

FEBRUARY SERIES VIEW

In January series, the domestic market index Nifty registered an all-time high of 14753, supported by consistent inflows of foreign institutional investors (FIIs) and covid-19 vaccine. In the expiry week, traders turned cautious and prefer to book profits ahead of Union Budget 2021-22, whereas continuous selling by FIIs along with corrections in the US market has initiated a temporary risk-off in the market. Finally, Nifty fell by 1.17% (EoE) during the January series and settled at 13818 indicating neutral bias for the short term. Thus, investors should remain cautious as the market continues to stay volatile in the near term due to Union budget and global cues. On the expiry day, the Nifty futures rollover stood at 77%, which is inline as compare with the last three series average rollover of 77%. Nifty will start the February series with an open interest of 1.02 Cr shares compared with an OI of 1.27 Cr shares at the beginning of the January series. Market-wide rollovers stood in line at 91% compared with the average rollovers of 92% in the last three series. Going into February month, numbers of Corona-virus cases, Monthly Auto sales data, Union budget, Q3FY21 earnings, and Rupee movement against the Dollar, Fiis flow, global cues, and crude oil price movement will dictate the trend on the bourses next month.

DERIVATIVES INDICATORS

During the month, India VIX shoot up sharply by 15.11% (EoE) and closed higher at 24.29% vs. 21.10% of the previous month indicating high volatility going ahead. Another leading derivatives indicator, Nifty PCR, opened on lower note this month at 1.34 against last month's 1.52.

BANKNIFTY

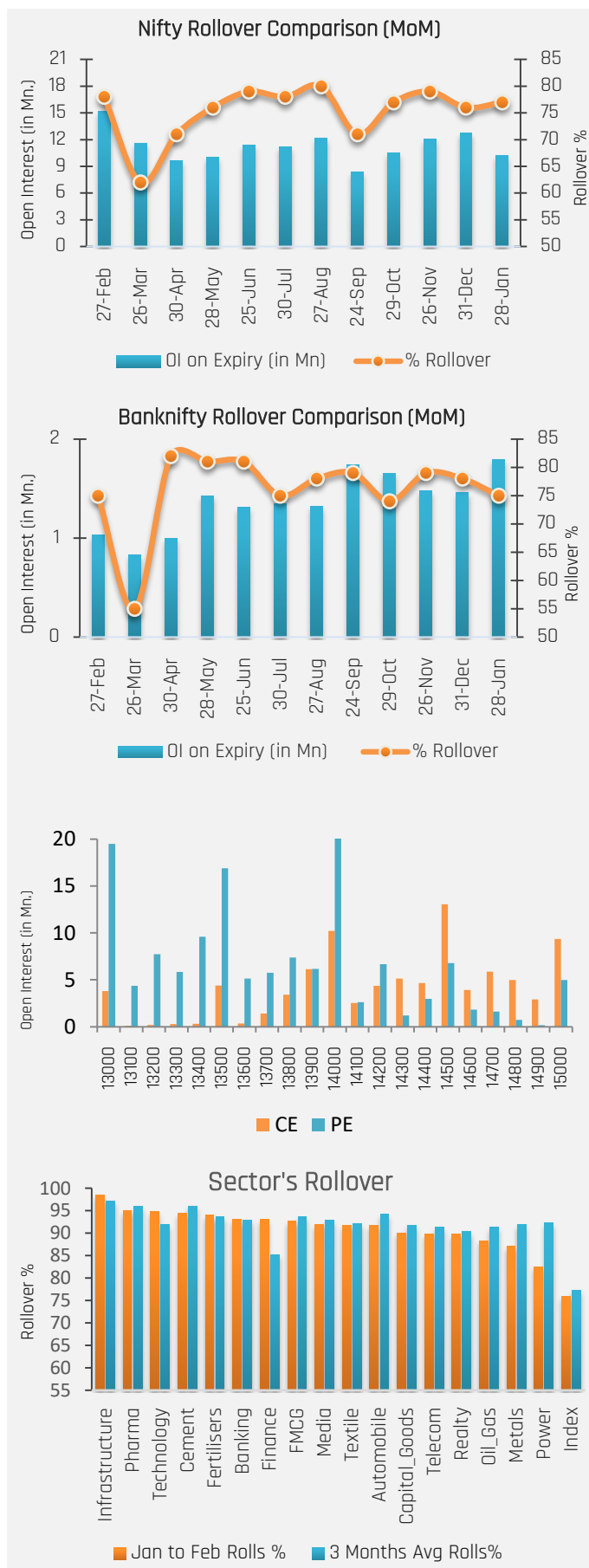
The index saw lower rolls of 75% compared with the 3M average of 77%. BankNifty will start the February series with an OI of 1.79 Mn shares compared with OI of 1.46 Mn shares at the beginning of the January series. As per options data, support for the index is around 28000 and 27000 whereas resistance stands at 32000 and 33000 for the short term.

OPTION ANALYSIS

From the OI Concentration (25-February Series), Maximum open Interest on the call options front exists at strike prices of 14000, 14500 and 15000 (with nearly 10.21 lacs, 13.06 lacs and 9.36 lacs shares outstanding respectively). This indicates these 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 14000, 13500 and 13000 (with nearly 22.06 lacs, 16.90 lacs and 19.49 lacs shares outstanding respectively) indicating 13000 will be stronger support zone on the downside.

SECTOR/STOCK ROLLOVER ACTIVITY:

- From the sectoral action, rollovers accelerated for **INFRASTRUCTURE, FINANCE, and TECHNOLOGY**, stocks on expiry. However, low rollovers were seen in **POWER, METAL, TELECOM, AUTOMOBILE** and **OIL&GAS** 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 **NESTLEIND, WIPRO, SBIN, BAJAJFINSV, COALINDIA**, and **BRITANNIA** saw aggressive rollover in the February series while low rolls were seen in **POWERGRID, ASIANPAINT, BAJFINANCE, NTPC** and **ADANI PORTS** compared with the 3M average.
- From the midcap space, **PETRONET, PNB, CANBK, LUPIN**, and **COFORGE** saw high rollovers whereas **SAIL, BALKRISIND, UBL, MGL** and **RECLTD** saw lower rollover compared with the 3M average.



TECHNICAL VIEW ON NIFTY



NIFTY 50 - 28-JAN 2021 DAILY CHART

Nifty-Daily chart

- After the strong run-up in the last three series, the index has witnessed profit booking in expiry week, and closes the January series on a negative note at 13818 levels.
- Technically the index has broken its 20 DSMA as well as short-term trend line support of 14200. Thus, on the higher side 14200 will act as strong resistance whereas, on the lower side, 50 DSMA currently places close to 13728 levels which will act as short-term support.
- If the index holds the support of 13720 then short term pull back up to 14000-14200 could be possible in short-term.
- For the February series, 13700 and 13000 will act as support points whereas 14200 and 14700 will act as resistance points.

TECHNICAL VIEW ON BANKNIFTY



BankNifty - Daily chart

- The index has witnessed profit booking in expiry week and closed the January series on a negative note at 30358 levels.
- Technically the index has broken its short-term support of 20 DSMA as well 50 DSMA indicating weakness. Thus, on the higher side 30735 and 31335 will act as strong resistance points in the short term. On the lower side, previous swing support of 28972 will act as short-term support followed by 100 DSMA is currently place close to 27235 levels which will act as strong support in the medium term.
- For the Feb. series, 28500 and 27200 will act as support points whereas 31350 and 32500 will act as resistance points.

Stocks to watch out based on Rollover Analysis:

POSITIVE	
COLPAL	Strong Rollover of 98% compared with 3 months average of 92%.
TVSMOTOR	Strong Rollover of 95% compared with 3 months average of 94%.
BRITANNIA	Strong Rollover of 98% compared with 3 months average of 93%.
NEGATIVE	
BALKRISIND	Weak rollover of 72% compared with 3 month average of 95%.
ADANI PORTS	Weak rollover of 78% compared with 3 month average of 92%.

DERIVATIVES ROLLOVER ANALYSIS

29-01-2021

Rollover Update (Sector Wise)

Company	Dec to Jan roll%	Jan to Feb roll%	3 AVG MONTHS ROLL	Divergence	Roll cost
Automobile					
AMARAJABAT	92	91	91	1	-1.31
APOLLLOTYRE	93	92	93	-1	0.54
ASHOKLEY	93	92	92	-1	0.58
BAJAJ-AUTO	96	92	97	-5	0.21
BALKRISIND	98	72	95	-22	-0.03
BHARATFORG	97	93	94	-2	0.36
BOSCHLTD	95	94	97	-3	0.37
EICHERMOT	99	91	97	-6	0.32
ESCORTS	96	97	93	4	0.38
EXIDEIND	98	89	95	-6	-0.50
HEROMOTOCO	98	93	97	-4	-2.42
M&M	88	95	93	2	0.35
MARUTI	95	95	96	-1	0.40
MOTHERSUMI	90	95	92	3	0.44
MRF	90	93	94	-1	0.38
TATAMOTORS	97	90	90	0	0.47
TVSMOTOR	96	95	94	1	0.14
Banking					
AXISBANK	93	92	95	-3	0.19
BANDHANBNK	93	93	92	1	0.29
BANKBARODA	90	89	94	-5	0.52
CANBK	81	99	89	10	0.39
FEDERALBNK	98	94	97	-2	0.28
HDFCBANK	93	96	95	1	0.16
ICICIBANK	93	97	96	1	0.27
IDFCFIRSTB	97	93	97	-4	-0.84
INDUSINDBK	95	93	95	-2	0.44
KOTAKBANK	96	84	95	-12	0.25
PNB	44	92	78	15	0.61
RBLBANK	96	93	95	-1	-1.32
SBIN	84	95	90	5	0.32
Capital_Goods					
BEL	96	90	95	-5	-0.57
BHEL	96	96	95	1	0.41
CUMMINSIND	95	91	91	0	-0.51
LT	96	94	95	-1	0.35
SIEMENS	62	81	83	-2	0.23
VOLTAS	94	88	91	-4	0.25

DERIVATIVES ROLLOVER ANALYSIS

29-01-2021

Rollover Update (Sector Wise)

Company	Dec to Jan roll%	Jan to Feb roll%	3 AVG MONTHS ROLL	Divergence	Roll cost
Cement					
ACC	97	96	93	4	0.43
AMBUJACEM	97	97	94	2	0.36
GRASIM	99	98	99	0	0.27
RAMCOCEM	97	96	97	-2	0.42
SHREECEM	99	85	97	-12	0.16
ULTRACEMCO	95	95	96	-2	0.24
Fertilisers					
TATACHEM	91	94	91	3	0.39
UPL	96	94	97	-2	0.34
Finance					
BAJAJFINSV	84	95	90	4	0.52
BAJFINANCE	91	79	93	-14	0.19
CHOLAFIN	89	92	86	6	0.02
HDFC	90	95	95	0	0.25
HDFCAMC	0	94	0	0	0.51
HDFCLIFE	87	95	94	2	0.53
IBULHSGFIN	97	95	94	1	0.39
ICICIPRULI	95	97	94	2	0.28
L&TFH	88	90	84	6	-0.29
LICHSGFIN	94	92	95	-3	0.43
M&MFIN	95	96	95	2	0.00
MANAPPURAM	96	90	92	-2	0.36
MFSL	96	97	96	1	0.47
MUTHOOTFIN	95	95	96	0	0.32
PFC	85	90	83	7	0.41
SBILIFE	93	96	95	0	0.43
SRTRANSFIN	92	93	89	4	0.36
FMCG					
ASIANPAINT	93	72	95	-23	0.54
BATAINDIA	95	92	93	-1	0.45
BERGEPAIN	91	96	88	8	0.38
BRITANNIA	98	98	93	5	0.20
COLPAL	92	98	92	6	0.29
DABUR	97	98	97	1	0.44
GODREJCP	99	82	93	-11	-0.01
HINDUNILVR	94	97	97	1	0.30
ITC	95	93	95	-1	0.36
MARICO	95	98	96	2	0.30
MCDOWELL-N	98	96	98	-2	0.25
NESTLEIND	98	98	88	10	0.38
PIDILITIND	89	96	94	2	0.47
TATACONSUM	96	98	96	2	0.37
TITAN	94	97	96	2	0.37
UBL	93	73	91	-18	-2.02

DERIVATIVES ROLLOVER ANALYSIS

29-01-2021

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Company	Dec to Jan roll%	Jan to Feb roll%	3 AVG MONTHS ROLL	Divergence	Roll cost
Index					
BANKNIFTY	78	75	77	-2	0.19
NIFTY	76	77	77	0	0.22
Infrastructure					
GMRINFRA	98	98	97	1	-0.20
Media					
PVR	92	91	87	4	-0.28
SUNTV	94	86	95	-9	0.36
ZEEL	93	98	96	2	0.41
Metals					
HINDALCO	90	95	93	3	0.39
JINDALSTEL	97	95	96	-1	0.37
JSWSTEEL	96	98	97	1	0.39
NATIONALUM	95	79	84	-5	-0.96
NMDC	86	91	84	7	0.33
SAIL	90	47	90	-43	0.53
TATASTEEL	97	94	97	-3	0.43
VEDL	95	97	94	3	0.49
Oil_Gas					
BPCL	91	88	92	-4	0.21
GAIL	87	87	87	0	0.31
HINDPETRO	97	91	96	-5	0.39
IGL	97	91	96	-4	0.32
IOC	89	89	91	-2	0.22
MGL	91	80	94	-14	-0.60
ONGC	89	77	88	-10	-0.88
PETRONET	99	97	85	13	0.45
RELIANCE	96	94	95	-1	0.50
Others					
AARTIIND	0	94	0	0	0.31
ADANIENT	98	98	98	0	0.47
ADANIPOINTS	78	78	92	-14	0.24
APOLLOHOSP	91	89	89	0	0.51
COALINDIA	77	88	85	3	0.16
CONCOR	98	90	97	-7	0.29
HAVELLS	89	91	90	1	0.20
INDIGO	88	97	92	5	-0.06
JUBLFOOD	92	94	92	2	0.09
LALPATHLAB	0	90	0	0	0.54

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Company	Dec to Jan roll%	Jan to Feb roll%	3 AVG MONTHS ROLL	Divergence	Roll cost
Pharma					
AUROPHARMA	98	88	97	-9	0.49
BIOCON	96	94	97	-2	0.54
CADILAHC	96	97	96	0	0.49
CIPLA	96	97	97	1	0.28
DIVISLAB	91	97	95	2	0.35
DRREDDY	97	97	97	0	0.21
GLENMARK	97	92	97	-5	0.57
LUPIN	96	98	89	9	0.40
PEL	99	96	97	-1	0.59
SUNPHARMA	97	92	97	-5	-0.13
TORNTPHARM	97	97	98	-1	-0.29
Power					
NTPC	87	77	89	-13	-1.58
POWERGRID	93	64	88	-24	0.16
RECLTD	94	82	93	-11	-1.91
TATAPOWER	92	96	96	0	0.58
TORNTPOWER	97	94	95	-1	0.44
NTPC	87	77	89	-13	-1.58
Realty					
DLF	88	86	93	-7	0.40
GODREJPROP	89	94	87	6	0.31
Technology					
HCLTECH	97	96	97	-1	0.30
INFY	96	97	96	1	0.25
MINDTREE	87	95	88	7	0.47
NAUKRI	89	94	93	1	0.56
COFORGE	91	93	85	8	0.44
TCS	97	91	91	1	0.42
TECHM	92	97	95	3	0.21
WIPRO	91	95	90	5	-0.28
Telecom					
BHARTIARTL	99	94	98	-4	0.36
IDEA	92	93	89	5	0.85
INFRATEL	78	82	87	-5	0.02
Textile					
PAGEIND	90	89	90	-1	0.12
SRF	94	95	94	1	0.24

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