

Weekly Derivatives Synopsis

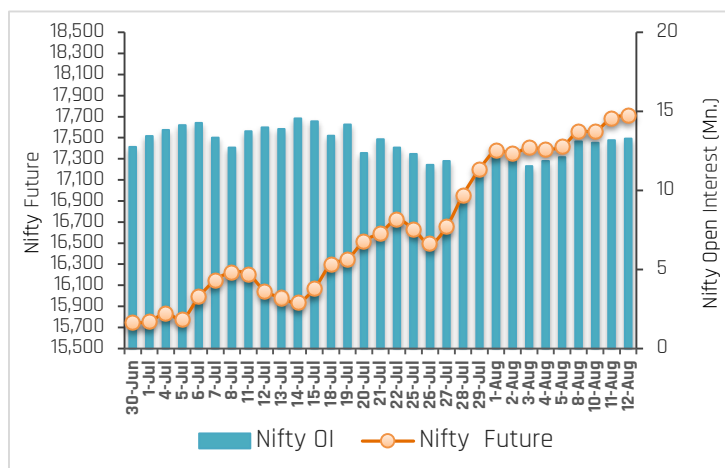
16-Aug-22

PARTICULARS	Last Closing	Previous Week	% Change
NIFTY SPOT	17,698	17,398	1.73
NIFTY FUTURES	17,713	17,416	1.70
BANKNIFTY SPOT	39,042	37,921	2.96
BANKNIFTY FUTURES	39,078	37,959	2.95
NIFTY PCR	1.24	1.05	18.10
NIFTY PCR-VOL	0.90	0.92	-2.17
NIFTY OI(In Mn)	13.28	12.11	9.66
BANKNIFTY OI(In Mn)	3.45	2.72	26.84
INDIA VIX	17.61	18.92	-6.92
NIFTY BASIS POINTS	14.90	18.65	-20.11

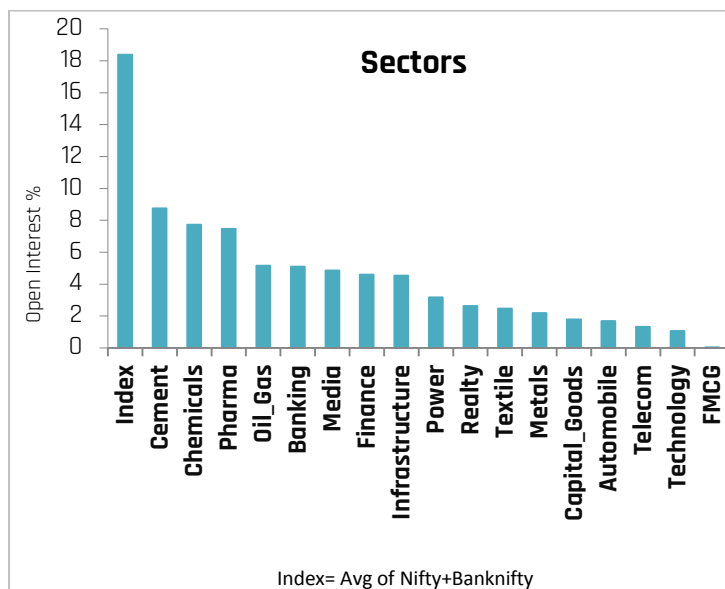
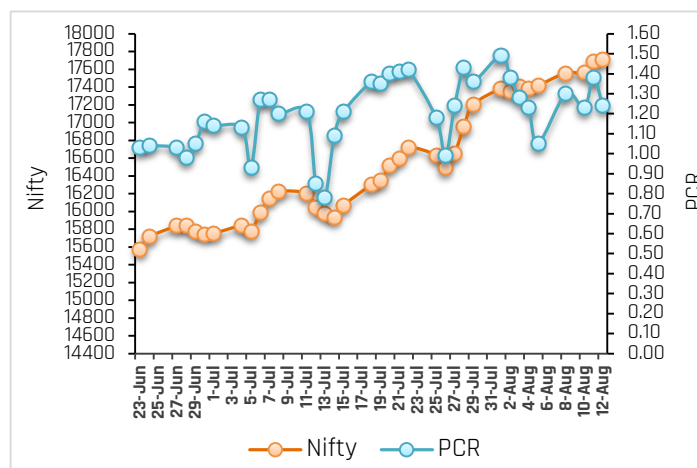
Index Outlook

Domestic benchmark indices extended their winning streak for fourth consecutive week. Cooling commodity prices, strong buying mood by foreign institutional investors (FIIs) in the past few sessions, and positive global cues boosted the sentiment. Finally, Nifty Future settled on positive note at 17713 up by 1.70% (WoW) with an addition in open interest of 9.66% (WoW) indicating positive bias in the market. During the week, India VIX cool off by 6.92% and closed at 17.61%. We expect volatility will remain high due to geopolitical tension. Another derivatives indicator, Nifty Put-Call ratio currently stands on higher side at 1.24, up by 18.10% (WoW). Technically, the index on a weekly scale is placed close to the trend line resistance. If the index remains below 17800 on weekly closing basis, then profit booking could be possible. On the flip side, if the index closes above 17800, then it may test the levels of 18000-18200 in the medium term. On the downside, the index will find short-term support near 17125, where the 50-weeks simple moving average followed by 16715 (34WEMA). Going forward, geopolitical tensions, Rupee movement against the Dollar, bond yields movement, economic data, progress of monsoon, Fii's flow, global cues, and crude oil price movement will dictate the trend on the bourses next week.

Nifty OI Trend



Nifty FutVsPcr



Sectoral Activity

- Last week, **Cement, Chemicals, Pharma, Oil&Gas, and Media** sectors saw open interest addition. Top names included **INDIACEM, JKCEMENT, TATACHEM, CHAMBLFERT, IPCALAB, DIVISLAB, GSPL, GAIL, SUNTV and PVR.**
- In the **Banking** space, **ICICIBANK, CUB, FEDERALBNK, INDUSINDBK** and **BANKBARODA** saw long build up, while short covering seen in **AXISBANK, CANBK, and IDFCFIRSTB.**
- This week, some buying can be seen in **INDIACEM, GSPL, BALKRISIND, CONCOR, BATAINDIA, BHARTIARTL** and **CROMPTON** while selling pressure can be seen in **HINDPETRO, GRANULES, and INDIAMART.**
- From sector space, **Pharma, Oil&Gas, Media, Chemicals, Banking, Finance, FMCG and Cement** stocks are likely to remain in focus in the forthcoming week.

16-Aug-22

Stocks to Watch Out (Weekly)

Long Build-up			
Symbol	Price	OI Change	Price Change
TATACHEM	1,123.40	91%	18%
GSPL	247.90	25%	5%
ABB	2,810.70	24%	4%
ICICIBANK	877.35	22%	5%

Long Unwinding			
Symbol	Price	OI Change	Price Change
BALRAMCHIN	340.55	-21%	-3%
HINDPETRO	246.55	-16%	-2%
INDIAMART	4,280.75	-7%	-7%
INDIGO	2,022.50	-6%	-3%

Short Build-up			
Symbol	Price	OI Change	Price Change
IPCALAB	919.20	111%	-9%
DIVISLAB	3,734.00	29%	-4%
MFSL	796.70	24%	-3%
MRF	83,161.65	24%	-6%

Short Covering			
Symbol	Price	OI Change	Price Change
DRREDDY	4,267.50	-19%	2%
IDFCFIRSTB	45.15	-18%	4%
EICHERMOT	3,211.85	-15%	4%
ESCORTS	1,675.10	-12%	4%

Weekly Recommendation

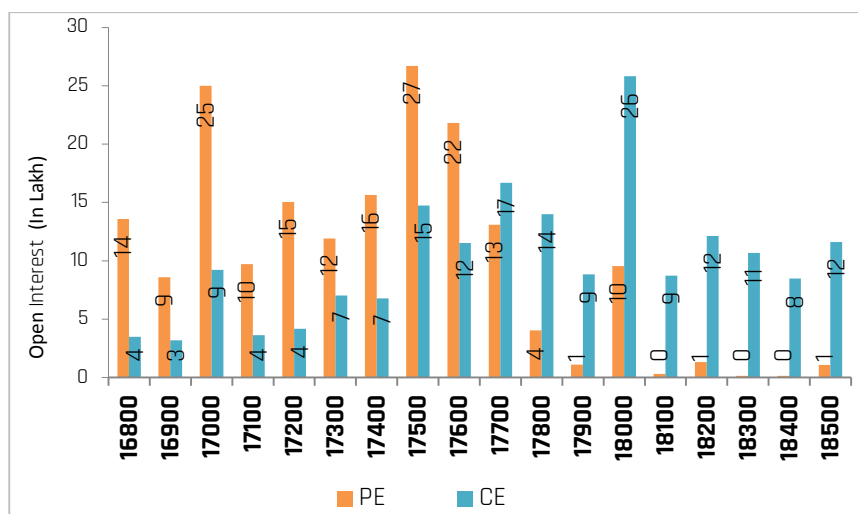
CONCOR (699.50) - The stock has seen open interest addition of 10.29 along with positive price action indicating long buildup. The stock can be bought in the range of 692-695 with a stop loss of 680 on closing basis for a target of 710-725.

Target: 725 Stop Loss: 680

BATAINDIA (1917.05) - The stock has seen open interest addition of 6.78% along with positive price action indicating long buildup. The stock can be bought in the range of 1900-1910 with a stop loss of 1850 on closing basis for a target of 1960-2000.

Target: 2000 Stop Loss: 1850

Nifty Options Snapshot



From the OI Concentration (25-Aug Series), Maximum addition of open interest on the call options front exists at the strike prices of 17700 and 18000 (with nearly 16.69 lacs, and 25.81 lacs shares outstanding respectively). This indicates that 18000 levels would act as the resistance zone on the upside. On the Put options front, maximum addition of open interest is at the strike prices of 17600, 17500 and 17000 (with nearly 21.81 lacs, 26.71 lacs, and 24.99 lacs shares outstanding respectively), indicating that 17500 and 17000 levels would act as the stronger support zone on the downside.

Weekly Derivatives Synopsis

16-Aug-22

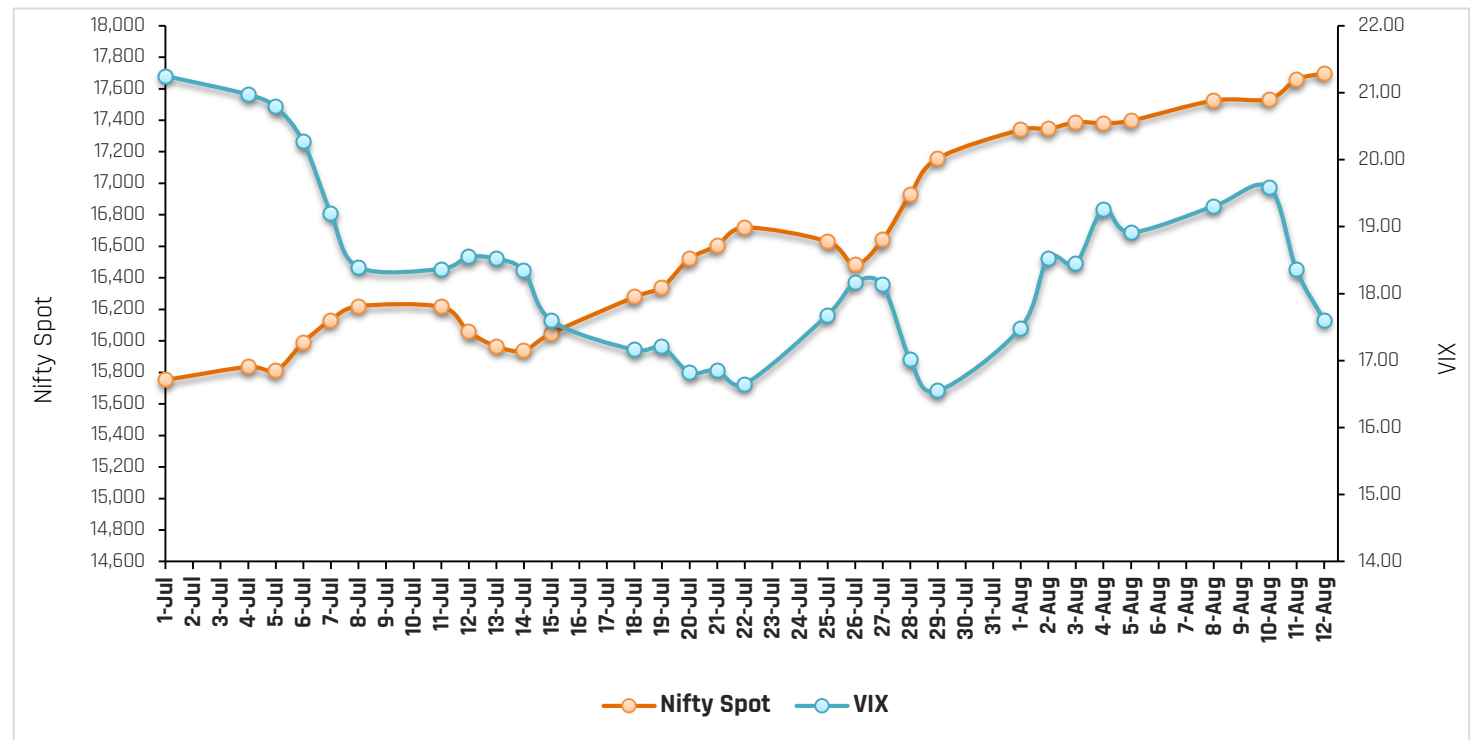
FII Stats (5 Days Trend)

(Rs. Cr.)	12-Aug	11-Aug	10-Aug	08-Aug	05-Aug
INDEX FUTURES	921.37	921.80	-877	137.8	901.94
INDEX OPTIONS	3423.96	1122.62	791	5330.06	-2301.62
STOCK FUTURES	119.31	983.04	-461	436.75	850.68
STOCK OPTIONS	-100.51	-173.71	100	-158.76	-67.32

FII Open Interest Activity (Long & Short Ratio)

Date	Index Fut: Long/Short	Index Option: Long /Short	Index put: long /Short	Stock Fut Long/Short
4-Aug	1.07	1.53	1.45	1.46
5-Aug	1.23	1.35	1.26	1.49
8-Aug	1.24	1.61	1.23	1.49
10-Aug	1.10	1.40	1.40	1.48
11-Aug	1.24	1.77	1.32	1.49
12-Aug	1.40	1.78	1.28	1.48

NIFTY VS INDIA VIX (Last 30 Days Trend)



Observation: Any rise in India Vix this week would lead to either side movement in the Index. As per the above chart, India Vix has strong support at around 16.00 and resistance stands at 21.00.

Weekly Advance Decline Ratio (Nifty Stocks)

Advances	28
Declines	14
Unchanged	08

Technical View

Nifty 12-Aug, Weekly Chart



- Technically, the index on a weekly scale is placed close to the trend line resistance, as highlighted in the chart. If the index remains below 17800 on weekly closing basis, then profit booking could be possible. On the flip side, if the index closes above 17800, then it may test the levels of 18000-18200 in the medium term.
- On the downside, the index will find short-term support near 17125, where the 50 weeks simple moving average is situated. The recent breakout point is placed close to 16800. Moreover, 21 weeks exponential moving average (WEMA) as well as 34 WEMA are placed close to 16715. Thus, 16700-16800 will act as a strong demand zone for the index in the medium term.
- The RSI on the weekly scale is positively placed. However, the Stochastics oscillator on a weekly scale is on the verge of forming a bearish crossover. As a result, although the trend is still up, short-term profit booking may be conceivable owing to overbought conditions. Therefore, the buy on dips approach must be used in the medium term.

BankNifty, 12-Aug, Weekly Chart



- The index started the week on a strong note and remained bullish throughout. Finally, index settled the week on a positive note at 39042.
- Technically speaking, as shown in the chart, the index has formed a strong bullish candle on weekly scale. However, the index is placed close to intermediate swing resistance of 39425. Thus, 39400-39500 will act as a strong resistance zone for the index in the short term.
- On the downside, 21 weeks exponential moving average is placed close to 36001 and 50 weeks simple moving average is placed close to 36614. The recent trend line breakout is also placed close to 36600. Thus, 36600 and 36000 will serve as strong support points in the short term.
- The RSI on the weekly scale is positively placed. However, the Stochastics oscillator on a weekly scale is on the verge of forming a bearish crossover. As a result, although the trend is still up, short-term profit booking may be conceivable owing to overbought conditions. Therefore, the buy on dips approach must be used in the medium term.

ACMIIL Retail Research Products

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

For More Information on Retail Research Products please visit

<https://www.investmentz.com/research-services>

Asit C. Mehta

INVESTMENT INTERMEDIATES LTD.

Retail Research Desk:

Email: retailresearch@acm.co.in

Research Analyst Registration Number:

INH000002483

CIN: U65990MH1993PLC075388

Download Investmentz app:



Follow us on:



Information pertaining to Asit C. Mehta Investment Intermediates 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 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 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>