

28-04-2017

ROLLOVER ANALYSIS

MAY SERIES VIEW

Nifty Futures consolidated at the start of the April series in the 9000-9300 band. However, it managed to breach the consolidation band in the last week of the April series, registering a new lifetime high of 9367 spot. Index futures has closed above the 9300 mark, which indicates strong momentum. On the expiry day, market wide rollovers stand lower at 74% compared with the average rollovers of 80% in the last three series. Nifty futures rollover stands at 66%, which is lower than the average rollover of 71% of the last three series. Nifty will start the May series with an OI of 2.08 Cr shares compared with OI of 2.61 Cr shares at the beginning of the April series. Going into May, key events to watch out would include Q4FY17 earnings releases, FOMC review, and advancement of monsoon. On the downside, support for the index is around 9000 and 8900 whereas resistance stands at 9400 and 9500 for the short term.

DERIVATIVES INDICATORS

India VIX closed lower at 11.07 vs. 12.15 of the previous month. Another leading derivative indicator, the Nifty PCR, opened on a higher note this month at 1.07 against last month's 0.95.

BANKNIFTY

The index saw higher rolls of 77% compared with the 3M average of 63%

TECHNICAL VIEW

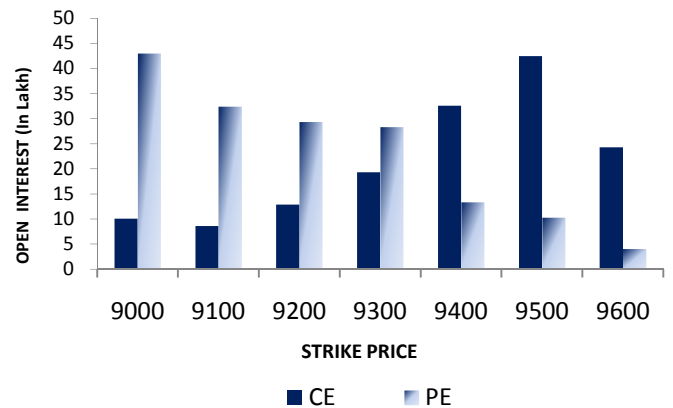
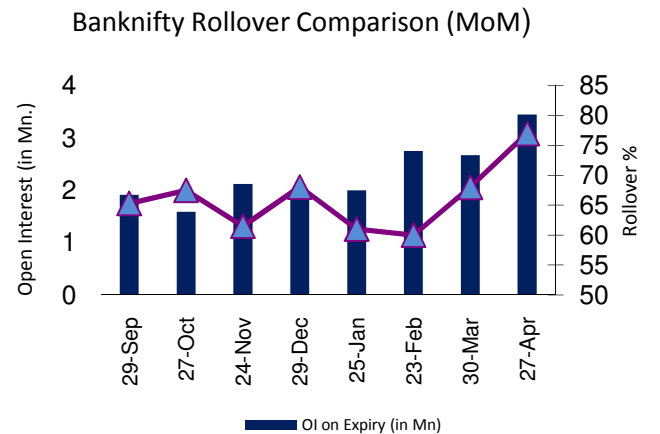
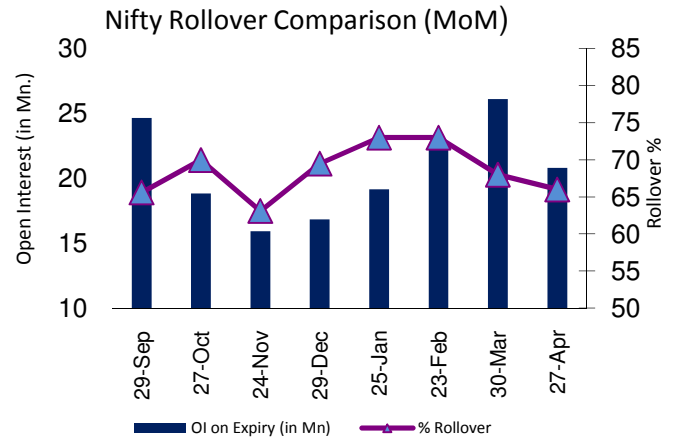
From the OI Concentration (April Series), it is evident that maximum addition of open interest on the call options front exists at strike price of 9200 & 9500 (with nearly 28.03 lacs & 28.67 lacs shares outstanding) indicating these levels will act as the resistance zone on the upside for short term whereas on the put options front, maximum addition of open interest is at strike price of 8900 & 9000 (with nearly 24.40 lacs and 31.02 lacs shares outstanding respectively) indicating the stronger support zone on the downside.

RSI and stochastic on a weekly scale are positively poised but placed close to the overbought zone. Thus, short-term profit booking or consolidation can be possible, which can be used for buying.

For the May series: Nifty supports are placed at 9270 and 8970 while Nifty will find resistance at 9450 and 9520.

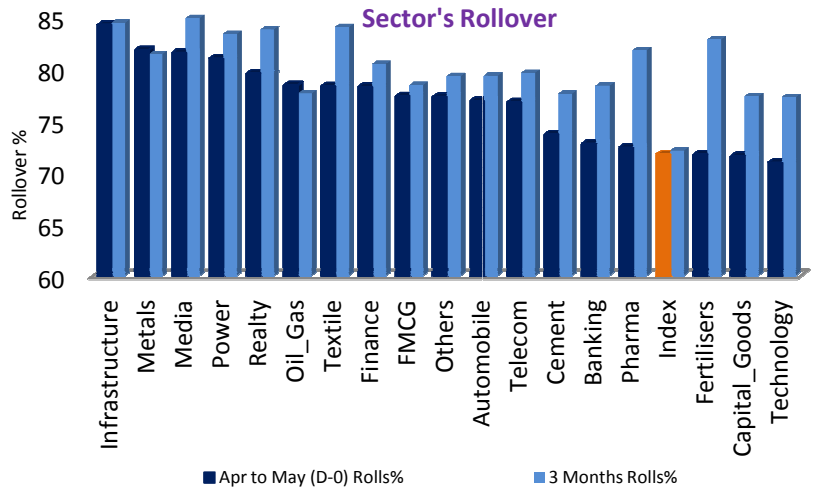
OPTION ANALYSIS

From the OI Concentration (May Series), maximum addition of OI on the call options front exists at strike prices of 9400 and 9500 (with nearly 32.58 lacs and 42.48 lacs shares outstanding). This indicates that these levels will act as the resistance zone on the upside for the short term. On the put options front, maximum addition of OI is at strike prices of 9100 and 9000 (with nearly 32.41 lacs and 42.98 lacs shares outstanding) indicating stronger support zone on the downside.



Sector/Stock Rollover activity:

- From the sectoral action, rollovers accelerated for infrastructure, metal, and oil & gas stocks on expiry. However, low rollovers were seen in pharma, capital goods, banking, technology, fertilizers, and automobile stocks.
- Within the Nifty50 space, index heavyweights such as **TATAMOTORS, GAIL, GRASIM, BPCL, and M&M** saw aggressive rollover in the MAY series while low rolls were seen in **HCLTECH, LUPIN, TCS, ITC, and SBIN** compare with 3M average.
- From the midcap space, **BRITANNIA ANDHRABANK, TITAN, and PETRONET** saw high rollovers whereas **BANKINDIA, PNB, UPL, and BIOCON** saw lower rollover compare with 3M average.



Stocks to watch out based on Rollover Analysis:

POSITIVE

BRITANNIA	Strong rollover of 86% vs 69% indicates long position carried forward.
TITAN	Strong rollover of 81% vs 71% indicates long position carried forward
M&M	Strong rollover of 76% vs 71% indicates long position carried forward.

NEGATIVE

ORIENTBANK	Weak rollover of 63% vs 85% indicates long unwinding.
HCLTECH	Weak rollover of 56% vs 80% indicates long unwinding.
PNB	Weak rollover of 57% vs 81% indicates long unwinding.

Rollover Update (Sector Wise)

Company	March to April Roll%	April to May Roll%	3 MONTHS AVG ROLL	Divergence	Roll cost %
AUTOMOBILE					
AMARAJABAT	70	75	75	0	0.53
APOLLOTYRE	89	83	89	-7	0.50
ASHOKLEY	78	80	86	-6	0.63
BAJAJ-AUTO	76	66	76	-10	0.51
BHARATFORG	78	63	80	-17	0.58
BOSCHLTD	75	77	77	0	0.32
CEATLTD	83	74	81	-8	-1.85
EICHERMOT	68	76	73	3	0.50
EXIDEIND	87	88	90	-2	0.62
HEROMOTOCO	74	71	75	-4	0.27
M&M	66	76	71	5	0.39
MARUTI	76	80	79	1	0.31
MOTHERSUMI	64	75	77	-1	0.30
MRF	82	81	88	-7	0.03
TATAMOTORS	78	83	70	13	0.68
TATAMTRDVR	77	82	83	-1	0.72
TVSMOTOR	67	77	78	-1	-2.71
BANKING					
ALBK	83	75	73	2	0.84
ANDHRABANK	58	76	63	13	0.92
AXISBANK	75	79	76	2	0.47
BANKBARODA	82	71	77	-6	0.55
BANKINDIA	81	55	83	-28	-6.78
CANBK	90	69	87	-18	-0.67
FEDERALBNK	82	90	83	7	0.64
HDFCBANK	70	73	73	-1	-0.79
ICICIBANK	70	74	71	3	0.29
IDBI	83	74	83	-9	0.47
INDUSINDBK	71	68	70	-2	0.37
KOTAKBANK	67	72	71	1	0.16
KTKBANK	76	80	84	-4	0.68
ORIENTBANK	82	63	85	-22	-2.64
PNB	82	57	81	-23	-2.46
SBIN	78	63	76	-13	0.51
SOUTHBANK	91	90	90	0	0.81
SYNDIBANK	81	78	77	1	0.86
UNIONBANK	73	73	79	-6	-0.09
YESBANK	73	69	75	-7	-0.22

Company	March to April Roll%	April to May Roll%	3 MONTHS AVG ROLL	Divergence	Roll cost %
CAPITAL GOODS					
BHEL	75	65	75	-10	0.57
CGPOWER	81	72	83	-11	0.83
CUMMINSIND	74	77	78	-1	0.75
LT	63	65	73	-8	0.33
SIEMENS	75	71	79	-8	0.58
VOLTAS	74	79	76	3	0.60
CEMENT					
ACC	81	73	80	-7	0.53
AMBUJACEM	72	74	75	-1	0.60
GRASIM	74	76	71	5	0.75
INDIACEM	82	79	85	-6	0.66
ULTRACEMCO	77	66	77	-11	0.28
FERTILISERS					
TATACHEM	87	85	84	1	0.73
UPL	68	59	82	-23	0.35
FINANCE					
BHARATFIN	86	92	85	7	0.76
DHFL	87	84	89	-4	0.76
HDFC	52	59	66	-7	0.53
IBULHSGFIN	86	83	85	-2	-0.40
IDFC	82	77	89	-12	0.41
IFCI	83	85	82	3	1.03
L&TFH	82	81	80	1	0.67
LICHSGFIN	78	83	78	5	0.74
M&MFIN	77	69	76	-7	0.57
PFC	77	81	74	7	0.57
RELCAPITAL	82	87	87	0	0.70
SRTRANSFIN	55	70	76	-6	0.71
FMCG					
ASIANPAINT	75	77	81	-4	0.45
BATAINDIA	86	79	84	-5	0.50
BRITANNIA	42	86	69	17	0.27
COLPAL	64	76	78	-2	0.59
DABUR	81	86	87	-1	0.66
GODREJCP	68	68	64	3	0.25
GODREJIND	76	73	74	-1	0.73
HINDUNILVR	73	73	79	-7	0.32
ITC	67	62	74	-12	0.38
MARICO	75	86	77	9	0.24

Company	March to April Roll%	April to May Roll%	3 MONTHS AVG	Divergence	Roll cost %
FMCG					
MCDOWELL-N	89	73	91	-18	0.48
PIDILITIND	79	82	81	1	0.60
TATAGLOBAL	90	91	93	-1	0.62
TITAN	66	81	71	10	0.50
UBL	62	67	74	-7	0.06
INDEX					
BANKNIFTY	68	77	63	14	-0.15
NIFTY	68	66	71	-5	0.16
NIFTYIT	78	72	82	-10	0.01
INFRASTRUCTURE					
ENGINERSIN	81	76	79	-3	0.45
GMRINFRA	89	86	87	-1	0.85
IRB	89	93	89	5	0.86
NCC	81	81	83	-1	0.63
MEDIA					
DISHTV	79	75	84	-9	0.47
SUNTV	86	86	85	0	0.69
TV18BRDCST	92	87	92	-5	0.49
ZEEL	74	79	79	0	0.45
HINDALCO	78	81	82	-1	0.51
HINDZINC	76	83	77	7	0.68
JINDALSTEL	77	89	85	4	0.57
JSWSTEEL	84	78	85	-8	0.40
NMDC	84	81	80	0	0.59
SAIL	86	80	85	-5	0.67
TATASTEEL	80	84	81	3	0.62
VEDL	74	80	77	3	0.49
OIL AND GAS					
BPCL	76	83	78	5	0.46
CASTROLIND	90	91	91	1	-0.38
GAIL	55	76	69	7	0.14
HINDPETRO	78	89	78	11	0.29
IGL	78	64	79	-15	0.10
IOC	71	73	73	0	-0.20
OIL	63	68	75	-6	0.60
ONGC	79	78	76	3	0.42
PETRONET	83	89	81	8	0.73
RELIANCE	65	71	78	-6	-0.25

Company	March to April Roll%	April to May Roll%	3 MONTHS AVG	Divergence	Roll cost %
OTHERS					
ADANIENT	81	83	85	-2	0.88
ADANI PORTS	77	74	77	-3	0.67
APOLLOHOSP	83	84	83	1	0.67
BEL	81	80	86	-6	0.64
BEML	72	77	81	-4	0.74
COALINDIA	77	75	71	4	0.47
CONCOR	76	76	79	-2	0.66
HAVELLS	76	68	77	-9	0.42
JETAIRWAYS	78	80	78	3	0.60
JISLJALEQS	85	88	86	2	0.84
JUBLFOOD	57	60	70	-10	-0.30
JUSTDIAL	72	69	74	-6	-0.27
KSCL	74	79	81	-2	0.63
PCJEWELLER	64	75	71	5	0.76
SINTEX	86	89	89	0	0.62
PHARMA					
AJANTPHARM	70	66	80	-14	0.50
AUROPHARMA	81	78	83	-6	0.61
BIOCON	79	67	86	-19	0.50
CADILAHC	81	72	81	-9	0.51
CIPLA	76	73	81	-8	0.35
DIVISLAB	90	75	84	-8	0.55
DRREDDY	79	74	78	-5	0.38
GLENMARK	88	71	86	-15	0.54
GRANULES	86	90	87	3	0.83
LUPIN	75	63	78	-15	0.70
STAR	81	70	78	-7	0.56
SUNPHARMA	78	77	82	-5	0.38
TORNTPHARM	71	62	76	-14	0.72
WOCKPHARMA	84	77	87	-10	0.51

Company	March to April Roll%	April to May Roll%	3 MONTHS AVG	Divergence	Roll cost %
POWER					
ADANIPOWER	88	82	91	-8	1.07
CESC	84	87	86	1	0.68
JSWENERGY	85	90	89	1	0.90
NHPC	75	74	72	2	0.96
NTPC	71	74	75	-1	0.58
POWERGRID	73	68	77	-10	0.46
PTC	78	81	84	-3	0.69
RECLTD	68	75	75	1	0.64
RELINFRA	85	87	89	-2	0.66
RPOWER	87	89	90	-1	0.72
TATAPOWER	80	79	84	-5	0.24
REALTY					
DLF	83	80	80	1	0.50
HDIL	73	73	79	-6	0.76
IBREALEST	86	75	88	-13	0.80
JPASSOCIAT	90	90	88	1	1.11
TECHNOLOGY					
HCLTECH	78	56	80	-24	-0.33
HEXAWARE	82	75	82	-6	0.22
INFY	74	75	73	2	0.31
KPIT	76	78	80	-2	0.74
MINDTREE	71	76	84	-7	0.42
NIITTECH	57	61	74	-12	0.33
OFSS	75	72	76	-3	0.23
TATAELXSI	79	78	81	-3	0.70
TCS	71	58	72	-14	-0.21
TECHM	76	78	74	4	0.67
WIPRO	71	72	76	-4	-0.64
TELECOM					
BHARTIARTL	79	68	77	-9	-0.13
IDEA	76	67	72	-5	0.47
INFRATEL	64	73	75	-1	0.42
RCOM	80	90	85	5	0.00
TATACOMM	91	84	89	-5	0.67
TEXTILE					
ABIRLANUVO	87	82	90	-8	0.90
ARVIND	80	74	82	-8	0.58
CENTURYTEX	89	89	91	-2	0.68
ICIL	82	89	87	2	0.52
PAGEIND	79	64	76	-12	0.57
SRF	78	71	78	-6	0.75

ACMIIL Retail Research

Informational Products

Morning Notes
Equi-Tea
Market Watch
Investor First
Preview
Market Pulse
RBI Monetary Policy
Budget Report
Weekly Derivatives Synopsis
Rollover Snapshot
Rollover Analysis (Monthly)

Recommendation Products

Momentum calls
Smart Delivery trades
Positional technical calls
Investment ideas
Master trades High & Medium Risk
Techno Funda
Equity SIP
Mutual fund model portfolios
Portfolio Doctor

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

Retail Research Desk:

Akhil Rathi D: 91 22 2858 3210
Hrshikesh Yedve D: 91 22 2858 3207
Neeraj Sharma D: 91 22 2858 3208
Rohan Gawale D: 91 22 2858 3213
Vrinda Aditya D: 91 22 2858 3209
Dhiral Shah D: 91 22 2858 3211

Email: retailresearch@acm.co.in

Research Analyst Registration Number:
INH000002483

An ISO 9001:2008
Certified Company



Follow us on:



Information pertaining to Asit C. Mehta Investment Intermediates Limited (ACMIIL):
ACMIIL is a SEBI registered Stock Broker, Merchant Banker 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 and merchant banking).

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 have neither 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 Follow us on: should however not be treated as endorsement of the views expressed in the report