.0%
	DIVISLAB	88	91	94	-2	0.58	4.3%
	DRREDDY	87	90	94	-3	0.5	3.3%
	GLENMARK	85	94	90	4	0.77	7.1%
	LUPIN	90	87	91	-4	0.46	14.0%
	PEL	93	96	93	3	0.65	6.9%
	SUNPHARMA	94	95	96	-1	0.55	8.5%
TORNTPHARM	91	94	95	-1	0.08	8.8%	
Power	NTPC	85	82	89	-7	0.73	7.0%
	POWERGRID	71	87	69	18	0.5	3.7%
	RECLTD	69	95	80	15	0.49	11.7%
	TATAPOWER	93	97	95	3	-0.75	8.9%
	TORNTPOWER	87	92	91	1	-0.33	8.9%
Realty	DLF	91	96	93	3	0.83	13.7%
	GODREJPROP	79	96	84	13	0.65	-1.3%
Technology	COFORGE	68	84	84	0	0.63	22.9%
	HCLTECH	89	97	94	3	0.53	3.6%
	INFY	85	97	92	5	-0.31	3.4%
	MINDTREE	65	96	84	12	0.58	10.1%
	TCS	78	97	90	7	0.57	2.1%
	TECHM	87	96	93	4	0.56	4.4%
Telecom	WIPRO	73	97	87	9	-0.05	10.4%
	BHARTIARTL	93	98	94	4	0.65	-3.9%
	IDEA	87	85	76	9	0.59	0.6%
Textile	INDUSTOWER	69	97	81	15	0.45	-3.9%
	PAGEIND	90	99	95	4	0.68	6.3%
	SRF	85	95	93	3	0.55	0.9%

ACMIIL Retail Research Products

Informational Products	Recommendation Products
Morning Notes	Momentum calls
Equi-Tea	Smart Delivery trades
Market Watch	Positional technical calls
Investor First	Investment ideas
Preview	Master trades High & Medium Risk
Market Pulse	Techno Funda
RBI Monetary Policy	Stock Basket
Budget Report	Mutual fund model portfolios
Weekly Derivatives Synopsis	Portfolio Doctor
Rollover Snapshot	
Rollover Analysis (Monthly)	

For More Information on Retail Research Products please visit
<http://www.investmentz.com/research-report/>

Asit C. Mehta

INVESTMENT INTERMEDIATES LTD.

Retail Research Desk:

Email: retailresearch@acm.co.in

Research Analyst Registration Number:

INH000002483

C IN: U65990MH1993PLC075388

An ISO 2001:2015 Certified

Company

Follow us on:



Information pertaining to Asit C. Mehta Investment Intermmediates Limited (ACMIIL):

ACMIIL is a SEBI registered Stock Broker, Merchant Banker, Portfolio Manager and Depository Participant. It is also a AMFI registered Mutual Fund Distributor. It does not have any disciplinary history. Its associate/group companies are Asit C. Mehta Commodity Services Limited, Asit C. Mehta Realty Services Pvt. Ltd, Asit C. Mehta Forex Pvt. Ltd, Nucleus IT Enabled Services , Asit C. Mehta Financial Services Limited (all providing services other than stock broking, merchant banking and portfolio management services.).

Disclosures

ACMIIL/its associates and its Research analysts have no financial interest in the companies covered on the report. ACMIIL/its associates and Research analysts did not have actual/beneficial ownership of one per cent or more in the companies being covered at the end of month immediately preceding the date of publication of the research report. ACMIIL/its associates or Research analysts have no material conflict of interest, have not received any compensation/benefits for any reason (including investment banking/ merchant banking or brokerage services) from either the companies concerned/third parties with respect to the companies covered in the past 12 months. ACMIIL/its associates and research analysts haveneither managed or co-managed any public offering of securities of the companies covered nor engaged in market making activity for the companies being covered. Further, the companies covered neither are/nor were a client during the 12 months preceding the date of the research report. Further, the Research analyst/s covering the companies covered herein have not served as an officer/director or employee of the companies being covered

Disclaimer:

This report is based on information that we consider reliable, but we do not represent that it is accurate or complete and it should not be relied upon such. ACMIIL or any of its affiliates or employees shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in the report. To enhance transparency we have incorporated a Disclosure of Interest Statement in this document. This should however not be treated as endorsement of the views expressed in the report.

You are also requested to refer to the disclaimer (which is deemed to be part and parcel and is applicable to this research report as well) : <http://www.investmentz.com/disclaimer>